

October 1, 2014

New Hampshire Attorney General Joseph Foster Office of the Attorney General 33 Capitol Street Concord, NH 03301

Dear Attorney General Foster:

Pursuant to New Hampshire's Right to Privacy Act, §359-C:1, we are writing to notify you of a data security event that involved our company, Flinn Scientific, Inc., located in Batavia, IL (the "Company"). The breach affected 28 residents of your state. The details of the security event and steps we have taken to mitigate the situation are below.

NATURE OF THE SECURITY EVENT

On September 8, 2014, we discovered that a cyber-attacker used malware to gain access to our server that hosts our internet store. We immediately commenced an investigation and while we originally believed the attacker was not able to access any payment card information, the forensics firm we retained to investigate the incident concluded that the payment card information was in fact intercepted by the attacker prior to its transmission to our payment processor. The information intercepted by the attacker includes payment card numbers, card verification codes, expiration dates, names, addresses, and email addresses.

AFFECTED NEW HAMPSHIRE RESIDENTS

The impacted New Hampshire consumers are those who made purchases on our website between the dates of May 2 and September 8, 2014.

We enclose a copy of the notice we are sending to impacted New Hampshire residents. As the letter explains, we are offering individuals the opportunity to enroll in 12 months of fraud remediation services plus identity protection under the AllClear ID identity protection network at no cost to them.

STEPS WE HAVE TAKEN OR PLAN TO TAKE RELATING TO THE INCIDENT

Upon discovering the attack, we immediately took steps to eliminate the malware and block any further unauthorized access to our servers. We also promptly contacted our acquiring bank and have reported the matter to the payment card brands who are involved. We are fully cooperating with the card brands and the procedures under the payment card industry rules.

We have been carefully monitoring our systems and confirmed that there has been no further unauthorized access to our customer's data since September 8, 2014. We also implemented additional security measures designed to specifically counter how the attacker managed to

gain access to our web server to ensure this will not happen again. We are continually evaluating and modifying our practices to enhance the security and privacy of the personal information of our customers.

CONTACT INFORMATION

If the Office of the Attorney General would like to discuss the incident further, you may contact me at: 630-879-6900.

Sincerely, William A. Wolferd

William A. Wolford

President

Enclosures (1)

Exhibit A TEMPLATE NOTIFICATION LETTER



October 2, 2014

John Q Sample 123 Main Street Anytown, US 12345-6789

RE: IMPORTANT notice about your personal information. Please read this entire letter.

Dear John Q Sample,

On September 8, 2014, we discovered that a cyber-attacker used malware to gain access to our server that hosts our internet store. The attacker managed to intercept payment card information for those cards that our customers used to make purchases on our website between the dates of May 2, 2014 and September 8, 2014. We write today because our records indicate that you made one or more purchases on our website during this time frame. The information intercepted by the attacker includes your payment card number, card verification code, expiration date, name, address, and email address.

Upon discovering the attack, we immediately took steps to eliminate the malware and block any further unauthorized access to our servers. We have been carefully monitoring our systems and confirmed that there has been no further unauthorized access to our customer's data since September 8. We also have implemented additional security measures designed to specifically counter how the attacker managed to gain access to our web server to ensure this will not happen again.

Credit Monitoring At No Cost to You

You are an extremely valued customer. We deeply regret that this incident occurred and to address any concerns you might have, we have arranged for a highly reputable service provider, AllClear ID, who is poised to respond and assist you in the event you find unauthorized activity on your account, or any fraud to which AllClear ID can respond.

The AllClear ID services start on the date of this notice and you can use them at any time during the next 12 months. AllClear ID offers two services, both of which we are providing at no cost to you:

• AllClear SECURE: The team at AllClear ID is ready and standing by for the next 12 months if you need help addressing unauthorized charges to your account, or in protecting your identity. You are automatically eligible to use this service - there is no action required on your part. If a problem arises, simply call 1-866-979-2595 and a dedicated

investigator will do the work to recover financial losses, restore your credit and make sure your identity is returned to its proper condition. AllClear maintains an A+ rating at the Better Business Bureau.

AllClear PRO: This service offers additional layers of protection including proactive
credit monitoring and a \$1 million identity theft insurance policy. To use the PRO service,
you will need to provide your personal information to AllClear ID. You may sign up
online at enroll.allclearid.com or by phone by calling 1-866-979-2595 using the following
redemption code: 9999999999.

For complete instructions on how to enroll, please see the enclosed AllClear Secure Terms of Use document attached as **Appendix A**.

What Other Steps Can I Take To Protect Myself?

We have provided detailed information in **Appendix B** about other steps you may wish to take to protect your personal information.

What Else Do I Need to Know?

We take the privacy and security of your personal information very seriously. Should you have any questions regarding this letter or to confirm the information that was involved in this incident, please call us toll-free at 1-800-452-1261, Monday through Friday between the hours of 7:30 a.m. and 5 p.m. central time or contact us at our mailing address: Flinn Scientific, Inc., P.O. Box 219, Batavia, IL 60510.

Sincerely,

William A. Wolford

Wilin A. Wagan

President

APPENDIX A: Terms of Use for AllClear Secure

If you become a victim of fraud using your personal information without authorization, AllClear ID will help recover your financial losses and restore your identity. Benefits include:

- Automatic 12 months of coverage;
- No cost to you ever. AllClear Secure is paid for by Flinn Scientific, Inc.

Services Provided

If you suspect identity theft, simply call AllClear ID to file a claim. AllClear ID will provide appropriate and necessary remediation services ("Services") to help restore the compromised accounts and your identity to the state prior to the incident of fraud. Services are determined at the sole discretion of AllClear ID and are subject to the terms and conditions found on the AllClear ID website. AllClear Secure is not an insurance policy, and AllClear ID will not make payments or reimbursements to you for any financial loss, liabilities or expenses you incur.

Coverage Period

You are automatically protected for 12 months from the date the breach incident occurred, as communicated in the breach notification letter you received from Company (the "Coverage Period"). Fraud Events that occurred prior to your Coverage Period are not covered by AllClear Secure services.

Eliaibility Requirements

To be eligible for Services under AllClear Secure coverage, you must fully comply, without limitations, with your obligations under the terms herein, you must be a citizen eighteen (18) years of age or older, reside in the United States, and have a valid U.S. Social Security number. Minors under eighteen (18) years of age may be eligible, but must be sponsored by a parent or guardian. The Services cover only you and your personal financial and medical accounts that are directly associated with your valid U.S. Social Security number, including but not limited to credit card, bank, or other financial accounts and/or medical accounts.

How to File a Claim

If you become a victim of fraud covered by the AllClear Secure services, you must:

- Notify AllClear ID by calling 1.855.434.8077 to report the fraud prior to expiration of your Coverage Period;
- Provide proof of eligibility for AllClear Secure by providing the redemption code on the notification letter you received from the sponsor Company;
- Fully cooperate and be truthful with AllClear ID about the Event and agree to execute any documents AllClear ID may reasonably require;
- Fully cooperate with AllClear ID in any remediation process, including, but not limited to, providing AllClear ID with copies of all available investigation files or reports from any institution, including, but not limited to, credit institutions or law enforcement agencies, relating to the alleged theft.

Coverage under AliClear Secure Does Not Apply to the Following:

Any expense, damage or loss:

- Due to
 - Any transactions on your financial accounts made by authorized users, even if acting without your knowledge
 - Any act of theft, deceit, collusion, dishonesty or criminal act by you or any person acting in concert with you, or by any of your authorized representatives, whether acting alone or in collusion with you or others (collectively, your "Misrepresentation")
- Incurred by you from an Event that did not occur during your coverage period;
- In connection with an Event that you fail to report to AllClear ID prior to the expiration of your AllClear Secure coverage period.

Other Exclusions:

- AllClear ID will not pay or be obligated for any costs or expenses other than as described herein, including
 without limitation fees of any service providers not retained by AllClear ID; AllClear ID reserves the right to
 investigate any asserted claim to determine its validity;
- AllClear ID is not an insurance company, and AllClear Secure is not an insurance policy; AllClear ID will
 not make payments or reimbursements to you for any loss or liability you may incur;

- AllClear ID is not a credit repair organization, is not a credit counseling service, and does not promise to help you improve your credit history or rating beyond resolving incidents of fraud; and
- You are expected to protect your personal information in a reasonable way at all times. Accordingly, you
 will not recklessly disclose or publish your Social Security number or any other personal information to
 those who would reasonably be expected to improperly use or disclose that Personal Information, such
 as, by way of example, in response to "phishing" scams, unsolicited emails, or pop-up messages seeking
 disclosure of personal information.

Opt-out Policy

If for any reason you wish to have your information removed from the eligibility database for AllClear Secure,

E-mail support@allclearid.com	Mail AllClear ID, Inc. 823 Congress Avenue Suite 300	Phone 1.855.434.8077
	Austin, Texas 78701	

APPENDIX B: Information about Identity Theft Prevention

We recommend that you regularly review statements from your accounts and periodically obtain your credit report from one or more of the national credit reporting companies. You may obtain a free copy of your credit report online at www.annualcreditreport.com, by calling toll-free 1-877-322-8228, or by mailing an Annual Credit Report Request Form (available at www.annualcreditreport.com) to: Annual Credit Report Request Service, P.O. Box 105281, Atlanta, GA, 30348-5281. You may also purchase a copy of your credit report by contacting one or more of the three national credit reporting agencies listed below.

Equifax, P.O. Box105139, Atlanta, Georgia 30374-0241, 1-800-685-1111, www.equifax.com **Experian,** P.O. Box 2002, Allen, TX 75013, 1-888-397-3742, www.experian.com **TransUnion,** P.O. Box 6790, Fullerton, CA 92834-6790, 1-800-916-8800, www.transunion.com

When you receive your credit reports, review them carefully. Look for accounts or creditor inquiries that you did **not initiate or do not recog**nize. Look for information, such as home address and Social Security number, that is not accurate. If you see anything you do not understand, call the credit reporting agency at the telephone number on the report.

We recommend you remain vigilant with respect to reviewing your account statements and credit reports, and promptly report any suspicious activity or suspected identity theft to us and to the proper law enforcement authorities, including local law enforcement, your state's attorney general and/or the Federal Trade Commission ("FTC"). You may contact the FTC or your state's regulatory authority to obtain additional information about avoiding identity theft.

Federal Trade Commission, Consumer Response Center 600 Pennsylvania Avenue, NW, Washington, DC 20580, 1-877-IDTHEFT (438-4338), www.ftc.gov/idtheft

For residents of Maryland: You may also obtain information about preventing and avoiding identity theft from the Maryland Office of the Attorney General:

Maryland Office of the Attorney General, Consumer Protection Division 200 St. Paul Place, Baltimore, MD 21202, 1-888-743-0023, www.oag.state.md.us

For residents of North Carolina: You may also obtain information about preventing and avoiding identity theft from the North Carolina Attorney General's Office:

North Carolina Attorney General's Office, Consumer Protection Division 9001 Mail Service Center, Raleigh, NC 27699-9001, 1-877-5-NO-SCAM, www.ncdoi.gov

Fraud Alerts: There are also two types of fraud alerts that you can place on your credit report to put your creditors on notice that you may be a victim of fraud: an initial alert and an extended alert. You may ask that an initial fraud alert be placed on your credit report if you suspect you have been, or are about to be, a victim of identity theft. An initial fraud alert stays on your credit report for at least 90 days. You may have an extended alert placed on your credit report if you have already been a victim of identity theft with the appropriate documentary proof. An extended fraud alert stays on your credit report for seven years. You can place a fraud alert on your credit report by calling the toll-free fraud number of any of the three national credit reporting agencies listed below.

Equifax: 1-800-525-6285, www.equifax.com Experian: 1-888-397-3742, www.experian.com TransUnion: 1-800-680-7289, www.transunion.com

Credit Freezes: You may have the right to put a credit freeze, also known as a security freeze, on your credit file, so that no new credit can be opened in your name without the use of a PIN number that is issued to you when you initiate a freeze. A credit freeze is designed to prevent potential credit grantors from accessing your credit report without your consent. If you place a credit freeze, potential creditors and other third parties will not

be able to get access to your credit report unless you temporarily lift the freeze. Therefore, using a credit freeze may delay your ability to obtain credit. In addition, you may incur fees to place, lift and/or remove a credit freeze laws vary from state to state. The cost of placing, temporarily lifting, and removing a credit freeze also varies by state, generally \$5 to \$20 per action at each credit reporting company. Unlike a fraud alert, you must separately place a credit freeze on your credit file at each credit reporting company. Since the instructions for how to establish a credit freeze differ from state to state, please contact the three major credit reporting companies as specified below to find out more information:

Equifax, P.O. Box 105788, Atlanta, GA 30348, www.equifax.com Experian, P.O. Box 9554, Allen, TX 75013, www.experian.com TransUnion, LLC, P.O. Box 2000, Chester, PA, 19022-2000, www.transunion.com

You can obtain more information about fraud alerts and credit freezes by contacting the FTC or one of the national credit reporting agencies listed above.