Health Diald

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May 12, 2009

By Federal Express Attorney General Kelly A. Ayotte New Hampshire Department of Justice 33 Capitol Street Concord, NH 03301

Dear Attorney General Ayotte:

I am writing to inform you that Health Dialog Services Corporation, a Delaware corporation with a place of business in Bedford, New Hampshire, is investigating a security incident involving employee personal information.

Health Dialog is a provider of healthcare decision program services and analytics. We discovered a virus on the Health Dialog network on May 5, 2009 that resulted in a compromise of company data, in particular the data stored in the Internet Explorer browser cache on Health Dialog employee computers. Our information security team successfully removed the virus from the network and we immediately launched an internal investigation. We also reported this incident to the FBI and local law enforcement. We have learned that the compromised data may include personally identifying information that the employees typed while using Internet Explorer on their computers such as social security numbers, names, addresses, credit card numbers and expiration dates, user names and passwords.

Health Dalog takes such matters very seriously and we promptly provided notice to 390 residents of New Hampshire affected by this incident. As a precaution to help employees detect any possible misuse of personal information, we are providing one year of credit monitoring and protection services through Equifax. This service includes identity theft insurance, fraud alerts and routine credit reports with all three national credit bureaus. Additionally, we informed the employees how to place a fraud alert on their credit file. A copy of the template letter that we sent to employees on May 8 with respect to credit monitoring and the formal notification we intend to send to employees on or about May 14, 2009 are enclosed.

Protecting personal information is very important to Health Dialog. We deeply regret that this incident occurred and are evaluating additional safeguards to help prevent a similar incident from occurring in the future.

If you have any questions about this incident or need further information, please contact me directly at (617) 406-5264.

Sincerely

Myra J. Green Sr. VP and General Counsei

[Health Dialog Letterhead]

<First Name> <Last Name> <Address> <City>, <State> <Zip Code>

May [__], 2009

Dear <First Name> <Last Name>,

As we previously advised you, we discovered a virus on the Health Dialog network on May 5, 2009 that resulted in a compromise of company data, in particular the data stored in the Internet Explorer browser cache on Health Dialog employee computers. The compromised information may include any personally identifying information that you typed while using Internet Explorer on your work computer, such as social security number, name, address, credit card numbers and expiration dates, user names and passwords. In the e-mail you received on May 6, 2009 first notifying you of this security incident, we advised you to take some immediate steps such as changing the password for your work computer and notifying your financial account companies of stolen account information. This letter serves as formal notice of the security incident required by state law and provides additional information.

Upon discovery of the virus, our information security team worked diligently to contain it and successfully removed it from the network. The company also immediately launched an internal investigation into this incident to identify the source of the virus and has notified federal and local law enforcement authorities.

Health Dialog takes this matter very seriously. As you know from previous communications, as a precaution to help you detect any possible misuse of your personal information, we are offering you one year of free "Equifax ID PatrolTM," which includes identity theft insurance, fraud alerts, Equifax counselors, and routine credit reports from all three national credit bureaus. We have already provided you with further details and instructions for registering for this service and for placing a fraud alert on your credit file.

We encourage you to regularly review and monitor your account statements and credit reports. In addition, the following human resources contacts are available to assist you with any questions or concerns you may have.

| | R Site ontact | Location | Ext | External # | E-mail | Mailing Address |
|------------|------------------|----------|------|------------------------|------------------------------|---|
| Joa | h Gormley | Boston | 5243 | (617)406-5243 | jgormley@healthdialog.com | 60 State Street Boston, MA |
| Elle | n Ammons | Dallas | 1752 | (972) 792- 1352 | eammons@healthdialog.com | 1130 E. Arapaho Road, Suite 450 Richardson, TX 75081 |
| Patt | ie Siwa | Denver | 1931 | (877)277-5900 ×1931 | psiwa@healthdialog.com | 950 17 th Street – Suite 1900 Denver, CO 80202 |
| Mor Lab | ica onville | Bedford | 5054 | (603)222-5900 x5054 | mlabonville@healthdialog.com | 2-6 Bedford Farms Drive |

| | | | | | Bedford, NH 03110 |
|-------------------|-------------|------|------------------------|----------------------------|---|
| Brandi Emerson | Bedford | 5783 | (877)277-5900 x5783 | bemerson@healthdialog.com | 2-6 Bedford Farms Drive Bedford, NH 03110 |
| Jod Slotnick | Bedford | 5905 | (877)277-5900 ×5905 | jslotnick@healthdialog.com | 16425 North Pima Road - Suite 300 Scottsdale, AZ 85260 |
| Karen McGrail | Pittsburgh | 1410 | (877)277-5900 x1410 | kmgrail@healthdialog.com | Penn Center West Penn Center Blvd. – Bldg. 4, Suite 326 Pittsburgh, PA 15276 |
| Erin Moore | Portland | 3737 | (207)822-3737 | emoore@healthdialog.com | 2 Monument Square 2 nd Floor Portland, ME 04101 |
| Kindell Weaver | San Antonio | 1712 | (210)332-1712 | kweaver@healthialog.com | 12500 San Pedro Ave, Suite 600 San Antonio, TX 78216 |

Health Dialog is committed to protecting the privacy and security of our employees' personal information. We are reviewing our information security processes and evaluating additional safeguards to the extent they are warranted. We deeply regret any inconvenience or concern caused by this incident.

Sincerely,

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Myra J. Green Serior Vice President and General Counsel

Outbound Consumer Information Letter Equifax ID Patrol – Single communication

May 8, 2009

Employee Name Employee Address Employee City, State, Zip Code

Dear Employee (personalized or generic):

Health Dialog takes the security of its employees' sensitive personal information very seriously. In response to the recent data breach, we have arranged with Equifax Personal Solutions to help you protect your identity and your credit information at no cost to you. The steps to follow are:

- 1. Enroll in Equifax ID Patrol[™] identity theft protection product. This product is being provided to you at no cost.
- 2. Additionally, you may choose to adopt an increased level of protection by placing a fraud alert on your credit file at Equifax and the other two credit reporting agencies

Enroll in Equifax ID Patrol[™]

Equifax ID Patrol will provide you with an "early warning system" to changes to your credit file and help you to understand the content of your credit file at the three major credit reporting agencies. The key features and benefits are listed below.

Equifax ID Patrol provides you with a 1 year membership:

- Comprehensive credit file monitoring and automated alerts of key changes to your Equifax, Experian, and TransUnion credit reports
- Ability to receive alerts if your Social Security Number or credit card numbers are found on Internet trading sites (available online only)
- Ability to lock and unlock your Equifax Credit Report[™] (available online only)
- Wireless alerts and customizable alerts available
- o One 3-in-1 Credit Report and access to your Equifax Credit Report[™]
- o \$1,000,000 in Identity Theft Insurance with \$0 deductible, at no additional cost to yout
- 24 by 7 live agent Customer Service to assist you in understanding the content of your Equifax credit information, to provide personalized identity theft victim assistance and in initiating an investigation of inaccurate information.

How to Enroll

You may choose one of two options for delivery of the Equifax 1D Patrol service: online delivery or US Mail delivery. As noted above, certain features of the service are only available via online delivery.

To sign up online for **online delivery** go to www.myservices.equifax.com/patrol

Note: You MUST register using the above link

- 1. <u>Consumer Information</u>: complete the form with your contact information (name, address and e-mail address) and click "Continue" button. The information is provided in a secured environment.
- 2. <u>Identity Verification</u>: complete the form with your Social Security Number. date of birth, telephone numbers, create a User Name and Password, agree to the Terms of Use and click "Continue" button. The system will ask you up to two security questions to verify your identity.
- 3. <u>Payment Information</u>: During the "check out" process, enter the promotion code, provided at the top of your letter, in the "Enter Promotion Code" box. After entering your code press the "Apply Code" button and then the "Submit Order" button at the bottom of the page. (This code eliminates the need to provide a credit card number for payment.)
- 4. Order Confirmation: Click "View My Product" to access your product.

To sign up for **US Mail delivery**, dial 1-866-937-8432 for access to the Equifax Credit Watch automated enrollment process. Note that all credit reports and alerts will be sent to you via US Mail only.

- 1. <u>Promotion Code</u>: You will be asked to enter your promotion code as provided at the top of your letter.
- 2. Customer Information: You will be asked to enter your home telephone number, home address, name, date of birth and Social Security Number.
- 3. <u>Permissible Purpose</u>: You will be asked to provide Equifax with your permission to access your credit file and to monitor your file. Without your agreement, Equifax can not process your enrollment.
- 4. Order Confirmation: Equifax will provide a confirmation number with an explanation that you will receive your Fulfillment Kit via the US Mail (when Equifax is able to verify your identity) or a Customer Care letter with further instructions (if your identity cannot be verified using the information provided). Please allow up to 10 business days to receive this information.

Directions for placing a Fraud Alert

A fraud alert is a consumer statement added to your credit report. This statement alerts creditors of possible fraudulent activity within your report as well as requests that they contact you prior to establishing any accounts in your name. Once the fraud alert is added to your credit report, all creditors should contact you prior to establishing any account in your name. To place a fraud

[†] Insurance underwritten by member companies of American International Group, Inc. The description herein is a summary only. It does not include all terms, conditions and exclusions of the policies described. Please refer to the actual policies for complete details of coverage and exclusions.

This product is not intended for minors (under 18 years of age).

alert on your Equifax credit file, visit: <u>www.fraudalerts.equifax.com</u> or you may contact the Equifax auto fraud line at 1-877-478-7625, and follow the simple prompts. Once the fraud alert has been placed with Equifax, a notification will be sent to the other two credit reporting agencies, Experian and Trans Union, on your behalf.

The enrollment deadline is Friday, 15 May 2009. If you have any further questions, please contact your HR representative.

I hope that this service we are providing for you will relieve some of the concerns you may have about the protection of your personal data as a result of the recent security breach.

Yours sincerely,

Patrick Flynn Chief Executive Office

† Insurance underwritten by member companies of American International Group. Inc. The description herein is a summary only. It does not include all terms, conditions and exclusions of the policies described. Please refer to the actual policies for complete details of coverage and exclusions

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