

BIOLASE

BIOLASE Technology, Inc.
4 Cromwell
Irvine, CA 92618

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

Delivery Via Federal Express - Tracking Number 8581 8286 8796

RE: Notification of Data Security Breach Incident

Dear Sir/Madame:

This letter is being sent in accordance with New Hampshire law to inform your office that our company recently received notification from our outside accountant firm of a security breach. On June 4, 2007, we received notification from our accounting firm, BDO Seidman, LLP ("BDO"), that a laptop computer containing certain information about our company and employees was stolen from BDO's offices sometime between May 4th and May 14, 2007. Law enforcement officials were contacted by BDO and have been investigating this crime. BDO retained a full backup of the information on the laptop, and based on its review has advised us that employees names and social security numbers were among the information on the computer. We have enclosed a copy of the notice letter that we will be sending to potentially affected individuals on a nationwide basis on June 15, 2007.

Three New Hampshire residents will be receiving notice letters. Should you have any additional questions, you may contact me directly at 949-361-0207 Ext 0202.

Sincerely,



Jodie Saunderson
Director of Human Resources
Biolase Technology, Inc.
4 Cromwell
Irvine, CA 92618

BIOLASE®

Date

Employee Name

Employee Address

Employee City, State, Zip Code

Dear Employee:

We are writing to inform you that we received notification from our accounting firm, BDO Seidman, LLP ("BDO"), that a laptop computer containing certain information about our company and employees was stolen from BDO's offices sometime between May 4th and May 14, 2007. Law enforcement officials were contacted and have been investigating this crime. BDO retained a full backup of the information on the laptop, and based on its review has advised us that your name and social security number were among the information on the computer.

Regrettably, there is no way to determine if anyone has accessed or will access any of this information. Therefore, we are notifying you so that you may take steps to protect yourself against the possibility of identity theft resulting from an unauthorized person potentially accessing your personal information. While you are not able to change your social security number, there are some prudent steps you can take, including obtaining a copy of your credit report and placing a "fraud alert" on your credit report.

BDO has 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 Credit Watch™ Gold with 3-in-1 Monitoring identity theft protection service. This product will be 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.

How to Enroll in Equifax Credit Watch Gold with 3-in-1 Monitoring

Credit Watch 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 credit reporting agencies. It also includes \$20,000 in identity theft protection* with \$0 deductible, at no additional cost to you.

Equifax has a simple Internet-based verification and enrollment process.

Visit: www.myservices.equifax.com/tri

- **Consumer Information:** 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.

* Identity Fraud Expense Reimbursement Master Policy underwritten by Travelers Casualty and Surety Company of America and its property casualty affiliates, Hartford, CT 06183. Coverage for all claims or losses depends on actual policy provisions. Availability of coverage can depend on our underwriting qualifications and state regulations. Coverage not available for residents of New York. Equifax's credit monitoring products are protected by US Patent 7,208,052.

- Identity Verification: complete the form with your social security number, date of birth, telephone #s, 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.
- Payment Information: During the "check out" process, provide the following promotional code: <XXXXXX> in the "Enter Promotion Code" box. (no spaces, include dash.) 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.)
- Order Confirmation: – Click "View My Product" to access your 3-in-1 Credit Report.

To sign up for US Mail delivery of the product, 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. Promotion Code: You will be asked to enter your promotion code as shown above (no spaces, **no dash**)
2. Customer Information: You will be asked to enter your home telephone number, home address, name, date of birth and social security number.
3. Permissible Purpose: 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 can not be verified using the information provided)

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 alert on your Equifax credit file, you may contact Equifax's 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.

We deeply regret this incident. BDO has assured us that it is updating and changing its procedures to prevent this type of incident from occurring in the future. If you have any questions about this matter, please feel free to contact Jodie Saunderson, Human Resources Director or Sean Sykes, IT Director.

Sincerely,



Jeffrey W. Jones
President & CEO
Encl. Security Alert – FAQ's