



STATE OF NH
DEPT OF JUSTICE
2014 DEC 24 AM 11:45

December 22, 2014

BY MAIL

Office of the New Hampshire Attorney General
Attn: Security Breach Notification
33 Capitol Street
Concord, NH 03301

Re: Six Red Marbles, LLC.

Dear Sir/Madam:

We are writing to notify you of a data security incident that potentially compromised the security of personal information of twelve (12) New Hampshire residents who acted as freelance workers for Six Red Marbles. Six Red Marbles' investigation into the event described below is ongoing, and this notice will be supplemented if any additional material information is learned.

Nature of Data Security Event

Six Red Marbles is a creator of innovative digital and print-based learning programs and educational solutions for K-16. The company, which maintains its principle office in Charlestown, Massachusetts, has outsourced the handling of year-end 1099 tax forms to a vendor with an office in Newton, Massachusetts.

On December 1, 2014, Six Red Marbles learned from one of its freelance workers that she had located information that appeared to her to be her 1099 information on-line by doing a Google search for her social security number. Six Red Marbles immediately began an investigation and soon determined the source: certain 1099 tax information that Six Red Marbles had provided to an independent outside vendor that processes its 1099 tax forms had been placed by that vendor on an open-to-the-public and unprotected FTP site housed, apparently, on equipment controlled by that vendor. The 1099 data posted by the tax processing vendor on the FTP site was not encrypted and included, among other things, names, addresses, dates of birth and social security numbers of certain individuals.

On December 3, 2014, Six Red Marbles gained access to the 1099 tax processing vendor's server and removed its information from that server. The next day, Six Red Marbles called the 1099 tax processing vendor and learned from its President that the 1099 information

had been posted by the vendor on its FTP server for use by a subcontractor who had been tasked with performing the actual 1099 processing. Six Red Marbles has learned that the 1099 information may have been on the FTP server since September, 2014.

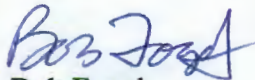
Six Red Marbles is not aware of, and has not received any reports of, the misuse of the personal information that was posted by the vendor on the vendor's FTP site.

Six Red Marbles is in the process of notifying the persons whose information was posted on the FTP site that it recently discovered that their personal information, including social security number, had been posted by one of its vendors on an unprotected FTP server, that the information has since been removed from the server, and that steps should be taken to be alert to signs of any misuse of their personal information. These persons will also be advised of their right to obtain a police report, how to request a security freeze and the ability to obtain credit reports from any of the credit reporting agencies. Six Red Marbles will offer each person credit monitoring services for a reasonable period of time.

Six Red Marbles will continue to investigate this incident, will monitor any inquiries from the persons impacted, and will advise your office if there are any new significant information is learned.

We are, of course, available to discuss this matter with you, if you wish, at your convenience.

Sincerely,



Bob Fogel
Chief Executive Officer

cc: Christian W. Habersaat, Esq.

