Blackhawk Network: Notice of Security Incident

Dear [INDIVIDUAL NAME]:

We value your business and respect the privacy of your information, which is why, as a precautionary measure, we are writing to let you know about an incident that may have involved your account on GiftCards.com.

After detecting some unusual activity on GiftCards.com starting August 8th, our security team conducted an investigation and determined that one or more unauthorized external individuals attempted to access a number of customer accounts through a process of guessing login emails and passwords. The perpetrators appear to have successfully accessed a small number of accounts.

For any account successfully accessed, the perpetrator(s) would have only had access to the transaction history, original balance information for your gift card(s), and basic account information. This would include your name, email address, postal address, the name and contact information of any gift card recipient(s), and the last four digits of the credit card used in prior transactions. They would not have been able to access the full numbers of any gift cards purchased or the credit cards used to purchase gift cards through your account. Further, the perpetrators would not have been able to initiate a transaction using your stored cards without the Card Identification Number (CID) – the 3- or 4-digit verification code – for your credit card.

Out of an abundance of caution, we have reset the password on your account. You will be required to set a new password before you can access your account again. You can use this link to create your new password: https://www.giftcards.com/password-reset.

While we are continuing to investigate the matter, there is no indication that these attacks against individual accounts resulted in, or were the product of, any type of data breach involving our systems. The accounts affected appear to be limited to those with weak passwords or whose passwords may have been compromised through breaches at other unaffiliated third-party sites. You should remain vigilant against incidents of identity theft and fraud by reviewing account statements and monitoring credit reports for suspicious activity, and reporting any suspected identity theft to law enforcement and your state's attorney general.

Because these attacks were focused on attempting to access accounts with weak or compromised passwords, you should take this opportunity to review your password practices. When setting a new password, we recommend using some simple techniques to improve your security, including using a long and complex password that is hard for others to guess and includes a combination of numbers, letters, and symbols. You should also use a different password for every site; to make that easier, consider using password manager software to organize and secure your passwords. For more password tips, we recommend reading Consumer Reports' "Tips for Better Passwords" (available at https://www.consumerreports.org/digital-security/tips-for-better-passwords/).

Blackhawk Network values your privacy and deeply regrets that this incident occurred. For further information and assistance, please contact our GiftCards.com Customer Service at (877) 944-3822 or visit https://www.giftcards.com/help-links. Please also see the Additional Information at the end of this email for further information and contact details you may find helpful.

Sincerely,

Nick Samurkas Chief Operating Officer

Additional Information

You can further educate yourself regarding identity theft, fraud alerts, and the steps you can take to protect yourself, by contacting the Federal Trade Commission or your state Attorney General. The Federal Trade Commission can be reached at: 600 Pennsylvania Avenue NW, Washington, DC 20580, www.ftc.gov/idtheft/, 1-877-ID-THEFT (1-877-438-4338); TTY: 1-866-653-4261. If you are the victim of identity theft, you also have the right to file a police report and obtain a copy of it. This notice has not been delayed as a result of a law enforcement investigation.

You can also find additional information from the below credit reporting agencies about fraud alerts and security freezes.

Fraud Alerts

Equifax Information Services LLC
P.O. Box 105069
Atlanta, GA 30348
866-349-5191
https://www.alerts.equifax.com/AutoFraud Online/jsp/fraudAlert.jsp

Experian
P.O. Box 9554
Allen, TX 75013
888-397-3742
https://www.experian.com/ncaconline/fraudalert

TransUnion Fraud Victim Assistance
P.O. Box 2000
Chester, PA 19016
888-909-8872
https://fraud.transunion.com/fa/fraudAlert/landingPage.jsp

Security Freezes

Equifax Security Freeze
P.O. Box 105788
Atlanta, GA 30348
800-685-1111
https://www.freeze.equifax.com/Freeze/jsp/SFF_PersonalIDInfo.jsp

Experian Security Freeze
P.O. Box 9554
Allen, TX 75013
888-397-3742
https://www.experian.com/freeze/center.html

TransUnion LLC
P.O. Box 2000
Chester, PA 19016
888-909-8872
https://freeze.transunion.com/sf/securityFreeze/landingPage_isp

State Attorneys General

You can obtain further information on how to file such a complaint by way of the contact information listed above. Instances of known or suspected identity theft should also be reported to law enforcement, including your state Attorney General.

For lowa residents, the Attorney General can be contacted at Hoover State Office Building, 1305 E. Walnut St., Des Moines, IA 50319, 1-888-777-4590, <u>www.iowaattorneygeneral.gov</u>.

For Maryland residents, the Attorney General can be contacted at 200 St. Paul Place, Baltimore, MD 21202, 1-888-743-0023, www.marylandattorneygeneral.gov.

For New York residents, the Attorney General can be contacted at 120 Broadway, 3rd Floor New York, NY 10271, Fax: 212-416-6003, breach.security@ag.ny.gov.

For North Carolina residents, the Attorney General can be contacted at 9001 Mail Service Center, Raleigh, NC 27699, 919-716-6400, www.ncdoj.gov.

For Oregon residents, the Attorney General can be contacted at Oregon Department of Justice, 1162 Court Street NE, Salem, OR 97301, 1-877-9392, www.doj.state.or.us/.

For Rhode Island residents, the Attorney General can be contacted at Office of the Attorney General, 150 South Main Street, Providence, Rhode Island 02903, 401-274-4400, www.riag.ri.gov.

For all other residents, information on how to contact your state attorney general may be found at www.naag.org/naag/attorneys-general/whos-my-ag.php.