#### FAQ'S

## **About the incident**

# 1. I have heard that there was a data breach on a VTech website – can you confirm if this is true?

We can confirm that on November 14 HKT an unauthorized party accessed VTech customer data on our Learning Lodge app store customer database and Kid Connect servers. Learning Lodge allows our customers to download apps, learning games, e-books and other educational content to their VTech products. Kid Connect allows parents using a smartphone app to chat with their kids using a VTech tablet.

### 2. What website was affected?

VTech's Learning Lodge app store customer database was affected and VTech Kid Connect servers accessed. As a precautionary measure, we have suspended Learning Lodge, the Kid Connect network and the following websites temporarily whilst we conduct a thorough security assessment.

- www.planetvtech.com
- www.lumibeauxreves.com
- www.planetvtech.fr
- www.vsmilelink.com
- www.planetvtech.de
- www.planetvtech.co.uk
- www.planetvtech.es
- www.proyectorvtech.es
- www.sleepybearlullabytime.com
- de.vsmilelink.com
- fr.vsmilelink.com
- uk.vsmilelink.com
- es.vsmilelink.com

## 3. How did you find out about the breach?

- We received an email from a journalist asking about the incident on November 23 EST. After receiving the email, we carried out an internal investigation and on November 24 detected that some irregular activity took place on our Learning Lodge website on November 14 HKT.
- We immediately conducted a comprehensive check of the affected site and have taken thorough actions against future attacks.

## 4. When did you find out about the breach?

Our investigation confirmed on November 24 HKT that a breach had occurred.

### 5. Why did you not inform customers and the public earlier?

After confirming the facts surrounding the unauthorized access to our customer database, we informed our customers as swiftly as possible on November 27 HKT.

## 6. How many customers are affected?

Our Learning Lodge and PlanetVTech customers are affected. Here is the details:

## a. Learning Lodge

In total 4,854,209 customer (parent) accounts and 6,368,509 related kid profiles worldwide are affected. Among those 6.3 million kid profiles, 1.2 million of them have Kid Connect app enabled. Kid profiles unlike account <u>only</u> include name, gender and birthdate.

## b. PlanetVTech

There are 235,708 parent accounts and 227,705 kids' profiles in PlanetVTech.

# 7. Could you provide a breakdown of number of people affected by each country?

Upon detailed investigation, the breakdown of Learning Lodge customers by country is as follows:

| Country             | Parent Accounts | Child Profiles |
|---------------------|-----------------|----------------|
| United States       | 2,212,863       | 2,894,091      |
| France              | 868,650         | 1,173,497      |
| United Kingdom      | 560,487         | 727,155        |
| Germany             | 390,985         | 508,806        |
| Canada              | 237,949         | 316,482        |
| Others              | 168,394         | 223,943        |
| Spain               | 115,155         | 138,847        |
| Belgium             | 102,119         | 133,179        |
| Netherlands         | 100,828         | 124,730        |
| Republic of Ireland | 40,244          | 55,102         |
| Latin America       | 28,105          | 36,716         |
| Australia           | 18,151          | 23,096         |
| Denmark             | 4,504           | 5,547          |
| Luxembourg          | 4,190           | 5,014          |
| New Zealand         | 1,585           | 2,304          |

- 8. How could the hackers have hacked into your database so easily? It is a criminal act and a well-planned attack. Our Learning Lodge, Kid Connect and PlanetVTech databases have been attacked by a skilled hacker. Upon discovering the breach, we immediately conducted a comprehensive check of the affected site and have taken thorough actions against future attacks. Based on our latest investigation, all other VTech online sites have not been affected.
- 9. Can you confirm that the hacker has taken photos and chats of children and their parents on Kid Connect, as reported by Motherboard?

As the investigation is on-going, we cannot confirm at this stage.

10. There are also claims that chat logs and audio files on Kid Connect were leaked. Can you confirm this as well? Why did you store chat logs, and other data, on your servers, rather than just locally on devices?

As the investigation is on-going, we cannot confirm at this stage.

## What does this mean for me?

#### 11. Where are those affected customers located?

Our database includes customer data from the following countries: USA, Canada, United Kingdom, Republic of Ireland, France, Germany, Spain, Belgium, the Netherlands, Denmark, Luxembourg, Latin America, Hong Kong, China, Australia and New Zealand.

### 12. What kind of information is stored in the database?

- Parent account information including name, email address, secret question and answer for password retrieval, IP address, mailing address, download history and encrypted password.
- Kid profiles include name, genders and birthdates.
- Encrypted Learning Lodge's contents including, Kid Connect's profile photos, undelivered Kid Connect messages, bulletin board postings and Learning Lodge content (ebooks, apps, games etc).
- Download sales report logs.
- Progress logs to track kids games, for parents' reference.
- It does not contain any credit card or debit card or other financial account information. VTech does not process nor store any customer credit card data on the Learning Lodge website. To complete the payment or check-out process of any downloads made on the Learning Lodge website, our customers are directed to a secure, third party payment gateway.
- It <u>does not</u> contain ID card numbers, Social Security numbers, driving license numbers or similar data.

#### 13. Was any credit card information stolen?

No, our Learning Lodge website database <u>does not</u> contain any credit or debit card or other financial account information, and VTech does not process or store any customer credit or debit card data on the Learning Lodge website. To complete the payment or check-out process of any downloads made on the Learning Lodge website, our customers are directed to a secure, third party payment gateway.

### 14. Why do you need to retain this customer information?

Learning Lodge allows our customers to download apps, learning games, e-books and other educational content to their VTech products. Customers need to set up an account for such transactions. The information is used to identify the customer, market our content and track their downloads.

## 15. Is there anything I can do to better protect myself?

Whilst all personal customer passwords are encrypted, even encrypted data can be susceptible to skilled hackers, so we are advising you to immediately change your passwords on any other sites or services that may use the same email, secret question and answer, and password combination.

## 16. What is VTech doing to protect data stored on Kid Connect?

The Kid Connect service has been temporarily suspended. We are reviewing our security protocols and will delete all Kid Connect bulletin board contents and unsent messages before we restart the service.

# 17. How can I change my password or delete my Learning Lodge account and personal data stored on your servers?

As a precautionary measure, we have temporarily suspended Learning Lodge and Kid Connect service along with a number of other websites to conduct a thorough security assessment and whilst we implement additional security protocols. We will advise our customers of further action when the websites are ready to be reactivated.

# 18. When can we expect that Learning Lodge will be online again? Should I then register again?

We are working as fast as possible to resume our service. We will advise our customers of further action when the websites are ready to be reactivated.

### What are VTech doing to make it right?

## 19. What are VTech doing to protect their customer information?

Upon discovering the breach we immediately conducted a comprehensive check of the affected sites and are taking thorough actions against future attacks.

The investigation continues as we look at additional measures to strengthen our Learning Lodge database and Kid Connect security. We are committed to protecting our customer information and their privacy, to ensure against any such incidents in the future. Our Privacy Statement can be found here.

## 20. Have VTech informed their customers?

Yes, we have communicated the breach with our customers and the general public. We have posted a statement on our website <a href="https://www.vtech.com/en/media/press-releases">https://www.vtech.com/en/media/press-releases</a>. We will add additional notices when appropriate.



Email has been set up to handle any enquiries as follows:

- US: vtechkids@vtechkids.com
- Canada: toys@vtechcanada.com
- France: explora\_park@vtech.com
- Germany: downloadmanager@vtech.de
- Netherlands: exp@vtech.com
- Spain: informacion@vtech.com
- UK: consumer\_services@vtech.com
- Australia and New Zealand: enquiriestoys\_aunz@vtech.com
- Hong Kong: corporate\_mail@vtech.com
- Other countries and regions: corporate\_mail@vtech.com

## 21. Will you suspend Kid Connect?

Kid Connect together with Learning Lodge and a number of other websites have been suspended since November 29 HKT.

#### 22. What other measures have VTech taken?

- We have temporarily suspended the Learning Lodge website, Kid Connect and a number of other sites to ensure that our customer data is safe from any further attacks.
  - www.planetvtech.com
  - www.lumibeauxreves.com
  - www.planetvtech.fr
  - www.vsmilelink.com
  - www.planetvtech.de
  - www.planetvtech.co.uk
  - www.planetvtech.es
  - www.proyectorvtech.es
  - www.sleepybearlullabytime.com
  - de.vsmilelink.com
  - fr.vsmilelink.com
  - uk.vsmilelink.com
  - es.vsmilelink.com
- We are in the process of engaging an independent third party security consultancy firm who will work with our engineers to complete a thorough forensic investigation and help us to design a new more secure approach to our data security.
- We are also taking this opportunity to identify and review all aspects of how we handle customer information and make recommendations for how we can improve our data security processes.

# 23. Have VTech reported the case to any authorities? Are you being investigated?

We have appointed data security legal specialists who are in the process of liaising with local authorities. We are committed to learning from this incident - making the necessary improvements to our network security to ensure that our customers can continue to enjoy our products, safe in knowledge that their data is secure.