

**North Carolina Security Breach Reporting Form
Pursuant to the Identity Theft Protection Act of 2005**

Name of Business Owning or Licensing Information Affected by the Breach: The Gymboree Corporation
Address: 500 Howard Street
San Francisco, CA 94105
Telephone: 415-278-7913
Fax: 415-278-7562
Email: Deborah Klaus@gymboree.com

PLEASE SUBMIT FORM TO:
Consumer Protection Division
NC Attorney General's Office
9001 Mail Service Center
Raleigh, NC 27699-9001
Telephone: (919) 716-6000
Toll Free in NC: (877) 566-7226
FAX: (919) 716-6050

Date Security Breach Reporting Form submitted: December 15, 2006
Date the Security Breach was discovered: August 18, 2006
Estimated number of affected individuals: 30,285
Estimated number of NC residents affected: 534

Name of business maintaining or possessing information that was the subject of the Security Breach, if the business that experienced the Security Breach is not the same entity as the business reporting the Security Breach (pursuant to N.C.G.S. § 75-65(b)): N/A

Describe the circumstances surrounding the Security Breach and state whether the information breached was in electronic or paper format: Three laptops were stolen from Headquarters; one laptop contained personal information of some current and some former employees.

Regarding electronic information breached, state whether the information breached or potentially breached was password protected or encrypted in some manner. yes If so, please describe the security measures protecting the information: The information was password protected

Describe any measures taken to prevent a similar Security Breach from occurring in the future: See Attached

Date affected NC residents were/will be notified: On or about October 10, 2006.

If there has been any delay in notifying affected NC residents, describe the circumstances surrounding the delay pursuant to N.C.G.S. § 75-65(a) and (c): N/A

If the delay was pursuant to a request from law enforcement pursuant to N.C.G.S. § 75-65(c), please include the written request or the contemporaneous memorandum.

How NC residents were/will be notified?

(pursuant to N.C.G.S. § 75-65(e))

Please attach copy of the notice if in written form or a copy of any scripted notice if in telephonic form.

- written notice
- electronic notice (email)
- telephone notice
- substitute notice

Signature: Deborah A Klaus Date: Dec. 15, 2006

Contact Person, Title: Deborah Klaus, Legal Counsel

Address: _____

(if different from above)

Telephone: 415-278-7913 Fax: 415-278-7562 Email: Deborah Klaus@gymboree.com

DEC 19 2006

The Gymboree Corporation

At the time of the theft, we were in the process of installing encryption software on laptops containing sensitive information and have now completed the process.

The Company is in the process of implementing additional physical security measures.