

**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: AT&T Corp
Address: 175 E Houston, ST
San Antonio, TX 78205
Telephone: 210-351-5048
Fax: 210-351-3309
Email: SR7335@att.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: 9/14/07

Date the Security Breach was discovered: 7/31/07

Estimated number of affected individuals: AT&T is not releasing nationwide data

Estimated number of NC residents affected: 6,700

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)): AT&T is not releasing the vendor name

Describe the circumstances surrounding the Security Breach and state whether the information breached was in electronic or paper format: Data was stored in unencrypted files on a laptop that was stolen from a vendor employee's locked vehicle.

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 computer and most files were password protected; some files were encrypted.

Describe any measures taken to prevent a similar Security Breach from occurring in the future: AT&T has taken proactive steps to reinforce & communicate its data protection policies internally, and the vendor has retained a security consultant & implemented an extensive security plan.

Date affected NC residents were/will be notified: Aug 20-22, 2007

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): The data on the laptop had to be recreated from other sources, analyzed & compared to other databases to generate a full address list.

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))

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

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

Signature: Anne Wolfe Date: 9/14/07
Contact Person, Title: Anne Wolfe, AVP- Regulatory Compliance
Address: {Same as above}
(if different from above)
Telephone: 210-351-5052 Fax: 210-351-2594 Email: AW1691@att.com



August 20, 2007

Equifax promotion code: 50086-XXXXXXXX

SAMPLE A SAMPLE
123 SAMPLE AVE
SAMPLE MO 12345-6789

Re: Important Notice – Potential Exposure of Personal Identifying Information

Dear Sir or Madam:

This letter is to advise you of a recent theft of a laptop computer containing legacy AT&T Corp. benefits plan information, including plan participants' names, Social Security numbers, and certain benefits information. Unfortunately, some of your personal information was contained in these files.

The laptop was stolen from an employee of a professional services firm doing work for AT&T. AT&T has reported this incident to law enforcement authorities and believes that the theft was a random crime. The laptop was password protected and we have no evidence that your personal information has been, or will be, used for unauthorized purposes. However, as a precaution, we are notifying you that the possibility exists that this information could be fraudulently used to open or access your credit accounts.

Furthermore, AT&T is offering you, free of charge, one year of Equifax Credit Watch Gold™ credit monitoring and identity-theft protection. Included in the Equifax service is an "early warning system" to notify you of changes to your credit file. **Please see the explanation and instructions on the reverse side of this letter on how to sign up for the Equifax plan.**

Finally, we urge you to contact any of the major credit-reporting agencies to place a fraud alert on your credit report. On the reverse side of this letter are details on how to contact the credit reporting agencies.

AT&T deeply regrets this incident and is taking steps to reinforce that our policies to safeguard your information are strictly followed to avoid future such incidents.

If you have questions, please call (800) 429-9697.

Sincerely,

A handwritten signature in cursive script that reads "Dorothy Attwood".

Dorothy Attwood
Chief Privacy Officer

If you would like to take advantage of AT&T's offer for free credit monitoring, you may enroll at no cost in Equifax Credit Watch Gold™ and you may also place a fraud alert on your credit file. To take advantage of the free Equifax Credit Watch Gold offer, you must enroll by Nov. 1, 2007. Detailed enrollment steps follow.

EQUIFAX CREDIT WATCH GOLD™

Equifax 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 Equifax credit file. The key features and benefits are:

- Comprehensive credit file monitoring of your Equifax credit report with daily notification of key changes to your credit file.
- Wireless alerts and customizable alerts available
- Unlimited access to your Equifax Credit Report™
- \$20,000 in identity-theft insurance with \$0 deductible, at no additional cost to you †
- 24 by 7 live agent Customer Service to assist you in understanding the content of your Equifax credit information, to provide personalized identity-theft victim assistance and in initiating an investigation of inaccurate information.

How to enroll online: Visit www.myservices.equifax.com/gold

1. 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.
2. Identity Verification: complete the form with your Social Security number, date of birth, telephone numbers, 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.
3. Payment Information: During the "check out" process, provide the promotional code found on the top front of this letter into 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.)
4. Order Confirmation: – Click "View My Product" to access your Equifax 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: Enter your promotion code as shown on the top of this letter (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 cannot 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 cannot be verified using the information provided).

FRAUD ALERTS

In addition to credit monitoring, we suggest that you contact the fraud departments of any one of the three major credit-reporting agencies and let them know you may be a potential victim of identity theft. That agency will notify the other two. Through that process, a "fraud alert" will automatically be placed in each of your three credit reports to notify creditors not to issue new credit in your name without gaining your permission. Contact:

<p><u>Equifax</u> P.O. Box 740241 Atlanta, GA 30374 To report fraud, call: 1-877-478-7625 Website: www.equifax.com</p>	<p><u>Experian</u> P.O. Box 2002 Allen, TX 75013 To report fraud, call: 1-888-397-3742 Website: www.experian.com</p>	<p><u>TransUnion</u> P.O. Box 6790 Fullerton, CA 92834 To report fraud, call: 1-800-680-7289 Website: www.transunion.com</p>
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We also encourage you to carefully review your credit report(s). Look for accounts you did not open. Look for inquiries from creditors that you did not initiate. Also review your personal information for accuracy, such as home address and Social Security number. If you see anything you do not understand or that is inaccurate, call the credit reporting agency at the telephone number on the report. If you find suspicious activity on your credit reports or bank account, call your local police or sheriff's office and file a police report of identity theft. Get a copy of the police report. You may need copies of the police report to clear your personal records.

† 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 7,028,052.