



Lam Research Corporation
4650 Cushing Parkway
Fremont, CA 94538 – 6470 U.S.A.
Main 510.572.0200

April 2, 2010

Janet T. Mills, Esq.
Office of the Attorney General
6 State House Station
Augusta, Maine 04333-006

Dear Attorney General Mills:

I am writing on behalf of Lam Research Corporation (“Lam Research”) to inform you of a security breach potentially affecting four Maine residents. On the night of March 9 or early morning of March 10, a thief stole a backpack and other personal items from the car of a Lam Research employee who works in Fremont, California. The backpack contained a laptop computer used by the employee for work. The employee immediately reported the theft to local law enforcement. The investigation into the theft is on-going, and Lam Research is cooperating fully.

Lam Research has worked diligently to determine the identity of the Company’s employees whose personal information may have been compromised by this theft. Lam Research has been able to determine as of the date of this letter that four individuals who reside in Maine may have been affected by the theft. Lam Research anticipates that it will mail the formal notice of security breach to the affected employees on or about April 5, 2010. A copy of the letter that will be sent to affected Maine residents is attached.

If you have any questions concerning the matters discussed above, please do not hesitate to contact me at (510) 572-5712.

Sincerely,

A handwritten signature in cursive script that reads "Mary Duffy".

Mary Duffy
Managing Director of HR Operations

CONSUMER PROTECTION DIVISION
RECEIVED

APR 8 2010

OFFICE OF ATTORNEY GENERAL



Lam Research Corporation
4650 Cushing Parkway
Fremont, CA 94538 – 6470 U.S.A.
Main 510.572.0200

April 5, 2010

Name of Recipient]
[Street Address]
[City/State/Zip

Dear [NAME OF RECIPIENT]:

Lam Research recognizes the importance of safeguarding its employees' and contract workers' personal information. To that end, Lam Research has implemented administrative, technical and physical safeguards for that information. Even the most rigorous safeguards, however, cannot guarantee protection against criminal conduct.

On the night of March 9 or early morning of March 10, a thief stole a backpack and other personal items from the car of a Lam Research Fremont employee. The backpack contained a laptop computer used by the employee for work. The employee immediately reported the theft to local law enforcement and to Lam Security. The investigation into the theft is on-going, and Lam Research is cooperating fully.

Since learning of the theft, Lam Research has worked diligently and on an expedited basis to reconstruct the information stored on the stolen laptop. Our investigation thus far indicates that the laptop contained reports with the first and last name and Social Security number (SSN) of Lam Research North America regular employees who were employed by Lam Research as of January 1, 2008, or hired by Lam Research after that date, and the same information for some temporary or contract workers retained after August 2007.

You are receiving this letter because Lam Research has reason to believe that you are one of those Lam Research North America employees or temporary/contract workers whose name and SSN were on the stolen laptop. We are relieved to report that the stolen laptop was password and fingerprint protected and did not contain credit or debit card numbers or financial account numbers.

In addition, neither the vehicle nor the stolen backpack would suggest to the perpetrator the nature of the information stored on the laptop. Consequently, we have no reason to believe that the theft was directed at the information stored on the laptop. We also have received no reports to date indicating that the information stored on the laptop has been misused.

Lam Research regrets that this incident has occurred, and we apologize for any concerns or inconvenience it may cause you. We are committed to maintaining robust policies and procedures regarding data handling to protect your confidential information. We are reviewing our policies and practices and will take any steps deemed appropriate to reduce the risk of a recurrence.

In addition, out of an abundance of caution and to address concerns you may have and lessen the potential inconvenience to you, **we have arranged for you to receive one year of identity protection through the Debix Identity Protection Network at no cost to you.** From the date you set up an account with Debix, Debix will enroll you in its OnCall Credit Monitoring™ service through which Debix will provide you with credit alerts about transactions involving your personal information, help you stop the transaction if desired, and assist you in resolving identity theft if it does occur. If you choose to enroll with Debix, you will receive the following benefits:

- An OnCall Credit Alert™ call from Debix every time a creditor makes an inquiry to your credit file or when there are changes made to your credit file, such as a change of address or new account;
- Up to \$1,000,000 in identity theft insurance coverage;
- A special Lam-specific call center (877-313-1394) to respond to your questions about this incident and how to protect yourself from identity theft;
- If you believe your information may have been misused, Debix will investigate the incident for you; and
- Enrollment in Debix Fraud Resolution Services. If you suspect, or have been victimized by, identity theft, Debix will help resolve the fraud and restore your credit.

Debix has a simple Internet-based enrollment and verification process. To sign up for Debix, go to <http://www.debix.com/safe> and enter the activation code provided below. Once you have entered your activation code, click on "Sign up now" on the right side of the page and follow the web site's instructions. Please note that if you enroll online, part of the sign-up process may include receiving a phone call from Debix soon after you initiate the registration process. We encourage you to enroll quickly. Alternatively, if you do not wish to enroll over the Internet, or if you have questions regarding the Debix services being offered, we have set up a **special Lam Research-specific hotline at 877-313-1394**, which you can call. If you prefer to register by U.S. mail, you can use the enclosed mail-in registration form. You have until the date listed below to enroll.

Your **Debix Activation Code** is the following: [insert code].

RECIPIENT
April 5, 2010
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You must enroll by: **June 30, 2010**

The Debix service will be valid for one year from the date you register for it, with the credit protection retroactive to the date of the theft incident (March 10). If you have any questions about Debix or its services, please contact Debix standard customer service directly at 888-332-4963. Their support is available Monday to Friday, 9 a.m. to 5 p.m. Central time.

In addition to arranging for one year of free identity protection, we are providing you with the **Recommended Steps** enclosed with this letter. The enclosure provides you with additional information on how to protect yourself against the possibility of identity theft. Please review it carefully.

Again, Lam Research regrets that this incident has occurred. In response and to fully assist our affected employees and temp/contract workers, we are taking the actions outlined in this letter, such as providing, at no cost to you, the Debix credit monitoring, assistance and resolution services (including a Lam-specific hotline and \$1,000,000 in credit damage insurance). If you have any difficulties in enrolling in the Debix service or contacting Debix, you may call Mary Duffy, Lam's Managing Director of HR Operations, at (510) 572-5712, or send an email to mary.duffy@lamresearch.com.

Sincerely,

Sarah A. O'Dowd
Group Vice President, Human Resources

Recommended Steps

By immediately taking the following steps, you can help reduce the risk that your personal information will be misused.

1. Activate the identity protection paid for by Lam Research. You must personally activate the identity protection service — provided by Debix — for it to be effective.

The Notification Letter included in this mailing provides you with instructions and information to activate the identity protection service. If you need assistance, you can contact the Lam-specific hotline administered by Debix directly at **1-877-313-1394**. You can also contact Debix standard customer service (not a Lam-specific service) at 888-332-4963.

2. Place a fraud alert with one of the three national credit bureaus.

You can place an initial fraud alert with one of the three national credit bureaus by phone. If you elect to participate in the identity protection as discussed in #1, above, please wait until **after** you have activated the identity protection before placing a fraud alert. For 90 days, an initial fraud alert tells creditors to follow certain procedures, including contacting you, before they open any new accounts or change your existing accounts. For that reason, placing a fraud alert can protect you but also may delay you when you seek to obtain credit. The contact information for all three bureaus is as follows:

Credit Bureaus

Equifax Fraud Reporting
(800) 525-6285
P.O. Box 740241
Atlanta, GA 30374-0241

Experian Fraud Reporting
(888) 397-3742
P.O. Box 9532
Allen, TX 75013
www.experian.com

TransUnion Fraud Reporting
(800) 680-7289
Fraud Victim Assistance Division
P.O. Box 6790
Fullerton, CA 92834-6790

You need to contact only one of these bureaus and use only one of these methods. As soon as one of the three bureaus confirms your fraud alert, the others are notified to place an alert on their records as well. You will receive confirmation letters in the mail and will then be able to order a credit report from each of the three credit bureaus, free of charge, for your review. You also can ask the credit bureau for information on how to extend your initial fraud alert for seven (7) years.

Under the law of most states, you have the right to place a credit freeze (also known as a security freeze) on your credit file. A credit freeze is designed to prevent potential credit grantors from accessing your credit report without your consent. You can request additional information and instructions for placing a credit freeze from any of the credit bureaus listed above.

3. Review your credit reports. You can receive free credit reports by placing a fraud alert. Under federal law, you also are entitled every 12 months to one free copy of your credit report from each of the three national credit bureaus. To obtain a free annual credit report, go to www.annualcreditreport.com or call 1-877-322-8228. You may wish to stagger your requests so that you receive a free report from one of the three credit bureaus every four months.

When you receive your credit reports, review them carefully for the following: (a) accounts you did not open, (b) inquiries from creditors you did not initiate, (c) personal information, such as home address or Social Security number, that is not accurate, (c) any other suspicious activity. If there is any information that you do not understand, call the credit bureau at the telephone number on the report.

4. Review your account statements. You should carefully review for suspicious activity the statements that you receive from credit card companies, banks, utilities and other service providers.

5. Respond to suspicious activity. If you notice suspicious activity on an account statement, report it to your credit card company or service provider and consider closing the account. You also should consider notifying your local police department and the Federal Trade Commission of any suspicious activity involving your account statements or credit reports.

6. Additional Information. You can obtain additional information about steps you can take to avoid identity theft from the following:

Identity Theft Clearinghouse
Federal Trade Commission
600 Pennsylvania Avenue, NW
Washington, DC 20580
<http://www.ftc.gov/bcp/edu/microsites/idtheft/>
(877) IDTHEFT (438-4338)
TDD: (202) 326-2502