



1201 Third Avenue, Suite 4800
Seattle, WA 98101-3099
PHONE: 206.359.8000
FAX: 206.359.9000
www.perkinscoie.com

Susan L. Lyon

February 9, 2011

State of New Hampshire
Office of the Attorney General
Michael Delaney
33 Capitol Street
Concord, NH 03301

**Re: Notification of Security Breach
Client-Matter No. 40449-0017**

Dear Attorney General Delaney:

I am writing on behalf of Loud Technologies, Inc. to inform you of a security incident involving the theft of password-protected electronic equipment. This breach may have resulted in the unauthorized access to employee information, including social security numbers, of five residents of your state.

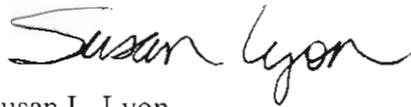
On November 15, 2010, Loud Technologies, Inc. discovered that a number of items, including computer equipment, had been stolen from its facilities. The computer equipment containing personal information was password protected, and the password was not stolen. We have reviewed and fortified our procedures for securing the environment. We are continuing to investigate this incident. We have informed law enforcement and will inform the credit reporting agencies so that they may take appropriate action.

Enclosed, please find a copy of the notification letter that was sent to the affected individuals February 7, 2011.

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Please contact me at the above address with any questions or concerns regarding this incident or at [REDACTED]

Sincerely,

A handwritten signature in cursive script that reads "Susan Lyon". The signature is written in black ink and is positioned above the printed name.

Susan L. Lyon

Enclosure

Dear current or former employee of LOUD Technologies,

I am writing to let you know of an incident that occurred on November 15, 2010, involving the theft of password-protected electronic equipment, among other items belonging to Loud Technologies, Inc. The equipment contained current and former employee information, including your name and social security number.

Circumstances suggest that the motivation behind the theft was to take hardware and other physical items of value, not information. Thankfully, the equipment was also password-protected, and the password was not stolen. We have no reason to believe that your information has been or will be accessed.

We notified and are continuing to investigate this incident with law enforcement. We have reviewed and fortified our procedures for securing the environment. We also notified the credit reporting agencies listed below of this incident.

Although we have not received any reports of actual misuse of personal information resulting from this theft, we recommend that you monitor your financial accounts and credit reports for fraudulent activity and consider contacting the following credit reporting agencies if you wish to activate a fraud alert or obtain a free copy of your credit report:

Equifax: 1-800-525-6285; www.equifax.com; P.O. Box 740241, Atlanta, GA 30374-0241

Experian: 1-888-EXPERIAN (397-3742); www.experian.com; P.O. Box 9532, Allen, TX 75013

TransUnion: 1-800-680-7289; www.transunion.com; Fraud Victim Assistance Division, P.O. Box 6790, Fullerton, CA 92834-6790

As you monitor your transaction records and credit reports, if you suspect fraudulent transactions have occurred, you should contact your local law enforcement agency or the attorney general of your state.

You may contact us by email at EmployeeNotification@loudtechinc.com.

Or by postal mail at
Case Kuehn
C/O LOUD Technologies Inc.
16220 Wood-Red Road NE
Woodinville, WA 98072

Or you can call us at 800-433-7705.

On behalf of Loud Technologies, Inc., we regret any inconvenience this may cause you.

Sincerely,

Case Kuehn
Chief Financial Officer