

Return Mail Processing PO Box 589 Claysburg, PA 16625-0589

December 16, 2022

i7501-L01-0000001 T00001 P001 \*\*\*\*\*\*\*\*SCH 5-DIGIT 12345 SAMPLE A SAMPLE - L01 INDIVIDUAL APT ABC 123 ANY STREET ANYTOWN, ST 12345-6789

# NOTICE OF POTENTIAL CREDENTIAL STUFFING INCIDENT

Dear Sample A. Sample,

DraftKings Inc. ("DraftKings") writes to follow up on our previous email sent to you notifying you of a potential incident involving your DraftKings account and directing you to reset your account password. We provide this notice to offer additional information concerning the incident and to inform you of some steps you can take to better protect yourself.

#### What Happened?

We recently identified suspicious logins to certain DraftKings accounts indicative of credential stuffing attacks. "Credential stuffing attacks" are a specific type of cybersecurity attack in which bad actors use login credentials (e.g., email addresses/usernames and passwords) obtained from a third-party source to gain access to user accounts. Credential stuffing attacks often occur when individuals use the same login credentials on multiple websites, which is why we encourage you to use a unique password for your DraftKings account.

Based on our investigation to date, we believe that attackers may have previously gained access to your username or email address and password from a non-DraftKings source and then used those credentials to access your DraftKings account. Upon discovery of these incidents on November 18, 2022, DraftKings, among other things, promptly investigated and took a number of steps, described below. In the course of these attacks, a limited number of users may have had funds improperly withdrawn from their accounts. We have restored amounts that were withdrawn from certain accounts as determined and identified by DraftKings.

## What Information Was Involved?

Our investigation to date has uncovered no evidence that your login credentials were obtained from DraftKings. However, by obtaining login credentials from a non-DraftKings source and using them in these attacks, bad actors may have been able to log into certain DraftKings accounts. In the event an account was accessed, among other things, the attacker could have viewed the account holder's name, address, phone number, email address, last four digits of payment card, profile photo, information about prior transactions, account balance, and last date of password change.



At this time, there is currently no evidence that the attackers accessed your Social Security number, driver's license number or financial account number. While bad actors may have viewed the last four digits of your payment card, your full payment card number, expiration date, and your CVV are not stored in your account. Therefore, the bad actors were not able to view this information.

# What We Are Doing

We promptly took steps to address these incidents including, among other things, initiating an internal investigation, requiring affected customers to reset their DraftKings passwords and implementing additional fraud alerts. We have restored amounts that have been withdrawn from certain accounts in connection with credential stuffing attacks, as determined and identified by DraftKings. We have also notified certain law enforcement and we intend to assist them.

# What You Can Do

We want to make you aware of steps that you can take as a precaution:

- **Change Account Passwords.** If you haven't done so already, please use the following link to reset your ٠ DraftKings password as soon as possible: https://www.draftkings.com/account/resetpassword. If you use the same or similar passwords with other online accounts, we recommend that you immediately change your password for those accounts as well. You should use different and strong passwords for all accounts/websites. Tips on available creating а strong password are at http://www.connectsafely.org/tips-to-create-and-manage-strong-passwords/.
- Review Accounts and Credit Reports: You can regularly review statements from your accounts and periodically obtain your credit report from one or more of the national credit reporting companies. You may obtain a free copy of your credit report online at <u>www.annualcreditreport.com</u>, by calling toll-free 1-877-322-8228, or by mailing an Annual Credit Report Request Form (available at www.annualcreditreport.com) to: Annual Credit Report Request Service, P.O. Box 105281, Atlanta, GA, 30348-5281. You may also purchase a copy of your credit report by contacting one or more of the three national credit reporting agencies listed below.

You should remain vigilant with respect to reviewing your account statements and credit reports, and you should promptly report any suspicious activity or suspected identity theft to the proper law enforcement authorities, including local law enforcement, your state's attorney general, and/or the Federal Trade Commission ("FTC"). You may contact the FTC or your state's regulatory authority to obtain additional information about avoiding and protecting against identity theft. The FTC can be reached at: Federal Trade Commission, Consumer Response Center 600 Pennsylvania Avenue, NW, Washington, DC 20580, 1-877-IDTHEFT (438-4338), www.ftc.gov/idtheft.

**For New York Residents**: You may also obtain information about preventing and avoiding identity theft from the New York Attorney General's Office: Office of the Attorney General, The Capitol, Albany, NY 12224-0341, 1-800-771-7755, <u>https://ag.ny.gov/internet/privacy-and-identity-theft</u>.

**For North Carolina Residents**: You may also obtain information about preventing and avoiding identity theft from North Carolina Attorney General's Office: North Carolina Attorney General's Office, Consumer Protection Division, 9001 Mail Service Center, Raleigh, NC 27699-9001, 1-877-5-NO-SCAM, <u>www.ncdoj.gov</u>.

• Security Freezes and Fraud Alerts: You have a right to place a security freeze on your credit report, which will prohibit a consumer reporting agency from releasing information in your credit report without

your express authorization. The security freeze is designed to prevent credit, loans, and services from being approved in your name without your consent. However, you should be aware that using a security freeze to take control over who gets access to the personal and financial information in your credit report may delay, interfere with, or prohibit the timely approval of any subsequent request or application you make regarding a new loan, credit, mortgage, or any other account involving the extension of credit. Please contact the three major credit reporting companies as specified below to find out more information about placing a security freeze on your credit report.

A security freeze does not apply to a person or entity, or its affiliates, or collection agencies acting on behalf of the person or entity, with which you have an existing account that requests information in your credit report for the purposes of reviewing or collecting the account. Reviewing the account includes activities related to account maintenance, monitoring, credit line increases, and account upgrades and enhancements. Please contact the three major credit reporting companies as specified below to find out more information about placing a security freeze on your credit report.

As an alternative to a security freeze, you have the right to place an initial or extended fraud alert on your credit file at no cost. An initial fraud alert is a 1-year alert that is placed on a consumer's credit file. Upon seeing a fraud alert display on a consumer's credit file, a business is required to take steps to verify the consumer's identity before extending new credit. If you are a victim of identity theft, you are entitled to an extended fraud alert, which is a fraud alert lasting 7 years. You can place a fraud alert on your credit report by contacting any of the three national credit reporting agencies at the addresses or tollfree numbers listed below.

You can obtain more information about fraud alerts and credit freezes by contacting the FTC or one of the following national credit reporting agencies:

| National Credit Reporting Agencies Contact Information                   |  |  |
|--|--|--|
| Equifax (www.equifax.com)<br>General Contact:                            | Experian<br>(www.experian.com)               | TransUnion<br>(www.transunion.com)                     |
| P.O. Box 740241, Atlanta, GA 30374<br>800-685-1111                       | General Contact:<br>P.O. Box 2104, Allen, TX | General Contact, Fraud Alerts<br>and Security Freezes: |
| Fraud Alerts and Security Freezes:<br>P.O. Box 740256, Atlanta, GA 30374 | 75013<br>888-397-3742                        | P.O. Box 2000, Chester, PA<br>19022<br>800-916-8800    |
|  | Fraud Alerts and Security<br>Freezes:        |  |
|  | P.O. Box 9556, Allen, TX<br>75013            |  |

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## For More Information

If you have any further questions regarding this incident, or to report a suspected unauthorized withdrawal on your account, please call our dedicated and toll-free response line that we have set up to respond to questions at 1-888-397-0035 between the hours of 9am – 11pm Eastern, Monday through Friday, and 11am – 8pm Eastern, Saturday and Sunday. Please be prepared to reference engagement **B082552** when speaking with an agent.

Sincerely,

DraftKings Inc.

