## UNITED STATES OF AMERICA FEDERAL TRADE COMMISSION

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In the Matter of	)	AGREEMENT CONTAINING CONSENT ORDER
COMPETE, INC.,	,	CONSENT SINDER
a corporation.	)	FILE NO. 102 3155
		)

The Federal Trade Commission has conduted an investigation of cetain acts and practices of Competent. ("proposed espondent"). Proposed espondent, having een represented by counsel, is willing to entento an agreement containing conset order esolving the allegations contained in the tached daft complaint. Therefore,

IT IS HEREBY AGREED by and betwen Compete, nlc., by its duly authorized officer, and counsel for the Federal Trade Commission that:

- 1. Proposed repondent Competent., is a Deaware corporation with its principal placef business at 501 Beston Street, Suite 6101, Boston, Massachutte.
- 2. Proposed respondent admits all the jurisdictional facts set forth in the draft complaint.
- 3. Proposed respondent waivenission's decision contain a statement of findings

of fact and conclusions of law; and

- C. All rights to seek judicial review or otherwise to challenge or contest the validity of the order entered pursuant to this agreement.
- 4. This agreement shall not become proof the public ecord of the proeedingunless and until it is accepted by the Commission. If this agreement is accepted by the Commission, it, together with the drate complaint, will be place on the public record for a period of thirty (30) days and information about it publicly released. The Commission therefarer may either withdraw its acceptance of this agreement and sonotify proposed respondent, in which event it will take such ation as it may consider appropriate or issue and see its complaint (in such

form as the dircumstances may require) and decision in disposition of the proceeding.

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B. In communications disse

- 7. "Personal Information" shall mean individually identifiable information from or bout an individual consumer including but not limited to: (a) afirst and last name(b) a homeor other physical address, including street name and name of city or town; (c) an email address or other online contact information, such as an instant mesisagguse identifier or a sceen name; (d) telephone number; (e) a Social Security number; (f) a diver's license number or other government-issued identification number; (g) a bank account, debit card, or credit card account number; (h) presistent identifier such as a ustomer number had in a "cookie" or static P address; oi)(a biometric ecord.
- 8. "Third Party" shall mean any individual or entity other than respondent, except that a third party shall not include a service provider of respondent that:
  - A. Only uses or receives information colleted by or on behild of respondent for rad at the direction of the respondent and no other individual or entity;
  - B. Does not disclose the infromation, or anyindividually identifiable information derived from it, to anyindividual or entityother than espondent; and
  - C. Does not use the infimation for any other purpose
- 9. Unless otherwise indicated, responder shall mean Competend, and its successors and assigns, and its officers, agents, representatives, and employees.

١.

IT IS ORDERED that respondent, directly or indirectly, including through any contract, agreement, license, sale, or arrangement with any Third Party, is prohibited from:

- A. Collecting any information from any Data Collection Agent made available to consumers directly by respondent after the date of service of this order, unless prior to such collection respondent has:
  - 1. Disclosed to the consumelearly and prominently and prior to the display of and on a separate screen from, any "end user license agreement," "privacy policy," "terms of use" page, or similar document:
    - all the types of information that will be collected, intuding, but not limited to, if applicable, a statement that the information includes consumetransations (both completed and incomplete or communications in forms, online accounts, web-based email accounts, or seath engine pages, and whetherthe information includes personal, finantial or health information; and

- b) how the information is to be used, irlading if it is share with any Third Party and
- 2. Obtained sepress frimative consent from the consumer to the litection, use or shaing of the information.
- B. Collecting any information from any Data Collection Agent made available to consumers by a Third Party after the date of service of this order, unless prior to such collection respondent has opvided the disclosuse and obtained the onsent described in subpart A(-2), or has both required the Third Party by contract to do so, and moritored compliance with such contractual provisions.
- C. Collecting any information from any Data Collection Agent that was made available to consumers there the date of service of this order, unless it has made the disclosure snal obtained the express frimative consent described in subpration A(1-2) or:
  - 1. It has made the isclosure required by Part I(A)(3); and
  - It does not use information collected from an Affected Consumer by a
    Data Collection Agent, except in an aggregate and/or anonynous form
    that does not disclose, report, or otherwise share any individually
    identifiable information.
- D. Using any Collected Information gathered on or after February 1, 2010, unless thas obtained appress from the consumer to the usethe Collected Information, or
  - It does not use the Collecterdormation, except in anggregate and/or anonymous form that does not disclosepore, or othewise share any individually identifiable information; and
  - 2. It does not otherwise aess any Affected Consumes' personal information that was collected by a Data Collection Agent.
- E. Making anymaterial change from stated pratices about collection, use or shring of such information, unless it has obtained expresis ratifive conset from the consumer.

Provided, however, this Part will not apply to the collection, use containing of information as reasonably necessary 1) to comply with applicable law, regulation, or legal process; 2) to enforce respondent's terms of use 3) to detect, prevent, or mitigate

fraud or searity vulnera

## Agent.

B. Provide prompt and free support with clear and prominent contact information to help consumer disable and/or uninstall a facCollection Agent. Fortwo (2) years after the date of service of this order, this support shall include to be telephonic and electronic mail support.

III .

IT IS FURTHER ORDERED that before entering into anycontract, agreement, license, sale, or grangement with anyThird Partyin connection with anyData Collection Agent made available to consumers by such Third Party, Compete, Inc., and its successors and assigns, shall servethe Third Partywith a copyof this order. For anyexisting contract, agreement, license, sale, or grangement with anyThird Partyin connection with anyData Collection Agent made available to consumers by such Third Partyresponder shall serve thehird Partywith a copy of this order within 30 days of service of this order.

IV.

IT IS FURTHER ORDERED that responded, directly or through any corporation, subsidiary division, website, or other viece, in connetion with the offeing of any service or product in or feeting commerce, shall not makenly representation, in any manner expressly or by implication, about the extent to which respondent ctslenaintains and protest he security, privacy, confidentiality, or integrity of any information collected from or about consumers, unless the representation is tucnte

- B. The identification of material internal and external risks that could result in the unauthorized disdosure, misuse loss, alteration, destruction, or other compromise of personal information and an assessment of the sufficiency of any safeguards in placeto control theseistks. At a minimum, this risk assessment should include consideration of risks in each reacof relevant operation, including, but not limited to: (1) employee training and mangement; (2) information systems, including network and software design, information processing storage, transmission, and disposal; and (3) prevention, detection, and response to attacks, intrusions, account takeovers, or other systems failures;
- C. The design and implementation of resonable sæfguards to control the risks identified through risk assessment, anæbular testingor monitoring of the effectiveness of the sæfguards' key controls, systems, and procedures;
- D. The development and user reasonablesteps to selectnal retain service providers apableof appropriatelysafeguarding persona information such service providers eceive from respondent or obita on respondent'

- A. Set forth the spérfic administrative, telonical, and physical safeguards that responder has implemented and intrained during the reporting period;
- B. Explain how such safeguards are appropriate to respondent's size and complexity, and the naure and scope of espondent's activities, and the sensitivity of the personal information collected from or about consumers;
- C. Explain how the sæfguards that hæ been implemented meet oexceed the protections required by Part V of this orderand
- D. Certify that respondet's security program is operating with sufficient effectiveness to provide reasonable assurance that the security, confidentiality, and integrity of personal information is protected and has so operated throughout the reporting period.

Each Assessment shall be passed and complete within sixty (60) days after the end of the reporting period to which the Assessment applies. Respondent shall provide rithical Assessment to the Associal prector for Enforcement, Bueau of Consumer Protection, Eleral Trade Commission, Washington, D.C. 20580, within an (10) days after the Assessment has the prepared. All subsequent biennial Assessments shall be retained by respondent until the order is terminated and provided to the Assignate Director of Enforcement within ten (10) days of request.

VII.

IT IS FURTHER ORDERED that Compete, Inc., and its successors and assigns, shall, within fourteen (14) days afterthe date of service of this order, dete or detroy, Collected Information in repondent's custodyr control that was collected prior to February 1, 2010, unless otherwise dected by a representative of the Commission.

VIII.

IT IS FURTHER ORDERED that Compete, Inc., and its successors and assigns, shall, for a period of five (5) years afterthe last date offissemination of anyepresentation covered by this order, maintainned upon request make avitable to the Commisson for inspetion and copying:

- A. All advertisements, labelingpackaging and promotional material ontaining the representation;
- B. All materials relied upon in disseminating the representation;

- C. All tests reports, studies, surveys, demonstrations, or other evidence in its possession or control that condict, qualify or call into question the representation, or the basis relied upon or the representation, including complaints and other or munications with consumers or with the representation or genizations; and
- D. All acknowledgments of recipt of this order obtained pursuant to PartX.
- E. All notices related to service of the order on Third Parties, pursuant to Part III.
- F. All materials demonstring compliance with Part(B), including all contracts and measure to monitor compliane.

Moreover, for a peirod of three(3) years afterthe date of preparation of each Assessment required under Part VI of this order, respondent shall maintain and upon request make available to the Commission for inspection anothering all materials relied upon to prepare the Assessment, whether prepared by or on behalf of the respondent, including but not limited to all plans, reports, studies, reviews, audits, audit trails, policies, training materials, and assessments, for the compliance period covered by such Assessment.

IX.

IT IS FURTHER ORDERED that Compete, Inc., and its successors and assigns, shall deliver acopyof this order to: (1) all current and future principals, officers, and diretors; and (2) all current and futuremanagers who have responsibilities with respecto the subject matter of this order, and shall secur from each such person a signed and drawd statement anowledging receipt of the order, with anyelectronic signatures complying with the requirements of the E-Sign Act, 15 U.S.C. § 700 to seq Respondent shall deliver this order current personnel within thirty (30) days after the date of service of the order, and to future personnel within thirty (30) days after the person assumes such position or responsibilities.

X.

IT IS FURTHER ORDERED that Compete, Inc., and its successors and assigns, shall notify the Commission at least thirty(30) days prior to anychange in respondent that mayffect complianceobligations arising underthis order, including but not limited to, a dissoloth, assignment, sale, meger, orother action that would result in the enguenceof a successor company the creation or dissolution of a subsidial including an LLC), parent, or affliate that engages in anyacts or pactices subject to this order; the proposed in a bankruptcy petition; or a charge in respondent's namer address. Provided, however, that with respect to any proposed change about which respondent learns less than thirty (30) days prior to the date such action is to take place, respondent shall notify the Commission as soon as is practicable

after obtainingsuch knowledg.

Unless otherwise directed by a representative of the Commission, all notes equired by this Part shall be set by overnight courier (not the U.S. Postal Service) to the sector of Enforcement, Bureau of Consumer Protection, Federal Trade Commissio

Signed this	d <b>any</b>	, 2012.
	С	OMPETE, INC.
	Ву	SCOTT ERNST President Compete, nlc.
	Ву	CHRISTOPHER WOLF Hogan Lovells US LLP Counsel for Respondent
	Ву	GARY KIBEL  Davis & Gilbert LLP  Counsel for Respondent

## FEDERAL TRADE COMMISSION

	Ву:	RUTH YODAIKEN Counsel for the Edeal Trade Commission
		JAMIE E. HINE Counsel for the Edeal Trade Commission
APPROVED:		
MANEESHA MITHAL Associate Dector Division of Privacyand dentity Protection		MARK EICHORN Assistant Director Division of Privacyand dentity Protection
DAVID C. VLADECK Director Bureau ofConsumer Protection		