- laws ensure the protection of such personal determination is referred to commonly as meeting the EU's "adequacy" standard.
- 6. To satisfy the EU adequacy standard for certain commercial transfers, the U.S. Department of Commerce ("Commerce") and the EC negotiated the U.S. Safe Harbor Framework, which went into effect in 2000. The U.S. Safe Harbor Frameworkallows U.S. companies to transfer personal datably from the EU. To join the U.S. EU Safe Harbo Framework a company must settertify to Commerce that it complies with seven principles and related requirements that have been deemed to meet the EU's adequacy standard.
- 7. Companies under the jurisdiction of the U.S. Federal Trade Commission ("FTC"), as well as the U.S. Department of Transportation, are eligible to join the Safe Harbor Framework A companyunder the FTC's jurisdiction that claims it has safelftified to the Safe Harbor principle but failed to selfcertify to Commercemay be subject to an enforcement action based on the FTC's deception authority under Section 5 of the FTC Act.
- 8. Commerce maintains a public website, www.export.gov/safehawhære it posts the names of companies that have sælftified to the U.SEU Safe Harbor Framework. The listing of companies indicates whether their sælftification is "current" or "not current" and a date wæn recertification is due. Companies are required-tæræfy every year in order to retain their status as "current" members of the EUSSafe Harbor Framework.

The U.S-EU Safe Harbor Framework Certification Mark

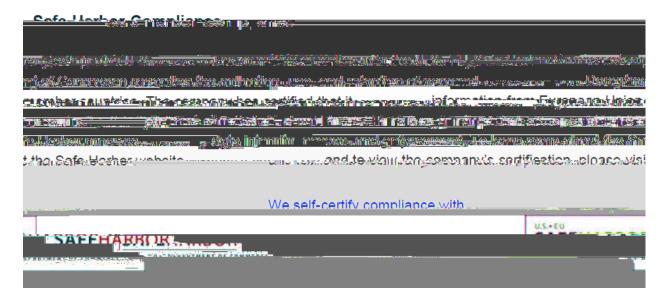
9. In 2008, Commerce developed the UESJ-Safe Harbor Framework Certification Mark ("the mark"). Upon request, Commerce provides the mark to those organizations that maintain a "current" selcertification to the U.SEU Safe Harbor Framework. In addition, Commerce has established certain rules for using the mark, such as requirements relating to the mark's placement on a website and the inclusion of a link to www.export.gov/safeharborThe mark appears as libws:



Violations of Section 5 of the FTC Act

Misrepresentations Regarding Safe Harbor Participation

- 10. In May 2009, respondes tubmitted to Commerce a self-rtification of compliance with the U.S-EU SafeHarborFramework which is publicly available at the www.export.gov/safeharborebsite
- 11. In May 2012, respondent did not renew its-selftification to the U.SEU Safe Harbor Framework and Commerceubsequently pdated respondent's status to "not curremt" its public website.
- 12. Since at least May 209 until May 2015, respondentisseminated or caused to be disseminated privacy policies and statements onets: ite www.ioactive.com/privacy policy.html, including but not limited to, the following privacy policy statement and display of the mark:



- 13. Through the means sescribed in Paragraph responded represented, expressor by implication, that it was a current participant in the U-SU Safe Harbor Framework.
- 14. In truth and in fact, beginning in 2012, respondent was montrent participant in the U.S.-EU Safe HarboFramework Therefore, the representatisent forth in Paragraph 13 is false and misleading.
- 15. The acts and practices respondent as alleged in this complaint constitute deceptive acts or practices, in or affecting commerce, in violation of Section 5(a) of the Federal Trade Commission Act.

THEREFORE, the Federal Trade Commission this twentinth day of Septemb@015, has issued this complaint against respondent.

By the Commission.

Donald S. Clark Secretary

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