403 Labs
Security, Simplified.

17145J W Bluemound Rd, Ste 200
Brookfield, WI 53005

403labs.com

ofc/ 877.403.LABS
fax/ 866.820.1311

February 7, 2017

Mr. Robert McShirley
CEO
Transmodus Corp.
500 Esplanade Drive, Suite 700
Oxnard, CA 93036

RE: PCI DSS Compliance Assessment

Dear Mr. McShirley:

All organizations that store, process or transmit cardholder data are required to comply with the Payment Card Industry Data Security Standard (PCI DSS). Compliance with the PCI DSS provides significant value to the payment card industry by reducing fraud and promoting the reputations of compliant merchants, service providers and acquiring banks.

Transmodus Corp. (Transmodus) engaged 403 Labs, a division of Sikich LLP (403 Labs), a PCI Qualified Security Assessor (QSA), to perform penetration testing as well as a third-party assessment of Transmodus's controls against the PCI DSS Requirements and Security Assessment Procedures version 3.2.

We completed our penetration testing on January 6, 2017 to help Transmodus fulfill the associated PCI DSS compliance obligations. Transmodus is currently in the process of remediating gaps related to other areas of the PCI DSS.

Once Transmodus completes their remediation activities, we will complete our review and testing for the PCI DSS compliance assessment. At that point, Transmodus's QSA will complete the draft Report on Compliance (ROC) indicating that Transmodus has demonstrated full compliance with all of the PCI DSS requirements. Per our requirements as a QSA company, the draft ROC will undergo our internal quality assurance (QA) process before being delivered. If our internal QA team does not note additional items that require further review, 403 Labs will then deliver the draft ROC for review and approval by Transmodus.

Once Transmodus reviews and provides 403 Labs with any requests for revisions, 403 Labs will update the document and issue the final ROC along with the Attestation of Compliance (AOC). 403 Labs will countersign the AOC once we receive the executed copy from Transmodus and promptly supply the AOC to Transmodus and the card brands, as you request.

Provided that Transmodus sufficiently addresses all remaining gaps and demonstrates full compliance with the PCI DSS requirements by February 28, 2017, 403 Labs plans to complete and deliver the draft ROC to Transmodus on or before March 28, 2017.

Transmodus will then need to conduct their review of the draft ROC and provide feedback to 403 Labs for incorporation into the finalized ROC, which 403 Labs will then deliver on or before March 31, 2017.

Adam Perella (adam.perella@sikich.com) is the lead QSA and the primary point of contact for Transmodus during this compliance assessment. Please let us know if you have any questions we can answer concerning the engagement or the PCI DSS requirements.

Sincerely,

Kim David
Senior Manager, Resources