

PERSONAL INFORMATION PROTECTION ACT Breach Notification Decision

Organization providing notice under section 34.1 of PIPA	Carousell PTE Ltd. (Organization)
Decision number (file number)	P2023-ND-005 (File #028428)
Date notice received by OIPC	December 22, 2022
Date Organization last provided information	December 22, 2022
Date of decision	February 1, 2023
Summary of decision	There is a real risk of significant harm to the individuals affected by this incident. The Organization is required to notify those individuals whose personal information was collected in Alberta pursuant to section 37.1 of the <i>Personal Information Protection Act</i> (PIPA).
JURISDICTION	
Section 1(1)(i) of PIPA "organization"	The Organization is based in Singapore and is an "organization" as defined in section 1(1)(i) of PIPA.
	The Organization is a Singaporean smartphone and web-based consumer to consumer and business to consumer marketplace for buying and selling new and second-hand goods.
Section 1(1)(k) of PIPA "personal information"	 The incident involved all or some of the following information: first and last name, cell-phone number (if available), email address, and date of birth.
	This information is about identifiable individuals and is "personal information" as defined in section 1(1)(k) of PIPA.
DESCRIPTION OF INCIDENT	
☐ loss 区	unauthorized access unauthorized disclosure
Description of incident	On January 15, 2022, the Organization completed a system migration.

As a result of this migration, a misconfiguration was introduced in an external-facing application programming interface (API). • As a result of the migration, a filter was inadvertently omitted and the API fetched additional details. • On September 15, 2022, the misconfiguration was discovered and fixed. • On October 13, 2022, the Singapore Data Protection Commission (PDPC) and Computer Emergency Response Team of the Cybersecurity Agency of Singapore (SingCERT) notified the Organization of an individual claiming to be selling personal data of the Organization's customers on a forum. The Organization was able to confirm a threat actor was able to exploit that vulnerability during a 6-day period from May 7 to May 13, 2022, and again on June 25, 2022. **Affected individuals** The incident affected 2.6 million individuals, including 760 individual in Alberta. Steps taken to reduce risk of Steps taken include but not limited to: harm to individuals Fixed the vulnerability upon discovery. • Reviewed all APIs, added additional restrictions and rules. Notified data protection authorities. Steps taken to notify The Organization notified affected individuals by email on individuals of the incident December 15, 2022. **REAL RISK OF SIGNIFICANT HARM ANALYSIS** Harm The Organization reported, Some damage or detriment or injury that could be caused to There is a risk of phishing for all users. There is also a risk of affected individuals as a result identity theft for users whose date of birth was accessed. of the incident. The harm must also be "significant." It must be I agree with the Organization's assessment. A reasonable person important, meaningful, and with would consider the contact information and birthdate could be non-trivial consequences or used for the purposes identity theft and fraud. Email addresses effects. could be used for the purposes of phishing, increasing the affected individuals' vulnerability to identity theft and fraud. These are all significant harms. Real Risk The Organization reported, The likelihood that the significant harm will result must There is a risk of significant harm. The organization was be more than mere speculation informed by the Singapore Data Protection Commission (PDPC) or conjecture. There must be a and Computer Emergency Response Team of the Cybersecurity cause and effect relationship Agency of Singapore (SingCERT) that an individual was claiming between the incident and the to be selling personal data of Carousell's customers on a forum. possible harm.

I agree with the Organization's assessment. A reasonable person would consider the likelihood of harm resulting from this incident is increased because the personal information was compromised due to the malicious action of an unknown third party (deliberate intrusion). The attacks appear to have been ongoing for approximately 6 days before the Organization discovered the threat.

DECISION UNDER SECTION 37.1(1) OF PIPA

Based on the information provided by the Organization and given the circumstances of the incident, I have decided that there is a real risk of significant harm to the affected individuals.

The contact information and birthdate could be used for the purposes identity theft and fraud. Email addresses could be used for the purposes of phishing, increasing the affected individuals' vulnerability to identity theft and fraud. These are all significant harms.

The likelihood of harm resulting from this incident is increased because the personal information was compromised due to the malicious action of an unknown third party (deliberate intrusion). The attacks appear to have been ongoing for approximately 6 days before the Organization discovered the threat.

I require the Organization to notify the affected individuals whose personal information was collected in Alberta, in accordance with section 19.1 of the *Personal Information Protection Act Regulation* (Regulation).

I understand the Organization notified affected individuals by email on December 15, 2022, in accordance with the Regulation. The Organization is not required to notify the affected individuals again.

Cara-Lynn Stelmack
Assistant Information and Privacy Commissioner