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To: Whom It May Concern

Re: StoreNext Position regarding ISS45 and ScanMaster PCI Status

StoreNext supports only the StoreNext ISS45 V7, ISS45 V8 and ScanMaster V2 point-of-sale ("POS") system interfaces to the WinEPS/OpenEPS system which is a product of MTXEPS, Inc. These interfaces are used for the Connected Payments system as well as for the WinEPS product. StoreNext POS systems do not currently support any other electronic payment interfaces, payment applications or engines, or other such facilities.

Note: the interfaces and support as discussed in this memo expressly include the use of the "WinEPS Receipt" – a function whereby WinEPS/OpenEPS provides the Federal Reserve Board's Regulation E receipt to the POS system for satisfaction of the Federal Reserve's requirements to provide the payor with a suitable receipt as defined by Regulation E.

According to PCI, only an application that handles, transmits or stores a Personal Account Number ("PAN") is considered to be a "Payment Application." Further, PCI requirements for such software and systems, as per the PCI "PA-DSS," apply only to Payment Applications that work directly with PAN data.

When used with the referenced interface, StoreNext's ISS45 V7, ISS45 V8 and ScanMaster V2 systems limit the handling, transmission and storage of payment card data to the WinEPS/OpenEPS payment engine, which does not provide these POS software products with any such payment card data. Instead, this data is collected, encrypted, managed and transmitted exclusively within the WinEPS/OpenEPS system, and only payment card numbers that have been "truncated" – that is, eliminating all digits except for the first six (6) digits and the last four (4) digits – are provided to the POS system. No other magnetic stripe card data or "forbidden" data are provided to the POS application.

According to PCI, a PAN that has been truncated is no longer considered to be a PAN, and as such no longer considered to be data that falls under of any PCI documents, recommendations rules, procedures or processes. **Therefore, applications such as ISS45 V7, V8 and ScanMaster V2 are not considered to be "Payment Applications" and are consequently of no interest to PCI; PCI actively prohibits the listing on its Web site of any products such as ISS45 V7, V8 and ScanMaster V2 that are not Payment Applications and have as a result no PCI status.**

Since the WinEPS/OpenEPS and Connected Payments systems are, of course, considered to be Payment Applications, these products are certified and their listings be found on the PCI Web site for Payment Applications (WinEPS/OpenEPS) and Services (under MTXEPS, Inc.).

Notwithstanding all of the above, older software versions that are no longer supported by StoreNext; former StoreNext payments interface products or versions of such that are no longer supported and/or have been withdrawn; and software authored by third parties; may not operate in the manner of, or with the effect described in this memo. **In all such situations, StoreNext makes no representations of any kind regarding the PCI applicability or status of the products themselves, and further, StoreNext makes no representations of any kind regarding the ISS45 or ScanMaster system itself when used with such non-supported or non-StoreNext additions, systems or software, regardless of their source or intention.**