

VOLKSWAGEN of America, Inc.

2008 AUG 31 A 10:19

DEFECT REPORT NOTIFICATION

Product Compliance
3800 Hamlin Road
Auburn Hills, MI 48326
Phone: 1 (248) 754-5000
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August 24, 2006

Mr. Daniel Smith
Associate Administrator for Enforcement
National Highway Traffic Safety Administration
U.S. Department of Transportation
400 Seventh Street, S.W.
Washington, DC 20590

06 V-324
(2 Pages)

Subject: Notification of Recall
2004-2005 Model Year Audi A8 Driver's Frontal Airbag

Dear Mr. Smith,

This information is submitted in accordance with the requirements of Part 573 of Title 49 of the Code of Federal Regulations (49 CFR 573 (2006)).

573.6 (c) (1) **Manufacturer's Name**
AUDI AG

Importer
Volkswagen of America, Inc. (VWoA)

573.6 (c) (2) **Identification of Vehicles**
Make : Audi
Line : A8
Model Years : 2004-2005
Month/Year
of Manufacture : February 2003 – June 2005
VIN Numbers : WAU___4E_4N000392 – WAU___4E_4N025262
of Affected Vehicles : WAU___4E_5N007590 – WAU___4E_5N017118
Other
Identification : None

573.6 (c) (3) **Number of Vehicles Potentially Containing the Defect**
An estimated total of 7,674 vehicles are affected by this recall in the United States.

573.6 (c) (4) **Percentage of Vehicles Actually Containing Defect**
Audi is unable to estimate the percentage of vehicles in the United States that are subject to this defect.

- 573.6 (c) (5) **Description of Defect**
As a result of a supplier quality issue during the production of the driver's frontal airbag, the airbag may not unfold properly in the event of a crash and therefore may not inflate as designed.
- 573.6 (c) (6) **Basis for Determination**
Routine testing at Audi AG

Date of determination: August 18, 2006
- 573.6 (c) (8) **Proposed Remedial Program**
VWoA plans to notify all owners of affected vehicles and will instruct these owners to arrange an appointment with an authorized Audi dealer. The dealer will install a new airbag at no cost to customers.

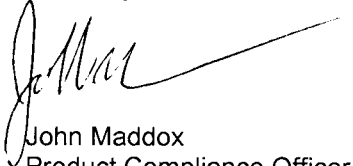
Mailing dates are anticipated as follows:

Dealers: On or about October 2, 2006

Owners: On or about October 6, 2006
- 573.6 (c) (10) **Submission of Communications**

A representative copy of all bulletins and other communications sent to dealers will be submitted within five (5) days of dealer notification.
- 573.6 (c) (11) **Proposed Owner Letter**
A draft of the customer communications will be submitted more than five (5) days prior to owner notification for review.
- 573.6 (c) (12) **Manufacturer's Recall Code**
VWoA has assigned the code "JQ" to this recall.

Sincerely,



John Maddox
Product Compliance Officer
Volkswagen of America