



October 26, 2007

VEHICLE SAFETY DEFECT SERVICE BULLETIN
Recall Campaign 07V481000 US Units
Recall Campaign 07-345 CN Units
Monaco File # R07037

Re: Safety Recall – Villa Isri Air Base Seat

Dear Monaco Coach Corporation Dealer:

Monaco Coach Corporation has decided that a non-compliance with Federal Motor Vehicle Safety Standard No. 207 exists in certain 2006-2008 Monaco Signature Class A Motorhomes manufactured from December 14, 2005 through September 7, 2007 and has initiated a voluntary safety recall campaign. This recall campaign has been initiated as the result of a recall notice furnished to the National Highway Traffic Safety Administration (“NHTSA”) by seating manufacturer Villa International, as described below.

A copy of the notification letter that is being sent to owners is enclosed.

The National Traffic and Motor Vehicle Safety Act provides that each vehicle that is subject to a recall campaign of this type must be adequately repaired within a reasonable time after the owner has tendered it for repair. Generally, failure to repair within sixty (60) days after the owner’s first delivery for repair is assumed to be an unreasonable delay.

THE ISSUE

Monaco Coach Corporation was notified by Villa International that certain air ride driver seats with Isri air suspension and a V2500/V2000 ISS ADNIK/VILLA frame manufactured by Villa International between July 2005 and September 17, 2007 fail to conform to Federal Motor Vehicle Safety Standard No. 207, “Seating Systems.” The lower slide rails of the air suspension can fail in the event of a vehicle crash, potentially leading to separation of the seat from the seat pedestal which may lead to personal injury of the vehicle occupant(s).

AFFECTED UNITS

If our records indicate that you have any of the affected vehicles in your inventory, you will also receive an owner notification letter identifying those units. *Federal law requires that any vehicle lesser receiving this recall notice must forward a copy of this notice to the lessee within ten days.*

THE REPAIR

The remedy will involve the installation of two additional front tethers between the air ride adapter plate and the pedestal mount. Please review the repair instructions for the labor operation code and labor time allowance. Parts are readily available by faxing the enclosed Recall Parts Purchase Order to 1-800-498-9478. If you have any questions concerning the repair procedure, please contact a member of our Technical Support staff toll free at the dealer hotline and refer customers and non dealers to call 877-466-6226.

DEALER CAMPAIGN RESPONSIBILITY

All unsold new/used vehicles in dealer's possession and subject to this campaign must be held and inspected/repaired per the service procedure of this campaign bulletin before owners take possession of these vehicles. Dealers are to service all vehicles subject to this campaign at no charge to owners, regardless of mileage, age of vehicle, or ownership, from this time forward.

Owners of vehicles recently sold from your new/used vehicle inventory for which the dealer receives the owner recall notification are to be contacted by the dealer, and arrangements made to make the required correction according to the instructions enclosed with this bulletin. This could be done by mailing to such owners a copy of the applicable owner letter accompanying this bulletin. Please also notify Monaco Coach Corporation of any such owner you have received notification for.

In summary, whenever a vehicle subject to this campaign enters your vehicle inventory, or is in your dealership for service in the future, please take the steps necessary to be sure the campaign correction has been made *before* selling or releasing the vehicle.

In addition to a letter, owners will receive a recall notification/dealer claim form. The vehicle owner will present this form to you upon arrival for the service appointment. Please review the instructions on the face of the notification form and fill in the claim portion when the repair is completed.

Sincerely,



Michael R. Becker
Customer Service Manager
Monaco Coach Corporation