VOLKSWAGEN

GROUP OF AMERICA

RECEIVED 2008 APRIL 17– 9:30 AM OFFICE OF RECALL MANAGEMENT DIVISION

> 08V-178 (2 Pages)

Mr. Daniel Smith
Associate Administrator for Enforcement
National Highway Traffic Safety Administration
Attention: Recall Management Division (NVS-215)
1200 New Jersey Avenue, S.E.
Washington, DC 20590

JOHN MADDOX NAME

PRODUCT COMPLIANCE/TREAD OFFICER TITLE

PRODUCT COMPLIANCE DEPARTMENT

248-754-5000 PHONE

248-754-5093 FAX

APRIL 15, 2008 DATE

Subject: Notification of Recall

2003-2005 MY Volkswagen New Beetle Convertible and

2004-2005 MY Volkswagen New Beetle

Inspect/Replace Airbag Frontal Crash Sensor(s) on Vehicles

with Advanced (Dual-Stage) Front Airbag System

VOLKSWAGEN GROUP OF AMERICA, INC 3800 HAMLIN ROAD AUBURN HILLS, MI 48326 PHONE +1 248 754 5000

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 (2008)).

573.6 (c) (1) Manufacturer's Name

Volkswagen de Mexico, A.A. de C.V.

Importer

Volkswagen Group of America, Inc. (VWGoA)

573.6 (c) (2) Identification of Vehicles

Make : Volkswagen

Line : New Beetle Convertible and New Beetle

Model Years : New Beetle Convertible: 2003-2005

New Beetle: 2004-2005

Month/Year

of Manufacture : New Beetle Convertible: July 30, 2002 - October 31, 2004

New Beetle: July 24, 2003 - October 31, 2004

VIN Numbers : New Beetle

: New Beetle Convertible: 3VW___1Y_3M300193 -

Of Affected Vehicles 3VW___1Y_5M318423

New Beetle: 3VW___1C_4M402760 - 3VW___1C_5M407750

Other Identification: Vehicles equipped with an advanced (dual-stage) airbag

system and sensors with the part number 1F0 909 606

573.6 (c) (3) Number of Vehicles Potentially Containing the Defect

Approximately 76,900 vehicles are affected by this recall in the United States.

573.6 (c) (4) Percentage of Vehicles Actually Containing the Defect

VWGoA 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

The affected vehicles equipped with an advanced (dual-stage) airbag system may have airbag frontal crash sensors (1F0 909 606) that contain a solder joint on the circuit board that may crack under certain high temperature conditions. If this occurs the airbag indicator light will illuminate and the fallback algorithm will ensure that the front airbags always deploy in a frontal crash in which the vehicle's deceleration is high enough to activate the frontal airbags. In low-severity frontal impacts, the front airbags may deploy more forcefully than designed, increasing the possibility of injury to out-of-position front seat occupants.

573.6 (c) (6) Basis for Determination

Analysis of consumer complaints and warranty claims conducted in preparing a response to NHTSA's information request.

Date of determination: April 11, 2008

573.6 (c) (7) Noncompliance Test Result

Not applicable

573.6 (c) (8) Proposed Remedial Program

Volkswagen will inspect and, if necessary, replace 1F0 909 606 airbag frontal crash sensor(s) on affected vehicles. This work will be performed at no cost to customers.

Until the date of the customer notification, Volkswagen will repair free of charge any subject vehicle that is presented for service to authorized Volkswagen dealers with malfunctioning airbag sensor(s) using existing, but limited, quantities of the new sensors with part number 6Q0 909 606 H.

Pending parts availability, mailing dates are anticipated as follows:

Dealers: on or before July 28, 2008 **Owners:** on or before July 31, 2008

573.6 (c) (9) Submission of Communications

A representative copy of all bulletins and other communications sent to dealers and owners will be submitted within five (5) days of dealer/owner notification.

573.6 (c) (10) Proposed Owner Letter

A draft owner's letter will be submitted to the agency for review and approval.

573.6 (c) (11) Manufacturer's Recall Code

VWGoA has assigned the code R6 (SAGA Code TBD) for this recall.

Sincerely,

John Maddox

Product Compliance/TREAD Officer

Service and Quality