



Volkswagen

VOLKSWAGEN DEALERSHIP COMMUNICATION

Volkswagen of America, Inc.
2200 Ferdinand Porsche Drive
Herndon, VA 20171

May 25, 2016

To: **Dealer Principals and General Managers**

Subject: **Update on TDI Emissions Compliance Issue**

Last month, U.S. District Court Judge Charles Breyer, who presides over the Multi-District Litigation proceedings in San Francisco, announced that the U.S. government agencies, regulators and the Plaintiffs' Steering Committee had reached certain agreements in principle to resolve 2.0L TDI emissions matters.

Yesterday, Volkswagen again appeared before Judge Breyer for a status conference where the Court noted he had received a report that the parties "have made substantial progress in their intensive daily efforts to finalize the agreements, and, most importantly, are on track to meet the Court's deadline."

Volkswagen is pleased that we continue to make progress in our discussions with U.S. government agencies, regulators and the Plaintiffs' Steering Committee, and is working to finalize the agreements in principle, as directed by the Court. These agreements in principle are an important step on the road to making things right, as we work to earn back the trust of our customers, regulators, the American public, and you, our dealers. We also continue to work expeditiously on an approved solution for 3.0L V-6 engine TDI vehicles. Our customers in the United States do not need to take any action at this time.

We understand the frustrations of dealers when it comes to communicating about the efforts to resolve the TDI matters. As stated previously, discussions regarding the agreements in principle remain confidential. As a result, we are not in a position to provide further details. As soon as we can provide you with additional information, we will share it with you. We continue to appreciate your outstanding work, dedication and patience during this time. We will keep you updated as we have additional details to share. Meanwhile, if you have any questions, feel free to email MboxDealershipComm@vw.com.

Thank you,

VWoA Dealer Communications