

REVISED
Quarterly Report Information

Report Date: September 24, 2004

Calendar Quarter: 1st

Safety Recall Quarterly Report from January 1, 2004 to March 31, 2004

Manufacturer: Pioneer Electronics (USA) Inc. ("PUSA") is the corporate entity responsible for the recall campaigns and is the entity to be contacted for same. The actual manufacturer of the GM-X374, GM-X572, GM-X574, and GM-X972 amplifier models is Pioneer Manufacturing de Mexico S.A. de C.V. The manufacturer of the GM-X372 is GPE Electronics (HK) Limited, a subcontractor of Pioneer Industrial Components, Inc., which as of January 1, 2004 changed its corporate name to Pioneer Automotive Technologies, Inc. ("PAT"). The manufacturer of the GM-D500M is PAT.

Report Author: Hiroaki Matsubara, President of PUSA's Mobile Entertainment Division

Phone No.: (213) 746-6337

Recall Subject: Pioneer 2003 GM-Series Aftermarket Car Amplifier Models GM-X972, GM-X574, GM-X572 and GM-D500M

1. NHTSA Safety Recall Campaign No. 03E-035

2. Notification Dates

a) The date notification to purchasers began: July 7, 2003.

b) The date notification of purchasers was completed: Ongoing, in light of the second recall campaign discussed in PUSA's Safety Defect and Noncompliance Information Report submitted to NHTSA on July 30, 2003.

3. Total Number of Items of Equipment Involved: Recall population is 35,957, which represents the total number of items sold by PUSA.

4. Returned/Remedied Items

a) **Total Number of Items Returned:** As of March 31, 2004, a total of 14,711 items have been returned to PUSA, which represents 41% of the recall population. All returned items are scrapped.

b) **Total Number Remedied:** None – all returned items are scrapped.

5. Items Determined to be Unreachable:

Total Number Exported: Not applicable – PUSA does not export; however, PAT exports GM-Series Amplifiers to foreign resellers and has notified the resellers in those foreign markets.

Total Number Stolen: None known.

Total Number Scrapped: Exact number unknown at this time, however, all returned items are scrapped.

Total Number Unable to Notify: Unknown at this time, in light of on-going second recall campaign.

Total Number Otherwise Unreachable: Unknown at this time, in light of on-going second recall campaign.

Describe Other: Unknown at this time, in light of on-going second recall campaign.