

IMPORTANT SAFETY RECALL

This notice is sent to you in accordance with the National Traffic and Motor Vehicle Safety Act.

August __, 2015

Mark Mangiafico
President
Peter Paul Electronics, Co., Inc.
480 John Downey Drive
PO Box 1180
New Britain, CT 06050-1180

VIA FIRST CLASS MAIL AND CERTIFIED MAIL

Dear [X]:

This notice is sent to you in accordance with the National Traffic and Motor Vehicle Safety Act.

Peter Paul Electronics Co., Inc. (“Peter Paul” or “we”) has decided that a defect which relates to motor vehicle safety exists in certain high pressure nitrous solenoid valves. The valves are used in nitrous oxide kits, which are aftermarket accessories to vehicles that are to be used for racing. Peter Paul understands, however, that some of these kits are used on vehicles operated on public roadways.

Peter Paul has learned that some of the 4,567 valves shipped between May 1, 2015 and July 30, 2015 have end stops that have broken or otherwise malfunctioned when placed under pressure as a result of over machining of the weld that holds the tube and the end stop of the sleeve together. The end stop of the sleeve can come off under pressure, both when the valve is being installed and while in operation.

Peter Paul is not aware at this time of any damage to vehicles or any personal injuries that have occurred as a result of the failures. Peter Paul does not have reason to believe at this time that a vehicle crash is a potential occurrence. The risk of injury is that an end stop may come in contact with a person.

After it first became aware of a potential issue with the welds, Peter Paul changed its manufacturing process for the welds, and now machines the weld on a computer numerical controlled machine (CNC) to eliminate variability, and then pressure tests all sleeves at 1200 psi. In addition, Peter Paul also now pressure tests the fully assembled valve.

Based on our investigation, we have determined that products shipped between 5/1/2015 and 7/30/2015 are affected. Our records show that we sent you [X number] product under [shipping order, invoice X] during that time period.

It is a violation of Federal law for a dealer to deliver a new motor vehicle or any new or used item of motor vehicle equipment covered by the notification under a sale or lease until the defect or noncompliance is remedied.

Please return all product to us as soon as possible, and confirm the quantity of product being returned. We have given you our UPS number for shipments. Please continue to use that number for the returns.

We will repair or replace the product at no charge to you, and return it to you within twenty-one days of receipt of the product. When we repair the product, we disassemble the sleeve from the valve then reassemble the valve with a new sleeve that has gone through updated testing. The fully-assembled valve then gets function tested by energizing the valve several times, at 1000 psi.

If you have sold any of these products shipped since May 1, please advise your customers both verbally and by letter sent by certified mail and e-mail, to return those parts to us. Please include a copy of this letter, and send a copy to us. Please indicate that we will cover the cost of returning the valves to us, and shipping it back to your customer. If, for any reason, you are unable to contact all of your customers, please let us know the name of the customer, any identifying information regarding the product that was sold to the customer, and the customers' contact information, so that we may contact them directly.

You may submit a complaint to the Administrator, National Highway Traffic Safety Administration, 1200 New Jersey Ave., SE., Washington, DC 20590; or call the toll-free Vehicle Safety Hotline at 1-888-327-4236 (TTY: 1-800-424-9153); or go to <http://www.safercar.gov>, if you believe that:

(A) Peter Paul has failed or is unable to remedy the defect by replacement or repair without charge.

(B) Peter Paul has failed or is unable to remedy the defect without charge within a reasonable time, which is not longer than 60 days in the case of repair after the owner's first tender to obtain repair following the earliest repair date specified in the notification, unless the period is extended by Administrator.

Very truly yours,

Mark Mangiafico

cc: James H. Rotondo