



TK HOLDINGS INC.  
2500 Takata Drive  
Auburn Hills, MI 48326 USA  
Kevin M. Kennedy  
President  
TEL 248-373-8040  
FAX 248-377-2040

January 20, 2016

Otto Matheke  
Director, Office of Defects Investigation  
National Highway Traffic Safety Administration  
1200 New Jersey Avenue, S.E.  
Washington, D.C. 20590

**Re: TK Holdings Inc. Declaration of PSAN Phase Out Compliance**

Dear Mr. Matheke:

Pursuant to Paragraphs 26.b. and 52 of the November 3, 2015 Consent Order between NHTSA and TK Holdings Inc. ("TKH"), I hereby certify that TKH has met the Consent Order's December 31, 2015 deadline governing the incremental phase out of the manufacture and sale of non-desiccated phase-stabilized ammonium nitrate ("PSAN") inflators. As of December 31, 2015, less than 50 percent of the driver inflators supplied by TKH or its affiliates for use in the United States are non-desiccated PSAN inflators, as determined by TKH in accordance with the terms and requirements of Paragraph 26.b. of the Consent Order.

I declare under penalty of perjury that the foregoing is true and correct. Executed on January 20, 2016.

Sincerely,

A handwritten signature in black ink, appearing to read "KMK" followed by a stylized flourish.

Kevin M. Kennedy  
President, TK Holdings Inc.

cc: Frank Borris, Associate Administrator for Enforcement  
Timothy H. Goodman, Assistant Chief Counsel for Litigation and Enforcement  
John D. Buretta, Independent Monitor