



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

January 10, 2017

Stephen A. Ridella
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. Ridella:

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, 2016 deadlines governing the incremental phase out of the manufacture and sale of non-desiccated phase-stabilized ammonium nitrate ("PSAN") inflators. As of December 31, 2016, less than 10 percent of the driver inflators and less than 50 percent of the passenger and side-impact inflators supplied by TKH or its affiliates for use in the United States were 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 10, 2017.

Sincerely,

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

Kevin M. Kennedy
President, TK Holdings Inc.

cc: Jeffrey Giuseppe, Acting Associate Administrator for Enforcement
Kerry Kolodziej, Acting Assistant Chief Counsel
Jennifer Timian, Chief, Recall Management Division
Elizabeth H. Mykytiuk, Senior Trial Attorney, Litigation and Enforcement
John D. Buretta, Independent Monitor