

## NISSAN ALTIMA & SENTRA RECALL

### Dealers Asked to Re-Stock and Sell Repaired Vehicles

(June 29, 2006) Nissan North America is asking dealers in several states to return thousands of 2.5 liter Altima and Sentra models subject to a nationwide recall. Nissan plans to repair the vehicles and return them to the originating dealership.

Nissan dealer clients of Bellavia Gentile & Associates have expressed concern over the inevitable public reaction to the required disclosures about the engine replacement and the timetable for the release of the redesigned 2007 models. Unless Nissan offers a greater assistance package of a \$1,000 cash rebate and a suspension of floor plan interest, Nissan dealers may find themselves stuck with the unwanted product.

This law firm is investigating the viability of potential injunctive and declaratory relief to prevent reshipment of the vehicles unless Nissan provides additional support. It is our view that once Nissan accepts the return of the vehicles subject to the recall, Nissan assumes ownership thereof allowing dealers to assert their rights under the New York State Franchise Law and refuse acceptance of the repaired vehicles.

The purpose of this letter is to determine whether there is a sufficient potential interest in exploring this idea further. If at least 10 dealers have an interest, we will take the process to the next level and provide more detailed information.

Please feel free to call Stevan LaBonte at 516-873-3000 to express your ideas or comments about Nissan's plans concerning the recall campaign.