

**UPDATE ON VOUCHERS, INCENTIVES
AND WARRANTY PAYMENTS**

May 7, 2009

The Bankruptcy Court issued an order authorizing Chrysler to pay incentive and warranty money to dealers and Chrysler has begun making those payments. This includes the Vouchers. The rub is that not all Dealers have received notices and/or got paid, and the Court gave Chrysler "SOLE DISCRETION" to make payments. If you are a dealer that has not been paid, start seeking counsel.

It might be more likely, but Chrysler may not pay future incentive or warranty claims. The Court gave Chrysler the "sole discretion" to make those payments. If Chrysler deems it in its best interest to not make those payments, it may withhold future payments. In one of the affidavits filed in Court, Chrysler indicated it would not payout 100% of the incentives and/or warranty claims.

If you're a dealer that has not been notified you will be paid and/or been paid, seek counsel. If you have been paid, continue to be cautious.

You may contact Ron Smith, Donn Wray, Mike Shanahan or Jeff Halbert of Stewart & Irwin for further information at 317-639-5454.