



September 1, 2011

Dear Supplier:

Federal-Mogul is committed to improving efficiencies in work processes and procedures of our manufacturing operations. A current area of focus is our receiving dock and the material handling process for our raw materials and components. We use bar code scanning equipment throughout most of our plants to receive material and track it as it moves throughout our facility. For this process to work effectively, bar code labels must be affixed to all materials so they can be scanned as they move throughout the plant. Most suppliers currently place appropriate labels on their materials today and that allows for efficient scanning and tracking. However, for materials without labels, it creates a very inefficient process within our plants.

The FM Vehicle Safety and Protection (VSP) division will be requiring all suppliers to place approved labels on their materials effective December 1, 2011. Included with this letter are the guidelines for the information required, label formatting and placement of the labels on your material containers (also available under Purchasing Policies at <http://www.federalmogul.com/en/Suppliers/>). These guidelines are consistent with AIAG and Odette standards and therefore used within all major industries. If you're not currently using labels today, then the implementation of this process will provide new efficiency opportunities in your material handling, warehousing and shipping processes. Additionally, you should realize benefits in shipments and communication with your other customers.

Please use the attached, Appendix A (Label Approval Form) to submit your label for approval at the appropriate FM manufacturing plant. Once it is reviewed and approved, you will receive a confirmation fax or email in return. Suppliers that do not obtain label approval by the December 1 implementation date may be subject to charges for the additional handling and labeling of materials at FM plants.

We appreciate your commitment to eliminating waste and improving efficiencies in our collective supply chain process. If you have any questions on the implementation of bar code labels, please contact your local plant purchasing contact or your corporate purchasing buyer or manager.

Best regards,


John W. Arrowsmith
Purchasing Director
Vehicle Safety and Protection – Friction


Julio Zimbron
Purchasing Director
Vehicle Safety and Protection – Non-Friction

Appendix 1: Label Approval Form

For approval of the shipping label format, fax this form to:

F-M Contact Name: _____

Phone: _____

Fax: _____

Approval Signature: _____

Approval Date: _____

From:

Name _____

Company _____

Phone _____

Fax _____

VSP Plant Locations

Aubange, FR
Avilla, US
Ayuttaya, TH
Badalona, SP
Boaz, US
Chapel-en-le-Frith, UK
Chicago, US
Crepy-en-Valois Cedex, FR
Diadema, BR
Druento, IT
El Paso, US
Glasgow, KY
Iracemapolis, BR
Juarez, MX
Kostelec nad Orilic, CZ
Kunsziget, HU
Logansport, US
Los Reyes La Paz, MX
Manaus, BR
Marienheide, BE
Maryville, US
Michigan City, US
Mondovi, IT
Noyon Cedex, FR
Orangeburg, US
Prospecton, SA
Qingdao, CH
Shonan, JP
Smithville, US
Sparta, US
Tepotzotlan, MX
Winchester, US
Wuhan, CH