Koenigsegg has agreed to arbitrate certain claims covered by the applicable state lemon law. Koenigsegg has also agreed to arbitrate certain warranty claims not covered by the lemon law. This Program Summary supplements the BBB AUTO LINE Arbitration Rules and describes the claims that may be resolved through BBB AUTO LINE.

LEMON LAW CLAIMS

A claim seeking relief under the applicable state lemon law must meet all standards set out by that law. The claim must involve a vehicle that is used in the manner required by the lemon law, and must be received by BBB AUTO LINE within the time period for filing a legal action or arbitration claim under that law. Please see the attached description of applicable state lemon law provisions.

If the claim meets all standards set out by the applicable state lemon law, the arbitrator will award a refund as specifically provided by that law, excluding any attorney’s fees, penalties or multiple damages. Please note:

- A replacement vehicle is not an available remedy
- The award will be reduced for the customer’s use of the vehicle in accordance with the applicable state lemon law.
- The arbitrator may adjust the award based on damage to the vehicle exceeding normal wear and tear.
- The award will not include any trade-in over-allowance or debt from a previous transaction.
- The award will not include any manufacturer rebate the customer received or used as a down payment or capitalized cost reduction.
WARRANTY CLAIMS NOT COVERED BY THE LEMON LAW

A claim that does not meet all standards of the applicable state lemon law might still be eligible for assistance through BBB AUTO LINE if it meets certain conditions. Please see the attached description of other warranty claims that may be resolved through BBB AUTO LINE, beginning on page 3.

Note that these warranty claims must be received by BBB AUTO LINE no later than three years following the vehicle’s original delivery to a consumer.

CUSTOMER RESPONSIBILITIES

At the time of a repurchase transaction, the customer’s vehicle must be currently registered. The customer will be responsible for turning over the vehicle without any abnormal wear or damage evident on the vehicle that is not caused by the defect in material or workmanship. The customer will also be responsible for providing clear title to the vehicle and signing all documents necessary to effect transfer of the title, including a power of attorney for title transfer.

CLAIMS THAT WILL NOT BE ARBITRATED

❖ Claims involving a vehicle that was not distributed directly by Koenigsegg.
❖ Claims involving a salvaged, “total loss” or similarly branded title vehicle.
❖ Claims involving a product not manufactured by Koenigsegg unless it is included by Koenigsegg as original equipment on a Koenigsegg vehicle.
❖ Claims alleging that an airbag failed to deploy or deployed when it should not have.
❖ Claims covered by insurance or by warranties of other manufacturers.
❖ Claims involving a vehicle defect if the customer alleges – either as part of the BBB AUTO LINE claim or at any other time – that the vehicle defect has caused (1) bodily injury, or (2) an accident or fire that resulted in damage to any vehicle or damage to property.
❖ Allegations of fraud or other violations of law.
❖ Claims seeking punitive damages or compensation for loss of wages, personal injury or mental anguish.
❖ Claims that have been resolved by a previous mediation or arbitration, court action, settlement, or agreement between the customer and Koenigsegg or an authorized U.S. Koenigsegg dealer.
❖ Claims involving wheel alignments, squeaking brakes, or broken windshields.

OTHER IMPORTANT INFORMATION

❖ The customer must own or lease the vehicle throughout the entire arbitration process.
❖ If the customer files suit or a claim with a state arbitration program against
Koenigsegg prior to the completion of the arbitration process, Koenigsegg will not be obligated to continue with the arbitration.

- A test drive may be taken in the vehicle only if the customer has liability insurance that satisfies his/her state’s minimum requirements.
- **BBB AUTO LINE** will let the parties know if other restrictions apply.

**WARRANTY CLAIMS NOT COVERED BY THE LEMON LAW**

**Time Period for Filing Claims**
Claims must be received by BBB AUTO LINE no later than three years following the vehicle’s original delivery to a consumer.

**Eligible Claims**
Claims must be based on a defect in the vehicle’s material or workmanship that is covered by the Koenigsegg Limited New Vehicle Warranty.

**Eligible Vehicles**
The vehicle must be owned or leased in the name of an individual or used primarily for personal, family or household purposes.

**Remedies for Warranty Claims**
The arbitrator may award the following remedies:
- Repairs.
- Reimbursement for money the customer paid to repair the vehicle.
- Repurchase of the vehicle.

**Repairs**
The arbitrator may award repairs to, or reimbursement for money paid for the repair of, defects in material or workmanship covered by the Koenigsegg Limited New Vehicle Warranty. If repairs are awarded, the arbitrator may not order a change in the vehicle’s options or its design.

**Repurchase**
If a repurchase or replacement is awarded in a claim that does not meet all standards of the applicable state lemon law, the arbitrator may award up to the following remedies:
- **Owned vehicle repurchase** – The actual amount paid for the vehicle. This will not include any collateral charges (e.g., taxes, fees, finance and other charges, non-manufacturer items installed by a dealer or the customer, service contracts, insurance policies, and any amount not included on the purchase invoice).
- **Leased vehicle repurchase** – To the lessor: pay-off amount pursuant to the lease. To the lessee: any trade-in allowance/down payment and all base monthly payments actually paid, excluding all collateral charges (e.g., taxes, fees,
finance/lease and other charges, non-manufacturer items installed by a dealer or the customer, service contracts, insurance policies, and any amount not included on the purchase invoice).

**Deductions/Exclusions from a Repurchase Award**

- The repurchase award will be reduced, or the replacement award will require payment, for the customer’s use of the vehicle using the following formula:

\[
\text{Deduction/Payment} = \left( \frac{\text{# miles attributable to the customer at the time of the arbitration hearing}}{100,000} \right) \times \text{Vehicle purchase price or gross capitalized cost}
\]

- The award may be reduced based on damage to the vehicle exceeding normal wear and tear.

- The award will not include any trade-in over-allowance or debt from a previous transaction.

The award will not include any manufacturer rebate the customer received or used as a down payment or capitalized cost reduction.