

SPEEDWAY CHIRMAN'S REPORT #371

DATE: 06/28/07

***** SPECIAL BULLETIN *****

GM NAMES POTENTIAL BUYER OF ALLISON

General Motors Corp. (GM) is announcing it has reached a tentative agreement for the company to sell Allison Transmission to a partnership between the **The Carlyle Group and Onex Corporation**. The sale agreement covers substantially all of Allison Transmission with an exception being the Baltimore production facility.

The Carlyle Group is a global private equity firm which employs more than 286,000 people located across 18 countries around the world. **Onex Corporation** is one of Canada's largest corporations with business that employ 184,000 people. The partnership is said to have strong track records of working with their management teams, Unions (which includes the UAW), and employees.

Within the past 72 hours, representatives from the "partnership" (Carlyle/Onex) visited Detroit, MI, for an introductory meeting with International Union, UAW, President Ron Gettelfinger, and UAW Vice President, Cal Rapson. Subsequently, the Region #3 Director and I were invited to attend an introductory meeting held in Indianapolis with members of Local Allison Management and Carlyle/Onex representatives. Regrettably, the Region #3 Director was not available. However, I was in attendance as the partnership representatives made an impression of having a very positive outlook while speaking of opportunities or investment and future growth of the business.

Once again, I remind the Membership that a final sale of Allison Transmission requires Governmental review/acceptance as well as a Memorandum of Understanding between the International Union, UAW, and General Motors. According to a published report from GM, the final sale transaction between General Motors and the partnership of The Carlyle Group and Onex Corporation is expected to close as early as the third quarter **pending Union and regulatory approval.**

This bulletin is intended to identify the potential new owner of Allison Transmission. **It does NOT indicate a final sale is complete!** I fully understand this announcement has the potential to generate many questions from the Membership. However, at this time, your concerns could only be answered through speculation. Should a final sale be approved and announced at a later date, a Memorandum of Understanding between the International Union, UAW and General Motors will be relied upon to provide clarity. Until then, I will continue to communicate important developments as the final sale process moves forward. Thank you for your continued patience and understanding in this matter.

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