

Exhibit 1

Settlement Claims Program Summary

EXHIBIT “1”

Settlement Claims Program Summary

This Exhibit is presented for informational purposes only.

This Exhibit does not deal with all circumstances in which benefits may be available, or the amounts of all benefits. The Settlement Agreement should be consulted for the complete terms and conditions. In the event of any inconsistency between this Exhibit and the Settlement Agreement, the Settlement Agreement will govern.

Unless otherwise provided in this Exhibit, capitalized terms have the same meaning as set forth in the Settlement Agreement, and all amounts referred to are in Canadian dollars.

For more information, visit www.VWCanadaSettlement.ca or call the Claims Administrator at 1-888-670-4773.

SETTLEMENT CLAIMS PROGRAM SUMMARY

This Exhibit provides a summary of some of the benefits under the Settlement Agreement that Settlement Class Members may receive if they are Eligible Claimants. The types of payment and benefits available will depend on whether an Eligible Claimant is an Eligible Owner, Eligible Seller, Eligible Purchaser or Eligible Lessee of a Generation One Eligible Vehicle or Generation Two Eligible Vehicle. This is further illustrated by the examples in Part G of this Exhibit. Benefits are available only to those Settlement Class Members who do not opt out of the Settlement Agreement, who timely and properly submit a Claim, and who obtain their eligible benefits before the end of the Claims Period.

A. ELIGIBLE CLAIMANTS

1. Eligible Owners

a) Eligible Owners of a Generation Two Eligible Vehicle are eligible to receive an Owner Repair Payment after they complete the Emissions Compliant Repair with Extended Emissions Warranty available by Recall.

b) Eligible Owners of a Generation One Eligible Vehicle who choose:

i. Buyback, will receive a payment for the sum of:

Vehicle Value + Owner Damages Payment

-or-

ii. Buyback With Trade-In, will have all or a portion of their vehicle's Fair Market Value at the time of the Trade-In applied towards the purchase price of a new or used Volkswagen or Audi vehicle, and will receive a takeaway payment for the sum of:

*(Vehicle Value - portion of Fair Market Value used for trade in) +
Owner Damages Payment*

-or-

iii. Reduced Emissions Modification with Extended Emissions Warranty, if approved by the U.S. EPA and available through a Recall, will receive an Owner Damages Payment when they participate in the claims program.

c) When they receive their offer for their chosen benefit, Eligible Owners in possession of a Generation One Eligible Vehicle will also receive a voucher for one AdBlue[®] refill and one oil change (including motor oil, motor oil filter, and associated labor) free of charge for that Eligible Vehicle at a participating Authorized Dealer of the same brand as the Eligible Vehicle.

d) **Lien and Debt Obligations.** To receive a Buyback or Buyback With Trade-In, Eligible Owners must arrange to resolve any outstanding Loan Obligations and unpaid Québec traffic tickets and fines on their vehicle before it is surrendered.

- i. **Loan Obligations.** For Eligible Owners who have a Loan Obligation on their vehicle, arrangements must be made to satisfy the Loan Obligation in full in order to complete a Buyback or Buyback With Trade-In. To assist with this process, VW will make payments out of Eligible Claimants' benefits directly to their lenders towards satisfaction of a Loan Obligation if directed to do so. In the case of a Buyback, some or all of the Vehicle Value and Owner Damages Payment may be paid by VW to lenders. In the case of a Buyback With Trade-In, some or all of Vehicle Value, less the portion of the Fair Market Value applied for the Trade-In, and Owner Damages Payment may be paid by VW to lenders. In either case, in order to receive a Buyback or Buyback With Trade-In, an Eligible Owner is responsible for payment of any balance of a Loan Obligation remaining after any payments made by VW. Alternatively, Eligible Owners may pay off all or portion of their Loan Obligation independently, in which case the amount of their takeaway payment will increase accordingly.
 - ii. **Loan Forgiveness.** In the event that no Reduced Emissions Modification is available for their Generation One Eligible Vehicle by September 14, 2018, and their Loan Obligation exceeds the sum of the Vehicle Value and Owner Damages Payment, an Eligible Owner choosing a Buyback or Buyback With Trade-In will qualify for a Loan Forgiveness payment up to a maximum of 30% of this sum, payable towards satisfaction of the Loan Obligation, with certain exceptions set forth in the Settlement Agreement. Loan Forgiveness is only payable towards satisfaction of the portion of a Loan Obligation exceeding the sum of the Vehicle Value and Owner Damages Payment. If the Loan Forgiveness payment is not sufficient to satisfy the Loan Obligation, the Eligible Owner must arrange to resolve any remaining balance in order to receive a Buyback or Buyback With Trade-In.
- e) **Vehicle Value.** A vehicle's Vehicle Value for a Buyback or Buyback With Trade-In will be its CBB wholesale value on November 2, 2015, according to the CBB Condition Category applicable to a vehicle based on its then current mileage ("Current Mileage") no more than twenty (20) days before it is surrendered to a Volkswagen or Audi dealer (the "Surrender Proxy Date"), provided that, when the vehicle is actually surrendered, its mileage is within the Allowance from the Current Mileage set forth in Schedule "B".

For those vehicles whose Current Mileage places them in the highest mileage CBB Condition Category, their Vehicle Value will be determined in accordance with the calculation set forth in Schedule "F".

- f) **Reimbursement of Unused Warranties.** An Eligible Owner who has completed a Buyback or Buyback With Trade-In may submit a claim to receive a reimbursement of any unused and otherwise nonrefundable portions of the purchase price of the following extended vehicle warranties and/or vehicle service contracts or plans purchased from authorized VW or Audi dealerships located in Canada prior to January 17, 2018,

including any termination fees: (i) mechanical breakdown protection contracts, and (ii) Audi Care Prepaid Maintenance contracts (the “Extended Vehicle Warranties”).

2. Eligible Sellers

- a) Eligible Sellers of a Generation Two Eligible Vehicle will receive the Non-Owner Repair Payment.
- b) Eligible Sellers of a Generation One Eligible Vehicle will receive the Non-Owner Damages Payment.

3. Eligible Purchasers

- a) Eligible Purchasers that purchased a Generation Two Eligible Vehicle that was under lease from VW Credit Canada, Inc. (VCCI) or Porsche Financial Services Canada, Inc. (PFSC) to someone else on November 2, 2015, are eligible to receive \$1,000 after they complete the Emissions Compliant Repair available by Recall.
- b) All other Eligible Purchasers of a Generation Two Eligible Vehicle are eligible to receive the Non-Owner Repair Payment after they complete the Emissions Compliant Repair available by Recall.
- c) Eligible Purchasers that purchased a Generation One Eligible Vehicle that was under lease from VCCI to someone else on November 2, 2015 are eligible to receive 50% of the Non-Owner Damages Payment, after they complete the Reduced Emissions Modification if available by Recall.
- d) All other Eligible Purchasers of Generation One Eligible Vehicles are eligible to receive the Non-Owner Damages Payment after they complete the Reduced Emissions Modification if available by Recall.
- e) When they receive their offer for the Reduced Emissions Modification option, Eligible Purchasers of a Generation One Eligible Vehicle will receive a voucher for one AdBlue[®] refill and one oil change (including motor oil, motor oil filter, and associated labor) free of charge for that Eligible Vehicle at an Authorized Dealer of the same brand as the Eligible Vehicle.

4. Eligible Lessees

Generation Two Eligible Vehicles:

- a) Eligible Lessees with active leases of a Generation Two Eligible Vehicle are eligible to receive \$2,000 after they complete the Emissions Compliant Repair with Extended Emissions Warranty available by Recall.
- b) Eligible Lessees of a Generation Two Eligible Vehicle who have concluded leases when they obtain their benefit, and who have not purchased their leased vehicle, are eligible to receive \$2,000.

- c) Eligible Lessees who purchased their leased Generation Two Eligible Vehicle and who still own the vehicle are eligible to receive \$2,000 after they complete the Emissions Compliant Repair with Extended Emissions Warranty available by Recall.
- d) Eligible Lessees who purchased their leased Generation Two Eligible Vehicle and have since sold their vehicle before receiving the Emissions Compliant Repair are eligible to receive \$1,000.

Generation One Eligible Vehicles:

- e) Eligible Lessees with active leases of a Generation One Eligible Vehicle when they obtain their benefits may choose:
 - i. Early Lease Termination and will receive the Non-Owner Damages Payment when they bring their Eligible Vehicle in to a Volkswagen or Audi dealer. To obtain this benefit, Eligible Lessees must pay any delinquent balance, along with any other fees due, pursuant to the terms of their lease;
 - or-
 - ii. Reduced Emissions Modification with Extended Emissions Warranty if available by Recall, and receive the Non-Owner Damages Payment when they participate in the claims program.
- f) Eligible Lessees of a Generation One Eligible Vehicle who have concluded leases when they obtain their benefit, and who have not purchased their leased vehicle, will receive the Non-Owner Damages Payment.
- g) Eligible Lessees who purchased their leased Generation One Eligible Vehicle and who still own it are eligible to receive the Non-Owner Damages Payment after they complete the Reduced Emissions Modification with Extended Emissions Warranty if available by Recall.
- h) Eligible Lessees who purchased their leased Generation One Eligible Vehicle and have since sold their vehicle before receiving the Reduced Emissions Modification are eligible to receive 50% of the Non-Owner Damages Payment.
- i) When they receive their offer for an Early Lease Termination or the Reduced Emissions Modification option, Eligible Lessees with an active lease of a Generation One Eligible Vehicle will receive a voucher for one AdBlue® refill and one oil change (including motor oil, motor oil filter, and associated labor) free of charge for that Eligible Vehicle at an Authorized Dealer of the same brand as the Eligible Vehicle.

B. REPAIR PAYMENT

- Repair Payment.** The Repair Payment means the amount payable to Eligible Owners, Eligible Sellers, Eligible Purchasers or Eligible Lessees of Generation Two Eligible Vehicles based on the make, model, and model year of their vehicle as set out below:

Owner Repair Payments

<u>Model</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>
VW Touareg	\$6,525.00	\$7,025.00	\$7,525.00	\$7,775.00
Audi A6	N/A	\$7,525.00	\$8,125.00	\$8,725.00
Audi A7	N/A	\$8,425.00	\$9,025.00	\$9,725.00
Audi A8/A8L	N/A	\$9,950.00	\$10,225.00	\$11,025.00
Audi Q5	N/A	\$7,325.00	\$7,500.00	\$7,700.00
Audi Q7	\$7,025.00	\$7,625.00	\$7,925.00	N/A
Porsche Cayenne	\$7,875.00	\$8,525.00	\$9,125.00	\$9,325.00

Non-Owner Repair Payments

<u>Model</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>
VW Touareg	\$3,262.50	\$3,512.50	\$3,762.50	\$3,887.50
Audi A6	N/A	\$3,762.50	\$4,062.50	\$4,362.50
Audi A7	N/A	\$4,212.50	\$4,512.50	\$4,862.50
Audi A8/A8L	N/A	\$4,975.00	\$5,112.50	\$5,512.50
Audi Q5	N/A	\$3,662.50	\$3,750.00	\$3,850.00
Audi Q7	\$3,512.50	\$3,812.50	\$3,962.50	N/A
Porsche Cayenne	\$3,937.50	\$4,262.50	\$4,562.50	\$4,662.50

Leased Vehicle Repair Payments

<u>Model</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>
VW Touareg	\$2,000.00	\$2,000.00	\$2,000.00	\$2,000.00
Audi A6	N/A	\$2,000.00	\$2,000.00	\$2,000.00
Audi A7	N/A	\$2,000.00	\$2,000.00	\$2,000.00
Audi A8/A8L	N/A	\$2,000.00	\$2,000.00	\$2,000.00
Audi Q5	N/A	\$2,000.00	\$2,000.00	\$2,000.00
Audi Q7	\$2,000.00	\$2,000.00	\$2,000.00	N/A
Porsche Cayenne	\$2,000.00	\$2,000.00	\$2,000.00	\$2,000.00

C. **DAMAGES PAYMENT**

1. **Damages Payment.** The Damages Payment means the amount payable to Eligible Owners, Eligible Sellers, Eligible Purchasers or Eligible Lessees of Generation One Eligible Vehicles based on the make, model, and model year of their vehicle as set out below:

Owner Damages Payments

<u>Model / Model Year</u>	<u>Owner Damages Payments</u>
VW Touareg 2009	\$8,875.00
VW Touareg 2010	\$9,500.00
VW Touareg 2011	\$9,775.00
VW Touareg 2012	\$10,450.00
Audi Q7 2009	\$9,350.00
Audi Q7 2010	\$9,850.00
Audi Q7 2011	\$10,575.00
Audi Q7 2012	\$12,600.00

Non-Owner Damages Payments

<u>Model / Model Year</u>	<u>Non-Owner Damages Payments</u>
VW Touareg 2009	\$4,437.50
VW Touareg 2010	\$4,750.00
VW Touareg 2011	\$4,887.50
VW Touareg 2012	\$5,225.00
Audi Q7 2009	\$4,675.00
Audi Q7 2010	\$4,925.00
Audi Q7 2011	\$5,287.50
Audi Q7 2012	\$6,300.00

D. EMISSIONS COMPLIANT REPAIR

Eligible Claimants in possession of their Generation Two Eligible Vehicle may receive the Emissions Compliant Repair available by Recall, which brings the vehicle into full compliance with the emissions standards to which it was originally certified. Eligible Claimants can receive the Emissions Compliant Repair with Extended Emissions Warranty at no cost, except that any costs to complete the repair that are necessitated by reason of an aftermarket modification of the vehicle are not covered.

Emissions Compliant Repairs for all Generation Two vehicles have been approved by the U.S. EPA. Notice will be provided to owners and lessees when the Emissions Compliant Repair for their vehicle launches by Recall in Canada.

Eligible Claimants who receive the Emissions Compliant Repair with Extended Emissions Warranty will be entitled to their applicable Repair Payment when they participate in the claims program.

E. REDUCED EMISSIONS MODIFICATION

Eligible Claimants in possession of their Generation One Eligible Vehicle may receive the Reduced Emissions Modification, if it is approved by the U.S. EPA and available in Canada by Recall. Eligible Claimants can receive the Reduced Emissions Modification at no cost, except that any costs to complete the modification that are necessitated by reason of an aftermarket modification of the vehicle are not covered.

Volkswagen Group is working with the U.S. EPA to develop a Reduced Emissions Modification for all model year 2009-2012 Generation One vehicles, and has submitted a proposed emissions modification for approval.

If a Reduced Emissions Modification is approved by the U.S. EPA and available in Canada by Recall, a Class Update will be made available by mail, e-mail and at www.VWCanadaSettlement.ca and will include a clear and accurate disclosure regarding

all of the modification's effects that may be reasonably important to Settlement Class Members.

If there is no Reduced Emissions Modification available for Generation One vehicles by September 14, 2018, a Class Update will inform Settlement Class Members who own such vehicles that they will have a second opportunity to opt out of the Settlement Class during the period from **September 15, 2018** through **November 15, 2018**, if they have not already made a Claim, or received benefits under the Settlement Agreement. If these Settlement Class Members do not opt out, they can choose a Buyback or Buyback With Trade-In and will receive their applicable Damages Payment. Eligible Lessees with active leases of such vehicles can select an Early Lease Termination and will receive their applicable Damages Payment.

Eligible Claimants who receive the Reduced Emissions Modification with Extended Emissions Warranty, are eligible to receive their applicable Damages Payment when they participate in the claims program.

F. SURRENDER FOR INOPERABILITY

In order to receive a Buyback, Buyback With Trade-In, Reduced Emissions Modification, or Emissions Compliant Repair, the Eligible Vehicle must be Operable when brought in to a Volkswagen, Audi or Porsche dealership. In the case of vehicles that are Inoperable, but otherwise eligible, Eligible Claimants may surrender their vehicle to a Volkswagen, Audi or Porsche dealership and receive their applicable Damages Payment or Repair Payment, but not Vehicle Value. These Eligible Claimants must arrange to resolve any outstanding Loan Obligations and unpaid Québec traffic tickets and fines on their vehicle before it is surrendered. Loan Forgiveness will not be available to Eligible Claimants surrendering Inoperable vehicles.

G. EXAMPLES

Examples illustrating how benefits are calculated under the Settlement Agreement in relation to Generation One Eligible Vehicles are set out below. These examples are based on the following assumptions, as applicable:

Assumptions	
Eligible Vehicle	2010 Touareg
Vehicle Value as of November 2, 2015	\$ 23,300
Fair Market Value at time of Trade-In	\$ 17,400
Cost of a replacement vehicle	\$ 35,000
Owner Damages Payment	\$ 9,500
Maximum Loan Forgiveness that may apply to an Eligible Owner	\$ 9,840
Non-Owner Damages Payment	\$ 4,750

Example 1: Eligible Owners Selecting a Buyback

Eligible Owners of a Generation One vehicle who choose a Buyback will receive a total payment of their Vehicle Value plus Owner Damages Payment, less any portion of this amount that is directed to be paid by VW towards satisfying any outstanding Loan Obligation.

a) Buyback and No Outstanding Loan Obligation

Vehicle Value	\$ 23,300
Owner Damages Payment	\$ 9,500
Total Settlement Benefits Payable to Eligible Owner	\$ 32,800
Net VW Payment to Eligible Owner	\$ 32,800

b) Buyback and Loan Obligation Less than Settlement Benefits

Vehicle Value	\$ 23,300
Owner Damages Payment	\$ 9,500
Total Settlement Benefits Payable to Eligible Owner	\$ 32,800
Loan Obligation at Surrender Date (including all fees)	\$ 2,800
VW Payment to Lender	-\$ 2,800
Loan Obligation Balance (to be paid by Eligible Owner)	\$ 0
Net VW Payment to Eligible Owner	\$ 30,000

c) Buyback and Loan Obligation Greater than, but Less than 130% of, Settlement Benefits (if Loan Forgiveness Is Available)

Vehicle Value	\$ 23,300
Owner Damages Payment	\$ 9,500
Total Settlement Benefits Payable to Eligible Owner	\$ 32,800
Loan Forgiveness Available	\$ 2,200
Loan Obligation at Surrender Date (including all fees)	\$ 35,000
VW Payment to Lender	-\$ 32,800
Available Loan Forgiveness Applied	-\$ 2,200
Loan Obligation Balance (to be paid by Eligible Owner)	\$ 0
Net VW Payment to Eligible Owner	\$ 0

d) Buyback and Loan Obligation Greater than 130% of Settlement Benefits (if Loan Forgiveness Is Available)

Vehicle Value	\$ 23,300
Owner Damages Payment	\$ 9,500
Total Settlement Benefits Payable to Eligible Owner	\$ 32,800
Loan Forgiveness Available	\$ 9,840
Loan Obligation at Surrender Date (including all fees)	\$ 45,000
VW Payment to Lender	-\$ 32,800
Available Loan Forgiveness Applied	-\$ 9,840
Loan Obligation Balance (to be paid by Eligible Owner)	\$ 2,360
Net VW Payment to Eligible Owner	\$ 0

Example 2: Eligible Owners Selecting a Buyback With Trade-In

Eligible Owners of a Generation One Eligible Vehicle who choose a Buyback With Trade-In toward the purchase of a replacement new or used VW or Audi vehicle may receive a total payment of their Vehicle Value, less Fair Market Value trade-in credit, plus Owner Damages Payment. For Eligible Owners with a Loan Obligation, some or all of their payment remaining may be directed to be used towards satisfying their Loan Obligation.

a) Buyback With Trade-In and No Outstanding Loan Obligation

Vehicle Value	\$ 23,300
Owner Damages Payment	\$ 9,500
Total Settlement Benefits Payable to Eligible Owner	\$ 32,800
Replacement Vehicle Cost	\$ 35,000
Fair Market Value Credit	-\$ 17,400
Net Replacement Vehicle Cost	\$ 17,600
Net VW Payment to Eligible Owner	\$ 15,400

b) Buyback With Trade-In and Loan Obligation Less than Remainder of Settlement Benefits After Trade-In Credit

Vehicle Value	\$ 23,300
Owner Damages Payment	\$ 9,500
Total Settlement Benefits Payable to Eligible Owner	\$ 32,800
Replacement Vehicle Cost	\$ 35,000
Fair Market Value Credit	-\$ 17,400
Net Replacement Vehicle Cost	\$ 17,600
Loan Obligation at Surrender Date (including all fees)	\$ 2,800
VW Payment to Lender	-\$ 2,800
Loan Obligation Balance (to be paid by Eligible Owner)	\$ 0
Net VW Payment to Eligible Owner	\$ 12,600

c) Buyback With Trade-In and Loan Obligation Greater than Remainder of Settlement Benefits After Trade-In Credit

Vehicle Value	\$ 23,300
Owner Damages Payment	\$ 9,500
Total Settlement Benefits Payable to Eligible Owner	\$ 32,800
Replacement Vehicle Cost	\$ 35,000
Fair Market Value Credit	-\$ 17,400
Net Replacement Vehicle Cost	\$ 17,600
Loan Obligation at Surrender Date (including all fees)	\$ 16,000
VW Payment to Lender	-\$ 15,400
Loan Obligation Balance (to be paid by Eligible Owner)	\$ 600
Net VW Payment to Eligible Owner	\$ 0

d) Trade-In and Loan Obligation Greater than Remainder of Settlement Benefits After Trade-In Credit, but Less than 130% of Settlement Benefits (if Loan Forgiveness Is Available)

Vehicle Value	\$ 23,300
Owner Damages Payment	\$ 9,500
Total Settlement Benefits Payable to Eligible Owner	\$ 32,800
Loan Forgiveness Available	\$ 2,200
Replacement Vehicle Cost	\$ 35,000
Fair Market Value Credit	\$ 17,400
Net Replacement Vehicle Cost	\$ 17,600
Loan Obligation at Surrender Date (including all fees)	\$ 35,000
VW Payment to Lender	-\$ 15,400
Available Loan Forgiveness Applied	-\$ 2,200
Loan Obligation Balance (to be paid by Eligible Owner)*	\$ 17,400
Net VW Payment to Eligible Owner	\$ 0

**Loan Forgiveness, if available, is only applicable towards satisfaction of any portion of a Loan Obligation exceeding the sum of the Vehicle Value and Owner Damages Payment, up to a maximum of 30% of this sum. Accordingly, in the scenario where a Loan Obligation is less than the 130% cap, Eligible Owners choosing a Trade-In must pay the amount of the Loan Obligation corresponding to the value of the Fair Market Value trade-in credit. The Loan Forgiveness payment satisfies the remaining balance of the Loan Obligation in this scenario.*

e) Trade-In and Loan Obligation Greater than 130% of Settlement Benefits (if Loan Forgiveness Is Available)

Vehicle Value	\$ 23,300
Owner Damages Payment	\$ 9,500
Total Settlement Benefits Payable to Eligible Owner	\$ 32,800
Loan Forgiveness Available	\$ 9,840
Replacement Vehicle Cost	\$ 35,000
Fair Market Value Credit	-\$ 17,400
Net Replacement Vehicle Cost	\$ 17,600
Loan Obligation at Surrender Date (including all fees)	\$ 45,000
VW Payment to Lender	-\$ 15,400
Available Loan Forgiveness Applied	-\$ 9,840
Loan Obligation Balance (to be paid by Eligible Owner)*	\$ 19,760
Net VW Payment to Eligible Owner	\$ 0

*Loan Forgiveness, if available, is only applicable towards satisfaction of any portion of a Loan Obligation exceeding the sum of the Vehicle Value and Owner Damages Payment, up to a maximum of 30% of this sum. Accordingly, in the scenario where a Loan Obligation exceeds the 130% cap, Eligible Owners choosing a Trade-In are required to pay the amount of the Loan Obligation corresponding to the value of the Fair Market Value trade-in credit, plus the amount of the Loan Obligation exceeding the 130% cap.

Example 3: Eligible Owners Selecting the Reduced Emissions Modification

Eligible Owners of a Generation One Eligible Vehicle may choose to keep their vehicle and have the Reduced Emissions Modification performed.

Settlement Benefits	VW Payment to Eligible Owner
Reduced Emissions Modification with Extended Emissions Warranty* + Owner Damages Payment	\$ 9,500

*If a Reduced Emissions Modification is not available for the vehicle by September 14, 2018, Eligible Owners will continue to have the choice of a Buyback or Buyback With Trade-In or may opt out of the Settlement Agreement between September 15, 2018 to November 15, 2018.

Example 4: Eligible Sellers

Eligible Sellers who owned a Generation One Eligible Vehicle on November 2, 2015 and subsequently sold or transferred ownership of their vehicle before January 17, 2018 will receive the Non-Owner Damages Payment.

Settlement Benefits	VW Payment to Eligible Seller
Non-Owner Damages Payment	\$ 4,750

Example 5: Eligible Purchasers

Eligible Purchasers who acquired a Generation One Eligible Vehicle after November 2, 2015 and continue to own the vehicle may receive the Reduced Emissions Modification.

Settlement Benefits	VW Payment to Eligible Purchaser
Reduced Emissions Modification with Extended Emissions Warranty* + Non-Owner Damages Payment	\$ 4,750**

**If a Reduced Emissions Modification is not available for the vehicle by September 14, 2018, Eligible Purchasers will become eligible to choose a Buyback or Buyback With Trade-In or may opt out of the Settlement Agreement between September 15, 2018 to November 15, 2018.*

***Eligible Purchasers will receive 50% of the Non-Owner Damages Payment if they acquire ownership of an Eligible Vehicle that previously had an active lease issued by VCCI to someone else as of November 2, 2015.*

Example 6: Eligible Lessees with Active Leases

Eligible Lessees of a Generation One Eligible Vehicle with active leases when they obtain their benefits may choose Early Lease Termination or the Reduced Emissions Modification.

Settlement Benefits	VW Payment to Eligible Lessee
Early Lease Termination + Non-Owner Damages Payment	\$ 4,750
Reduced Emissions Modification with Extended Emissions Warranty* + Non-Owner Damages Payment	\$ 4,750

**If a Reduced Emissions Modification is not available for the vehicle by the lease-end date, the Non-Owner Damages Payment will be payable on the lease-end date.*

Example 7: Eligible Lessees with Concluded Leases

Eligible Lessees of a Generation One Eligible Vehicle who have concluded or transferred leases when they obtain their benefits, and who have not purchased their leased vehicle, will receive the Non-Owner Damages Payment.

Settlement Benefits	VW Payment to Eligible Lessee
Non-Owner Damages Payment	\$ 4,750

Example 8: Eligible Lessees Who Purchase Their Leased Eligible Vehicle

Eligible Lessees of a Generation One Eligible Vehicle who purchase their leased vehicle pursuant to the lease terms may receive the Reduced Emissions Modification.

Settlement Benefits	VW Payment to Eligible Lessee
Reduced Emissions Modification with Extended Emissions Warranty* + Non-Owner Damages Payment	\$ 4,750**

**If a Reduced Emissions Modification is not available for the vehicle by September 14, 2018, those Eligible Lessees will become eligible to choose a Buyback or Buyback With Trade-In or may opt out of the Settlement Agreement between September 15, 2018 to November 15, 2018.*

***Eligible Lessees will receive 50% of the Non-Owner Damages Payment if they sell their vehicle without a Reduced Emissions Modification.*