

July 2012

Recall Campaign No. 12V-267: Steering Gear

Dear BMW Owner:

This notice is sent to you in accordance with the requirements of the National Traffic and Motor Vehicle Safety Act.

BMW AG has decided that a defect, which relates to motor vehicle safety, exists in certain Model Year 2012-13 BMW X5 SAV and Model Year 2013 BMW X6 SAC vehicles. Our records indicate that you are the owner of a potentially affected vehicle.

We sincerely apologize for any inconvenience this may cause you.

DESCRIPTION OF PROBLEM

The issue involves the steering gear. Due to a machine process error at the supplier, a snap ring in the steering gear housing can loosen during vehicle operation. This would lead to leakage of power steering fluid flowing into the rubber boot of the steering gear, causing a pressure loss in the hydraulic system.

The result is a loss of power steering assist. Steering function will be maintained; however, the effort required to steer the vehicle will be significantly higher.

In some cases, power steering fluid can spray onto hot exhaust components. Therefore, an engine compartment fire may occur.

DESCRIPTION OF REPAIR

The steering gear will be inspected and, if necessary, also replaced.

The actual repair will require approximately one day; however, additional time may be required depending on the BMW center's schedule. This work will be performed free of charge by your authorized BMW center.

Do not leave this problem unattended. Please take note of and observe the following precautions.

PRECAUTIONS FOR YOUR SAFETY

1. **CONTACT YOUR AUTHORIZED BMW CENTER IMMEDIATELY TO HAVE THE NECESSARY REPAIR PERFORMED AS SOON AS POSSIBLE.**
2. **If you experience loss of power steering assist while driving, pull over carefully as soon as possible to a safe location, and away from traffic. Do not continue to drive your vehicle. Contact BMW Roadside Assistance at 1-800-332-4269 immediately to have your vehicle brought to the nearest authorized BMW center.**
3. **If you notice a burning smell or burning and/or smoke from the front of the vehicle, pull over carefully as soon as possible to a safe location and away from traffic. Do not continue to drive your vehicle. Switch off the engine. Do not open the hood. All occupants should carefully exit the vehicle and move to a location away from traffic. Contact BMW Roadside Assistance at 1-800-332-4269 immediately to have your vehicle brought to the nearest authorized BMW center.**
4. **If you are not the only driver of this vehicle, please advise all other drivers and passengers of this important information.**

OTHER INFORMATION

Should you need BMW Roadside Assistance, they can be contacted at 1-800-332-4269.

If you are no longer the owner of this vehicle, we would appreciate your furnishing us with the name and address of the new owner, using the enclosed postage-paid card.

If you are a lessor of this vehicle, Federal Regulations require you to forward this notice to your lessee within ten days.

If you have already had this repair performed at your own expense, please see the attachment regarding possible eligibility for reimbursement.

Should you have any questions about this Campaign, please contact your authorized BMW center.

Again, we sincerely apologize for any inconvenience this may cause you.

We appreciate your confidence in our product, and we wish to do everything we can to retain your confidence. Should you need additional assistance, you may contact

BMW Customer Relations and Services at 1-800-525-7417, or via email at CustomerRelations@bmwusa.com.

If the BMW center is unable to remedy the defect without charge or within a reasonable period of time, you may notify the Administrator, National Highway Traffic Safety Administration, 1200 New Jersey Ave., S.E., Washington, DC 20590; call the toll-free Vehicle Safety Hotline at 1-888-327-4236 (TTY: 1-800-424-9153); or go to <http://www.safercar.gov>.

BMW recommends that you always wear your safety belt, and that all passengers are properly seated and restrained at all times.

BMW OF NORTH AMERICA, LLC