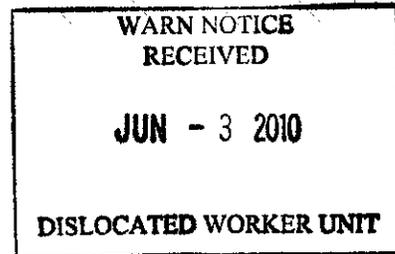




CARGO TRAILERS

June 1, 2010

Ms. Jennifer Long
State Dislocated Worker Program Coordinator
Indiana Department of Workforce Development
Dislocated Worker Unit
10 North Senate Avenue
Indianapolis, IN 46204-2277



Re: Closing of Pace American, Inc. facility at 11550 Harter Drive, Middlebury, IN 46540

Dear Ms. Long:

Pursuant to the Worker Adjustment and Retraining Notification Act of 1988 ("WARN Act"), we are writing to inform you of the possible closing of Pace American Inc.'s facility located at 11550 Harter Drive, Middlebury, IN 46540 (the "Facility"). Pace American is in the process of selling substantially all of its assets and business operations pursuant to a sale under Article 9 of the Uniform Commercial Code. While it is our hope that Pace American's business operations will continue without interruption throughout the sale process, we believe there is a possibility that this sale may force Pace American to close the Facility.

If Pace American closes the Facility, we expect this action will be permanent. Such closing will take place no earlier than July 31, 2010. There is no union representation at the Facility and bumping rights do not exist. Approximately 150 employees will be affected by the Facility's closing. The departments, employees and positions that will be affected by the closing are attached hereto as Exhibit A.

You may contact Steve Ambrose at (574) 825-7223 or sambrose@paceamerican.com, if you have any further questions. Please accept this as official notice of the possible closing of Pace American's Middlebury Facility.

Sincerely,

Jim Tennant
CEO



EXHIBIT A

Upon closing of the Middlebury Facility, the following positions will be eliminated:

Job Title No. Selected

<u>DIRECT LABOR</u>	
Assembler	78
Welder	25
Painter	3
Total Direct	106

<u>INDIRECT LABOR</u>	
Inspector	1
Parts	8
Service	2
Transport	1
Total Indirect	12

<u>SALARY</u>	
Purchasing Manager	1
Purchasing Agent	4
Warranty Admin	3
Sales Coordinators	3
Salesmen	4
HR Manager	1
Payroll Coordinator	1
CFO	1
Receptionist	1
Controller	1
Staff Accountant	2
Credit & Collections	2
Accounts Payable	3
Cost Accountant	1
Engineer	1
IT Manager	1
Plant Manager	2
Total Salary	32

Total Employees 150