

**PRODUCT RECALL NOTIFICATION  
PLEASE READ IMMEDIATELY**

March 24, 2005

Dear Medical Director, President, Technical Director, Technicians and concerned parties,

On March 24, 2005, you were notified by telephone that CHAD Therapeutics, Inc., 21622 Plummer Street, Chatsworth, California is voluntarily recalling a limited number of SEQUOIA OXYMATIC<sup>®</sup> electronic oxygen conservers that were manufactured in December of 2004 and January of 2005. We have discovered that these devices may have been manufactured with shot sizes that are below our manufacturing specifications and these units may need to be recalibrated. If you titrate your patients when you set them up with these conservers there would be no impact on the patient.

A list of the serial numbers of the SEQUOIA conservers that were sold to your organization between December 2, 2004, and February 15, 2005, and are affected by the recall is enclosed (Attachment 1). No other serial numbers of these devices are affected.

We are requesting that all customers hold and discontinue selling and using the identified serial numbers of SEQUOIA conservers and recover any units that have been placed with patients. Once the identified units have been recovered, please return them to CHAD Therapeutics, Inc. To facilitate the recall, we are providing each customer with new SEQUOIA conservers to replace those being recalled.

To date, there have been **no** adverse events related to the use of these conservers to CHAD Therapeutics. We have classified this as a Class 2 recall as we do not believe it represents a risk of serious adverse health consequences.

In order to advise the Food and Drug Administration about the effectiveness of the recall, please complete and return the enclosed questionnaire (Attachment 2) promptly, using the enclosed prepaid self-addressed envelope, or, you may FAX it to us at (818) 882-1809, Attn.: Michelle Hermann.

We apologize for any inconvenience that may cause you and your users and appreciate your cooperation in this matter.

If you have any questions regarding this matter, please call **CHAD Therapeutics Customer Service at (800) 423-8870**.

Sincerely,



Earl L. Yager  
President and CEO

Enclosures

CHAD THERAPEUTICS, INC.  
PRODUCT RECALL QUESTIONNAIRE

Please read each question and check the proper answer you have chosen:

DATE \_\_\_\_\_

1) Did your firm receive notification that CHAD Therapeutics is recalling certain SEQUOIA OXYMATIC electronic conservers with the serials numbers identified on Attachment 1?

YES \_\_\_\_\_ NO \_\_\_\_\_

2) Did your firm receive shipments of the product being recalled?  
(If no, please sign and return).

YES \_\_\_\_\_ NO \_\_\_\_\_

3) Do you now have any of the recalled product on hand?  
(Please check inventories before answering)

YES \_\_\_\_\_ NO \_\_\_\_\_

QUANTITY \_\_\_\_\_

4) If the answer to question 3 is YES, do you intend to return the product to CHAD Therapeutics as requested?

YES \_\_\_\_\_ NO \_\_\_\_\_

5) If the answer to question 4 is NO, please explain why.

\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

\_\_\_\_\_  
Name of person completing questionnaire

\_\_\_\_\_  
Title

\_\_\_\_\_  
Signature

If you have any questions, please call CHAD Therapeutics Customer Service at (800) 423-8870.