

Environmental and Social Data Sheet

Overview

Project Name:	PSA EURO 6 2 R&D
Project Number:	2013-0062
Country:	France
Project Description:	RDI investments on powertrains that (i) will ensure the compliance to the emission requirements that will be in place with Euro 6.2 in 2017; and (ii) will bring about significant reduction of fuel consumption and CO ₂ emissions allowing the company to achieve its CAFÉ 2020 targets. The RDI activities will be carried out at the promoter's technical centres in France between January 2013 and December 2017.

EIA required: no

Project included in Carbon Footprint Exercise¹: no

(details for projects included are provided in section: "EIB Carbon Footprint Exercise")

Summary of Environmental and Social Assessment, including key issues and overall conclusion and recommendation

The project concerns investments in research and development that will be carried out in existing facilities without changing their already authorised scope. An Environmental Impact Assessment (EIA) is therefore not required by EIA Directive 2011/92/EU. Being a pure R&D project, it does not per se have any impact on the environment; however overall, it is considered as environmentally acceptable with minor negative residual impact as, while the products of the programme will have significantly lower emissions and fuel consumption improving the current situation, they will still add to the environmental load caused by automotive vehicles.

Environmental and Social Assessment

Environmental Assessment

The project concerns RDI activities on passenger vehicle powertrain technologies with the main objective of improving the environmental impact in terms of reduction of fuel consumption and CO₂ and also polluting emissions. More specifically, the new engines will be compliant with the emissions regulation that will be in place in 2017 and which will be the intermediate step between the Euro 6 (2014) and Euro 7 that is expected to be in place in 2020. In addition, with this project the company aims at developing the engine technologies necessary to achieve its 2020 CO₂ targets.

Other Environmental and Social Aspects

The Group's Code of Ethics makes specific reference to the integration of environmental criteria in supplier relationship management, and environmental audits are conducted at selected suppliers' sites in accordance with the risk level associated with their country, products or processes.

¹ Only projects that meet the scope of the Pilot Exercise, as defined in the EIB draft Carbon Footprint Methodologies, are included, provided estimated emissions exceed the methodology thresholds: above 100 000 tonnes CO₂e/year absolute (gross) or 20 000 tonnes CO₂e/year relative (net) – both increases and savings.

According to a third party company specializing in the assessment of companies and organisations with regard to their practices and performance on environmental, social and governance issues, PSA's overall performance in the environmental domain is good in absolute terms and above the sector average. The company's environmental strategy covers main impacts and includes quantitative targets with regard to manufacturing processes as well as product efficiency. For the latter, performances are advanced as regards the development of "green" technologies and the management of environmental impacts from the use and disposal of vehicles. Environmental impacts related to production processes are comprehensively addressed and key performance indicators reflect stable or positive trends. The Automotive Division production plants are ISO 14001-certified worldwide, except for the Kaluga plant in Russia which began operations in 2012 and is expected to be certified in the near future. Overall, more than 25 plants out of the company's 31 (including component and foundry plants) have Environmental management Systems certifications.

The Group's Annual Report and Sustainable Development Performance Indicators inform stakeholders and the public about the Group's projects concerning the industrial environment, the results obtained and the progress made in improving environmental performance.

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