

Environmental and Social Data Sheet

Overview

Project Name: KTM 2WHEELS RDI MIDCAP RSFF
 Project Number: 2013-0384
 Country: AUSTRIA
 Project Description: The EIB financing is related to R&D focusing on (i) fuel economy, (ii) safety and (iii) development of new materials. The investments will be carried out in the promoter's R&D centre located in Mattighofen (Austria).

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

Research and development activities on motorcycles are not listed in any of the annexes of the Environmental Impact Assessment (EIA) Directive 2011/92/EU. The financed activities will be carried out in existing facilities, already authorised, that will not change the scope due to the project and therefore do not require an Environmental Impact Assessment.

The project comprises also some capital expenditures related to the expansion of the promoter's R&D centre and some new equipment for R&D. The promoter has confirmed that no EIA has been requested for this project component and that the installation of the new equipment is still covered by valid environmental permits.

In the light of the main R&D drivers for the projected investments of the promoter, the financed project, if successful, is expected to bring positive environmental and social benefits, such as reduced emission and improved road safety; the project is therefore considered eligible for the Bank's financing, with minor negative residual impacts because the newly developed engines will still add to the environmental load.

Environmental and Social Assessment

Environmental Assessment

Research and development activities on motorcycles are not listed in any of the annexes of the EIA Directive 2011/92/EU. The financed activities will be carried out in existing facilities, already authorised, that will not change the scope due to the project and therefore do not require an Environmental Impact Assessment.

The project comprises also capital expenditures related to a testing bench for motor vehicles, exhaust gas filtering units and general R&D equipment. Test benches for motor vehicles fall under the Annex II of the above mentioned Directive and as such the need for an EIA is up to the local competent authority. The promoter has

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 tons CO₂e/year absolute (gross) or 20 000 tons CO₂e/year relative (net) – both increases and savings.

confirmed that no EIA has been requested for this project component as the installation of this new equipment is still covered by applicable environmental permits.

In the light of the main R&D drivers for the projected investments of the promoter, the financed project, if successful, is expected to bring positive environmental and social benefits, such as reduced emission and improved road safety; the project is therefore considered eligible for the Bank's financing, with minor negative residual impacts because the newly developed engines will still add to the environmental load.

Other Environmental and Social Aspects

All production plants and R&D facilities of KTM AG are certified according to the ISO 9001 standard and equipped with state-of-the-art technologies regarding environmental friendliness. The promoter's management board is constantly looking forward on improving in-house processes to maximize efficiency and sustainably reduce waste.