

Luxembourg, 13th October 2016

Environmental and Social Data Sheet

Overview

Project Name: KSPG AUTOMOTIVE RDI

Project Number: 2016-0416

Germany, Italy, France Country:

Project Description: The project concerns selected R&D investments mostly

related to technological innovations for combustion engines

as well as for electric and hybrid drive-trains.

EIA required:

Project included in Carbon Footprint Exercise¹: nο

Environmental and Social Assessment

Environmental Assessment

The project focuses on emission reduction (CO2 and pollutants such as NOx), fuel economy improvement, and weight reduction efficiency for conventional automotive vehicles using Internal Combustion Engines (ICEs) as well as for electric and hybrid vehicles. It covers R&D activities related to the promotor's divisions for engine metal parts and mechatronics that will be implemented primarily at the promoter's R&D centres in Germany, France, and Italy.

An increasing environmental awareness and new emission regulations² force automotive OEMs to rigorously limit the environmental impact of their fleets over the next years. Without significant investments in R&D by OEMs, but also by automotive suppliers, the respective goals are not achievable. The promoter, a tier-1 supplier to the automotive industry, develops innovative technologies and solutions for improved engine and drive-train related components that will clearly help achieving the upcoming CO2 emission targets of 95 g per km in 2020, further tightening towards 2025.

Other Environmental and Social Aspects

The great majority of the promoter's sites is ISO 14001 certified. In line with automotive industry best practices, the promoter has good operating and HSE (Health, Safety and Environment) procedures in place.

Conclusions and Recommendations

The project concerns R&D activities that are not specifically listed in the EIA directive and that will be carried out in existing facilities without changing their already authorized scope. Therefore it does not require an Environmental Impact Assessment (EIA) under the Directive 2011/92/EU as amended.

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.

² Especially Regulation (EU) No 443/2009 setting emission performance standards for new passenger cars and the

upcoming Worldwide Harmonized Light Vehicles Test Procedures (WLTP)



Luxembourg, 13th October 2016
The products that will result from this R&D project will contribute to significant reductions of emissions of the vehicles they will be deployed in. The project is therefore acceptable for financing by the Bank.