

Paris – 12 May 2011

- **PSA Peugeot Citroën announces new investments in France's Nord Pas de Calais region**
- **PSA Peugeot Citroën and Fiat will not renew their joint-venture agreement at Sevelnord after 2017**

- **A major three-year, €355-million capital expenditure programme at the Valenciennes plant in the Nord department and at the Française de Mécanique facility in Douvrin, in the Pas de Calais.**
- **The expansion by 2013 of its centre of expertise for automatic gearboxes in Valenciennes**
- **PSA Peugeot Citroën and Fiat will continue to jointly produce vehicles at the Sevelnord plant until 2017, but the two partners have decided not to renew their joint-venture agreement after that date due to diverging product strategies.**

PSA Peugeot Citroën announced today that it will invest €220 million from now through 2014 in its Valenciennes plant for the production of a new Dual-Clutch Transmission. Installed capacity will total 400,000 units a year, leading to the creation of 400 new jobs. The new line of seven-speed automatic gearboxes will offer outstanding performance in fuel efficiency and driving experience.

As part of this process, PSA Peugeot Citroën has also announced the expansion of its automatic gearbox centre of expertise. Based at the Valenciennes plant and currently staffed by around 50 engineers and technicians, the R&D centre will grow to 110 people in 2013. It will enhance the Group's expertise in the strategic area of the automatic transmissions.

In addition, PSA Peugeot Citroën is deploying a three-year, €135-million investment programme at the Française de Mécanique plant in Douvrin. In 2013, the facility will start production of the new turbocharged 3-cylinder petrol engine, with capacity reaching up to 320,000 units per year. The turbo version will join the naturally-aspirated versions that the Metz-Trémery plant, in the Lorraine region, will produce from 2012 onwards, with a capacity of 640,000 units a year.

These major capital expenditure programmes confirm PSA Peugeot Citroën's commitment to be a leading manufacturer in France, particularly in the Nord Pas de Calais region.

Lastly, PSA Peugeot Citroën and Fiat will continue to jointly produce vehicles at the Sevelnord plant in Hordain, near Valenciennes, until 2017. However, the two partners will not renew their joint-venture agreement after that date. The product strategies of Fiat and PSA Peugeot Citroën in the segment served by the Peugeot Expert, Citroën Jumpy and Fiat Scudo being divergent, their joint-venture at Sevelnord will not be renewed.

Besides, in the framework of their cooperation agreement in light commercial vehicles, PSA Peugeot Citroën and Fiat are planning to produce the models Peugeot Boxer, Citroën Jumper and Fiat Ducato to 2019, in Val di Sangro, Italy.

Denis Martin, member of the board, head of Industrial Operations, said: "these investment programmes at Douvrin and Valenciennes, as well as the expansion of the automatic gearbox centre of expertise, demonstrate the growing importance of the Group's powertrains production operations in the Nord Pas de Calais region. This region is asserting its role as a source of excellence in addressing the challenges faced by the automotive industry. Regarding the end of our partnership with Fiat at the Sevelnord plant, the 2017 deadline is far away enough for us to work on preparing the evolution of the plant's operations. Up to this date, this work will be conducted by the Group in close liaison with the public authorities and Nord Pas de Calais Region."