Audi MediaInfo



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Audi México Communications

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AUDI AG opens automobile plant in Mexico

- Audi Board of Management gives starting signal for production of new Audi Q5
- Audi CEO Rupert Stadler: "A milestone in the history of our company"
- Board of Management Member for Production Hubert Waltl: "The first virtually planned automobile plant"
- Up to 150,000 premium automobiles for the world market each year
- Investment of more than €1 billion at the site

Ingolstadt/San José Chiapa, September 30, 2016 – Audi is further expanding its worldwide production network and thus continuing along its path of global growth. This Friday, the Audi Board of Management opened the company's first automobile plant on the North American continent. Starting now, the brand with the Four Rings will produce the new generation of the Audi Q5* for the world market in San José Chiapa in Mexico's federal state of Puebla. The plant has an annual production capacity of approximately 150,000 premium SUVs. By the end of the year, a total of 4,200 jobs will be created locally at Audi México.

AUDI AG is the first premium automobile manufacturer with product facilities in Mexico. "The plant in Mexico is a milestone in the history of our company and an important step in our internationalization. It is one of the most modern factories on the American continent. With this facility, we have established an important site for the export of our automobiles to customers all over the world," stated Prof. Rupert Stadler, Chairman of the Board of Management of AUDI AG. The country has twelve free-trade agreements with more than 50 countries and therefore offers ideal economic conditions. Mexico is a powerhouse for automobiles and automotive components.

Together with his Board of Management colleagues Prof. Dr. Hubert Waltl (Production and Logistics and also Chairman of the Board of Audi México), Prof. h.c. Thomas Sigi (Human Resources) and Dr. Bernd Martens (Procurement), as well as the Governor of the State of Puebla Rafael Moreno Valle, and Mayor of San José Chiapa Josué Martínez Santos, Stadler gave the signal for the official start of production of the new Audi Q5. "For us, this plant is more than a financial investment of over one billion euros. Above all, it is a commitment to the site and to the people who, together with us, have managed this great achievement," continued Stadler.

"Our plant in Mexico is a prime example of the Audi Smart Factory. The facility is the first that we have put into operation completely virtually, that is, in a computer simulation," stated Audi's Board of Management Member for Production Waltl. We have optimized the entire process chain and put the plant into operation 30 percent faster than is usual." That was a record in the automobile industry.

^{*} The fuel consumption of all models named above and available on the German market can be found in the list provided at the end of this MediaInfo.

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Audi has applied state-of-the-art technology in the factory planning. The plant first took shape in great detail in virtual space, where factory planners from various sites were able to work on the plant structure simultaneously. As a result, Audi was able to set up a complete car plant with a press shop, body shop, paint shop and assembly line on an area of 400 hectares (988acres) in the record time of just three and a half years. Ultramodern plant equipment and highly efficient logistics allow an annual production volume of 150,000 Audi Q5 vehicles. Thanks to various water treatment methods and the application of new technologies in the paint shop, the plant will be free of wastewater. New equipment will significantly reduce water, gas and electricity consumption and facilitate resource-efficient production.

A supplier park has been established immediately adjacent to the park. Seven suppliers and logistics providers have started operations there in time for the start of production of the Audi Q5. The JIS park (just in sequence) guarantees short distances from the suppliers' buildings to the assembly line and allows punctual delivery of components for the premium SUV. At the start of production, Audi is sourcing more than 70 percent of the parts from the NAFTA region and plans to increase this proportion of localization over the long term. In total, more than 100 companies already supply parts for the Audi Q5 from sites in Mexico.

In line with its social responsibility, the company also supports the people in the region. Audi México has so far taken more than 3,300 local employees on board. Audi prepares its employees for their future tasks with tailored training courses at a new training center. Approximately 5,300 training courses have already been carried out. In addition, Audi has provided advance training at its sites in Germany to more than 750 Mexican employees, who were assisted by experienced mentors. Audi México offers diverse entry possibilities to young talented people, such as the system of dual training with approximately 80 apprenticeships each year, the internship program, the EMA scholarship program (*Estudiantes Mexicanos en Alemania*) and the new *Programa de Especialistas*, a qualifications program for career starters and job applicants with initial career experience.

The new Audi Q5 combines the sportiness of an Audi sedan with a versatile character and a highly variable interior. Whether in terms of connectivity, efficiency or driver assistance systems, the SUV with the Four Rings sets new standards in its segment. To date, the company has delivered 1.6 million of the Audi Q5 to its customers worldwide, making the model the most successful premium SUV in its segment. The Audi Q5 is also still produced at locations in China and India for those local markets.

- End -

Photos from the event are shortly available at www.audi-mediacenter.com/en

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Fuel consumption of the models mentioned above:

Audi Q5:

This vehicle is not yet available for purchase. It does not yet have type approval and is therefore not subject to Directive 1999/94/EC.

The Audi Group, with its brands Audi, Ducati and Lamborghini, is one of the most successful manufacturers of automobiles and motorcycles in the premium segment. It is present in more than 100 markets worldwide and produces at 16 locations in twelve countries. 100-percent subsidiaries of AUDI AG include quattro GmbH (Neckarsulm), Automobili Lamborghini S.p.A. (Sant'Agata Bolognese, Italy) and Ducati Motor Holding S.p.A. (Bologna, Italy).

In 2015, the Audi Group delivered to customers approximately 1.8 million automobiles of the Audi brand, 3,245 sports cars of the Lamborghini brand and about 54,800 motorcycles of the Ducati brand. In the 2015 financial year, the Audi Group achieved total revenue of €58.4 billion and an operating profit of €4.8 billion. At present, approximately 85,000 people work for the company all over the world, about 60,000 of them in Germany. Audi focuses on new products and sustainable technologies for the future of mobility.