URGENT CALL FOR ACTION TO SAFEGUARD THE AUTOMOTIVE SUPPLY CHAIN

EUROPEAN AUTOMOTIVE SUPPLIERS

- 1.7 million direct jobs
- €30 billion per year in R&D spending
- Committed to Europe: Industrial capacity at 89% and 83% respectively for PHEV and BEV components

Without targeted measures to strengthen European value creation, investment, innovation and employment are increasingly at risk in the automotive supply chain.

Ahead of the Franco-German ministerial council Bosch, Forvia, OPmobility, Schaeffler, Valeo and ZF as leading French and German automotive suppliers call on their governments to consider the automotive supply chain's key priorities in their discussions on the Industrial Accelerator Act and the Automotive Package.

INDUSTRIAL ACCELERATOR ACT

The European Commission's proposal gets it right:

- ✓ at least 70% target for components
- ✓ 50% targets for strategic components
- ✓ last substantial transformation
- ✓ 85% fleet booster

Where is the gap?

- + Opt-in approach
- + Grandfather clause for existing sites

AUTOMOTIVE PACKAGE

The European Commission's proposal is a good starting point:

- ✓ Concept of flexibilities introduced
- ✓ Concept of local sourcing incentives

What else is needed?

- + Maintain Utility Factor at 2025 levels
- + Extend super credit to all BEVs
- + Bring flexibilities forward
- + Introduce VEEF category

Local content and a more realistic CO_2 framework are crucial to create a level-playing field and strengthen competitiveness for the EU automotive value chain to:

- ✓ Safeguard industrial leadership in a strategic sector
- ✓ Safeguard R&D
- ✓ Safeguard jobs

BOSCH FORVIA OPmobility SCHAEFFLER Valeo ZF