
Media information

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Volkswagen subsidiary TRATON refines portfolio

- Volkswagen AG acquires MAN Energy Solutions SE and all shares in Renk AG from MAN SE
- TRATON AG is thereby focusing exclusively on trucks, buses and digital transportation solutions
- Frank Witter, CFO: "In the light of our decision to prepare TRATON for a possible initial public offering (IPO), separating the Power Engineering business is a consistent step."
- Andreas Renschler, TRATON CEO: "With the sale, we are refining our portfolio and taking another step towards capital market readiness."

Wolfsburg, October 25, 2018 – In the context of achieving capital market readiness of TRATON AG, Volkswagen AG and TRATON AG with consent of their respective corporate bodies today have agreed on the sale of the 76 % stake of MAN SE in listed Renk Aktiengesellschaft as well as the 100 % stake of MAN SE in MAN Energy Solutions SE to a subsidiary of Volkswagen AG. The purchase price shall correspond to the expected IFRS equity book value of these participations as of 31 December 2018 in the range of approx. EUR 1.85 bn. to approx. EUR 2.05 bn. In addition, the indirect 100% participation of MAN SE in MAN Energy Solutions USA, Inc., will be sold and transferred to a subsidiary of Volkswagen AG for a purchase price of approx. USD 99 m. The transferred entities form MAN group's business area Power Engineering. The sale is intended to be completed by year-end 2018. As a result of this transaction, TRATON AG will become the lead company of a pure truck & bus group.

Frank Witter, member of the Management Board of Volkswagen AG responsible for Finance and IT: "In the light of our decision to prepare TRATON for a possible initial public offering (IPO), separating the Power Engineering business is a consistent step. The final decision on the IPO will be taken at the respective point in time depending on the market environment and economic conditions."

Andreas Renschler, CEO of TRATON AG and member of the Management Board of Volkswagen AG responsible for Commercial Vehicles, said: "With the planned sale of the business, we can focus on our core business in the future." And further: "Thereby, we are refining our portfolio and taking another step towards capital market readiness."

MAN Energy Solutions SE together with MAN Energy Solutions USA, Inc. and Renk AG form the Power Engineering business area of MAN SE, which belongs to TRATON AG. With its headquarters

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in Augsburg, MAN Energy Solutions (formerly known as MAN Diesel & Turbo SE) is one of the world's leading developers and manufacturers of large-scale diesel engines, turbo compressors, industrial turbines and chemical reactor systems. The company has approximately 14,000 employees. Renk, in which MAN SE holds a 76% stake, is a manufacturer of specialized gearboxes, drive technology components as well as testing systems.



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About the Volkswagen Group:

The Volkswagen Group, with its headquarters in Wolfsburg, is one of the world's leading automobile manufacturers and the largest carmaker in Europe. The Group comprises twelve brands from seven European countries: Volkswagen Passenger Cars, Audi, SEAT, ŠKODA, Bentley, Bugatti, Lamborghini, Porsche, Ducati, Volkswagen Commercial Vehicles, Scania and MAN. The passenger car portfolio ranges from small cars all the way to luxury-class vehicles. Ducati offers motorcycles. In the light and heavy commercial vehicles sector, the products include ranges from pick-ups, buses and heavy trucks. Every weekday, 642,292 employees around the globe produce on average 44,170 vehicles, are involved in vehicle-related services or work in other areas of business. The Volkswagen Group sells its vehicles in 153 countries.

In 2017, the total number of vehicles supplied to customers by the Group globally was 10,741 million (2016: 10,297 million). The passenger car global market share was 12.1 per cent. In Western Europe 22.0 per cent of all new passenger cars come from the Volkswagen Group. Group sales revenue in 2017 totalled €231 billion (2016: €217 billion). Earnings after tax in 2017 amounted to €11.6 billion (2016: €5.4 billion).

About TRATON: TRATON AG, formerly Volkswagen Truck & Bus AG, is a wholly-owned subsidiary of Volkswagen AG and a leading commercial vehicle manufacturer worldwide with its brands MAN, Scania, Volkswagen Caminhões e Ônibus, and RIO. In 2017, TRATON GROUP's brands sold around 205,000 vehicles in total. Its offering comprises light-duty commercial vehicles, trucks, and buses which are produced at 31 sites in 17 countries. The Company had a workforce of around 81,000 worldwide across its commercial vehicle brands as of December 31, 2017. The Group seeks to transform the transportation system through its products, its services, and as a partner for its customers.