DAIMLER

Daimler Buses North America

Orion VII Hybrid Product Overview



Orion VII Hybrid Transit Bus



Orion VII Diesel-Electric Hybrid

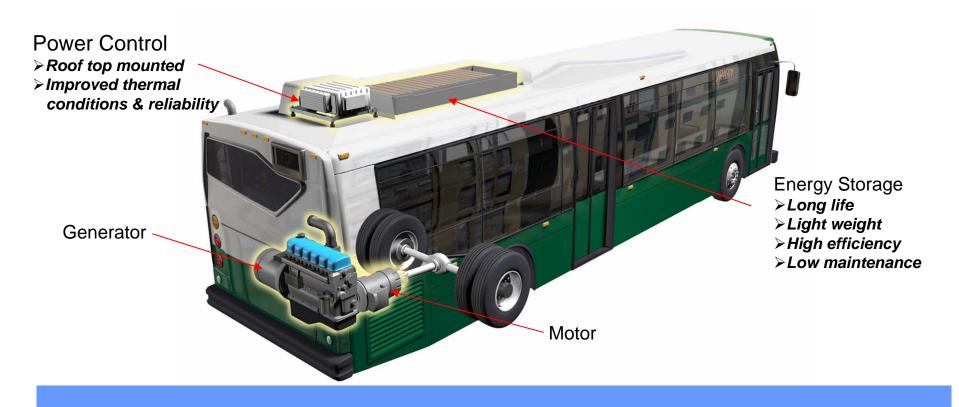
- Hybrid technology is more relevant today than ever before as it addresses both energy security and global warming.
- Daimler Buses North America is the world leader in hybrid buses deployed
 - 1,300+ units delivered, 1,500+ on order, 3 of 4 world's largest fleets, 50+ million miles (as of 12/31/07)







Orion VII Series Hybrid System



Better fuel economy

Lower emissions

Reduced maintenance

Better reliability

Path to future



History of Orion Diesel-Electric Hybrid Bus

• History 1996: Teamed with BAE Systems to develop

• Experience 1998 began daily revenue service

• Deliveries Over 1,300 units delivered and in service

• Mileage Over 30,000 million miles

• Sales Over 1,500 on order

Largest hybrid fleets
NYC, Toronto, San Francisco

• Current hybrid production > 70%

• Market share 60%















New York City Transit

World's largest hybrid fleet in New York City

- 500 Units in Service
 - 850 units on order
 - Over 20,000,000 cumulative miles achieved
 - Adding 45,000+ miles per day
- Savings over first 20 million miles
 - 2,000,000 gallons of diesel fuel
 - 26,000 tons of CO₂



"We are extremely pleased with the performance of the Orion Hybrids... It is impressive that these buses generate lower levels of exhaust emissions while, at the same time, consuming less fuel."

MTA Chairman Peter S. Kalikow, Nov 2005 Press Release





Orion VII Next Generation - Reliability

New York City Transit, with 825 units in service, measures reliability by:
Mean Distance Between Failure (MDBF)

 Orion Hybrid Buses achieve <u>2.6 times</u> higher reliability than the rest of NYCT's fleet

•Orion 2007 Hybrid Average: 10,343 miles

•NYCT 2007 Fleet Average: 3,966 miles



Toronto Transit

Canada's largest hybrid fleet

- · 2nd largest hybrid fleet in North America
- 560 units ordered
- 150 units delivered
- 90%+ availability
- Helping Canada meet CO₂ reduction commitments

"Toronto's air quality and the health of Torontonians continue to be serious concerns. Adding hybrid buses ... is another example of how we are greening our fleet."

(Mayor David Miller, Earth Day 2006)











San Francisco MUNI

California's largest hybrid fleet

- · 3rd largest hybrid bus fleet in the US
- 86 units in service
- Cleanest, quietest bus in the fleet after trolley buses
- Orion VII series hybrid deemed best hill climber in fleet



"This clean air bus will bring us one step closer to reaching the SFMTA goal of being emissions-free in San Francisco by 2020."

(GM, Nat Ford, SF MUNI)









Orion VII Lithium-Ion Batteries

- Introduced into production in 2007 as the next generation of energy storage after lead acid.
- Customer benefits include:
 - Less weight
 - Over 3,000 lbs less than previous design
 - Improved carrying capacity and fuel economy
 - 6 year design life twice as long as the previous design
 - Backed by 2 year standard or 5 year extended warranty
 - Reduced maintenance
 - No conditioning required, thus no additional depot equipment needed
 - Lower lifecycle costs
 - Lower operating costs (fuel, brake life, maintenance & replacement costs)

Lithium-ion provides best power & energy density of battery technologies

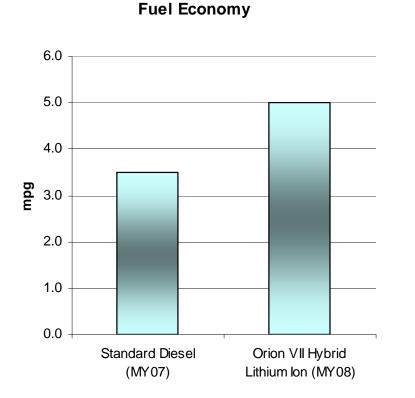




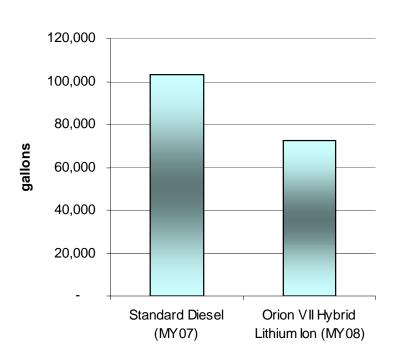
Single air cooled enclosure 84 x 41 x 10 inches 16 individual modules each at 18lbs



Orion VII Lithium-Ion Batteries Reduced Fuel Consumption



Lifetime Bus Fuel Usage

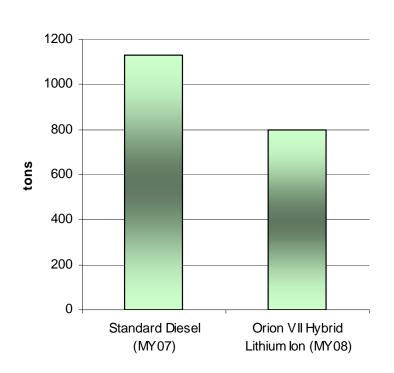


About 30,000 gallons of fuel saved per bus lifetime

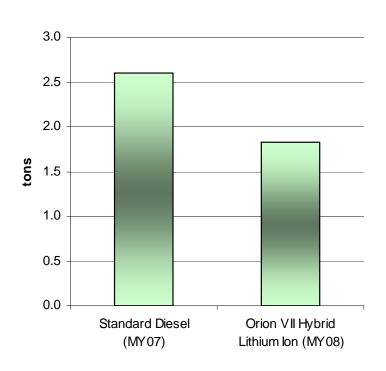


Orion VII Lithium-Ion Batteries Reduced Carbon Emissions

Lifetime Bus CO2 Emissions



Lifetime Bus NOx Emissions



About 300 tons of CO2 and 1 ton NOx saved over bus lifetime



Orion VII Low Floor Transit Bus for 2010

- New Family of engines for EPA 2010 will be integrated into the Orion VII
- Same proven Orion VII chassis will be used for 2010
 - Altoona tested, shaker tested, and "real life" tested
 - Hybrid-electric, diesel and CNG fuels available
- Streamlined appearance from 2007 will be carried over to 2010
 - European design
 - All glass side windows
 - Enhanced driver's compartment
- Continued Vehicle Upgrades focusing on Bus Reliability
 - Improved electrical system
 - Redesigned engine compartment layout including cooling system and reduction of hydraulics
 - Improved hybrid component packaging







Summary

Daimler Buses North America is the world leader in hybrid buses

- Over 1,000 delivered and in service
- Over 1,500 on order
- 3 of 4 largest hybrid bus fleets in the world
- Most reliable transit bus in nation's largest fleet





Daimler Buses North America





