



a leader in intuitive motion control

**2015 1st Quarter
Investor Communication**

14 April 2015

Safe Harbor Statement

These materials have been prepared by Nexteer Automotive Group Limited (“Nexteer” or the “Company”) and are being furnished to you solely for informational purposes. The information contained in these materials has not been independently verified. NO REPRESENTATION OR WARRANTY EXPRESS OR IMPLIED IS MADE AS TO, AND NO RELIANCE SHOULD BE PLACED ON, THE FAIRNESS, ACCURACY, COMPLETENESS OR CORRECTNESS OF THE INFORMATION OR OPINIONS CONTAINED HEREIN. It is not the intention to provide, and you may not rely on these materials as providing, a complete or comprehensive analysis of the Company’s financial or trading position or prospects.

Neither Nexteer nor any of its affiliates, advisors or representatives shall have any liability whatsoever (in negligence or otherwise) for any loss that may arise from any use of this presentation or its contents or otherwise arising in connection with this presentation.

Certain statements contained in these materials constitute forward-looking statements. Such forward-looking statements involve known and unknown risks, uncertainties and other factors, many of which are beyond our control, which may cause the actual results, performance or achievements of the Company to be materially different from those expressed by, or implied by the forward-looking statements in these materials. Furthermore, although management is of the opinion that these statements, and their underlying beliefs and expectations, are realistic or of the date they are made, no guarantee can be given that the expected developments and effects will actually occur. These forward-looking statements are based on numerous assumptions regarding our present and future business strategies and the environment in which we operate and are not a guarantee of future performance. Such forward-looking statements speak only as of the date on which they are made. The Company undertakes no obligation to update or revise any forward-looking statement, whether as a result of new information, future events or otherwise. Many factors may cause the actual development to be materially different from the expectations expressed here. Such factors include, for example and without limitation, changes in general economic and business conditions, fluctuations in currency exchange rates or interest rates, the introduction of competing products, the lack of acceptance for new products or services and changes in business strategy.

In this document, all references to “Booked Business Amount” are to our estimation of the value of all booked business under contracts that have been awarded to us, but which have not yet begun production. The Booked Business Amount is based on estimated lifetime volume of the programs derived from indicative production arrangements provided by the applicable OEM customers and information provided by third-party industry sources. In calculating the Booked Business Amount, we also assume that the relevant contracts will be performed in accordance with their terms. Any modification or suspension of the contracts related to the booked business by our customers could have a material and adverse effect on the value of the booked business. The value of booked business is not a measure defined by International Financial Reporting Standards (“IFRS”), and our methodology for determining the Booked Business Amount may not be comparable to the methodology used by comparable companies in determining the value of their booked business. While we believe that our current Booked Business Amount is a relevant financial metric, the information in relation to the booked business and the Booked Business Amount included in this document does not constitute a projection, forecast or prediction of our profits, and the actual contract value may be different from the estimated Booked Business Amount due to various factors and uncertainties beyond our control. We cannot assure you that our estimated Booked Business Amount contained in this document will be indicative of our future operating results.

This document does not constitute an offer, solicitation, invitation, or recommendation to purchase or subscribe for any securities and no part of it shall form the basis of or be relied upon in connection with any contract, commitment or investment decision in relation thereto. No securities of the Company may be sold in the United States without registration under the United States Securities Act of 1933, as amended (the “Securities Act”) or an exemption from such registration. In Hong Kong, no securities of the Company may be offered to the public unless a prospectus in connection with an offering for subscription of such securities has been formally approved by the Securities and Futures Commission of Hong Kong and duly registered by the Registrar of Companies of Hong Kong or an exemption from registration could be invoked under the laws of Hong Kong. Otherwise, without due registration, a prospectus must not be distributed, issued or circulated in Hong Kong. This document contains no information or material which may (1) result in it being deemed a prospectus within the meaning of Section 2(1) of the Companies Ordinance (Winding Up and Miscellaneous Provisions) Ordinance (Chapter 32 of the Laws of Hong Kong), or an advertisement in relation to a prospectus or proposed prospectus or extract from or abridged version of a prospectus within the meaning of Section 38B of the Companies (Winding Up and Miscellaneous Provisions) Ordinance or an advertisement or document containing an advertisement or invitation falling within the meaning of Section 103 of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong) or (2) be regarded in Hong Kong as an offer to the public without compliance with the laws of Hong Kong or be able to invoke any exemption available under the laws of Hong Kong, and is subject to material changes without notice. The Company does not intend to either register any securities under the Securities Act or have a prospectus approved and registered in Hong Kong.

Presenters



Michael Richardson

Senior Vice President - Strategy
Executive Board Director



Joseph Perkins

Senior Vice President
Chief Financial Officer

Advancing Roadmap for Profitable Growth

- **Leverage Technology Leadership**
- **Expand & Diversify Customer Base**
- **Exploit EPS Conversion Opportunities**
- **Target Emerging Market Growth**
- **Optimize Cost Structure**
- **Pursue Select Acquisitions & Alliances**

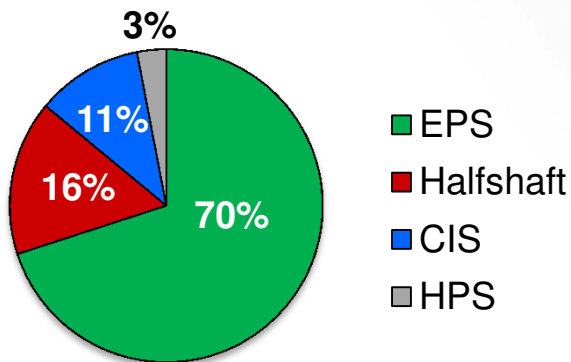
Well-Defined Plan to Maximize Performance and Create Value

Backlog Update & Recent Program Launches

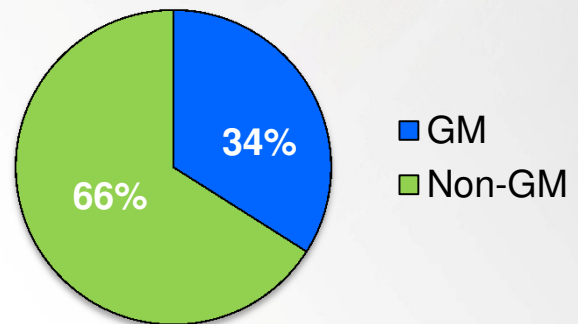
Expand & Diversify Customer Base

■ Backlog as of 31/3/2015 - \$9B

Backlog by Product



Backlog by Customer



■ Launches in Q1 2015

Three (3) programs launched in Q1

- i. Suzuki Every Wagon (B segment)
CIS in India
- ii. Renault Clio / Kangoo (A/B segment)
HPS/Pumps in Brazil
- iii. GM Equinox / Terrain (D-segment crossover)
Halfshaft in US

Footprint Development

Exploit EPS Conversion Opportunities

■ **US: new HQ in Auburn Hills, MI**

- ii. Target location: one hour away from Saginaw; access automotive expertise in Detroit metro area
- ii. Greater autonomy & clarity for Saginaw Division
- ii. Enhance strategic thinking at corporate functions

■ **China: two new EPS plants under construction to support domestic OEM businesses in China**

Chongqing JV plant

- ii. Changfeng - affiliated supplier to Changan - produce both Brush and Brushless CEPS
- iii. High customer demand may require delayed transition to new site

Liuzhou plant (wholly-owned)

- ii. Nexteer Liuzhou plant – In close proximity to SGMW and DFLZ customer plants
- iii. Provide fast response & service to both customers
- iv. Dedicate to Brush CEPS production with
- v. 1st line targets Q4 2015 production launch

Technology Updates

*Leverage Technology Leadership
& Optimize Cost Structure*

■ Traceability Strategy

Base Traceability Systems (genealogy and trace) implemented in all new EPS launches

- i.** Expanding application of traceability to all new program launches
- ii.** Limits exposure to field incidents
- iii.** Improves FTQ & Reduces waste

■ Implemented New ERP System (QAD)

- I.** QAD now live at our Mexico site
- II.** Deployment “in the cloud” to reduce Capex & maintain variable cost structure
- III.** Nexteer received the Frost & Sullivan Enterprise Technology Leadership Award in recognition of our cloud-based planning system
<http://mlawards.gilcommunity.com/>

Other Updates

- **Contract Negotiations – UAW**

UAW President Dennis Williams confirmed that Nexteer has been re-classified as an Independent Parts Supplier (IPS) (16/3/2015)

- **Financial Commentary**



nexteerTM
AUTOMOTIVE

a leader in intuitive motion control