

DAIMLER

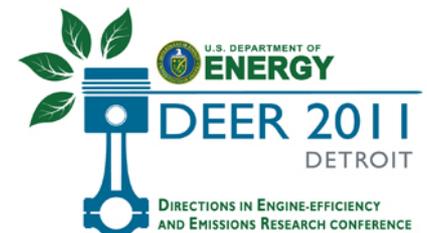
Heavy-Duty Powertrain and Vehicle Development

A Look Toward 2020



BHARATBENZ

Detroit, October 4, 2011
Mark Groeneweg



Overview of Daimler Trucks Brands



Mercedes-Benz



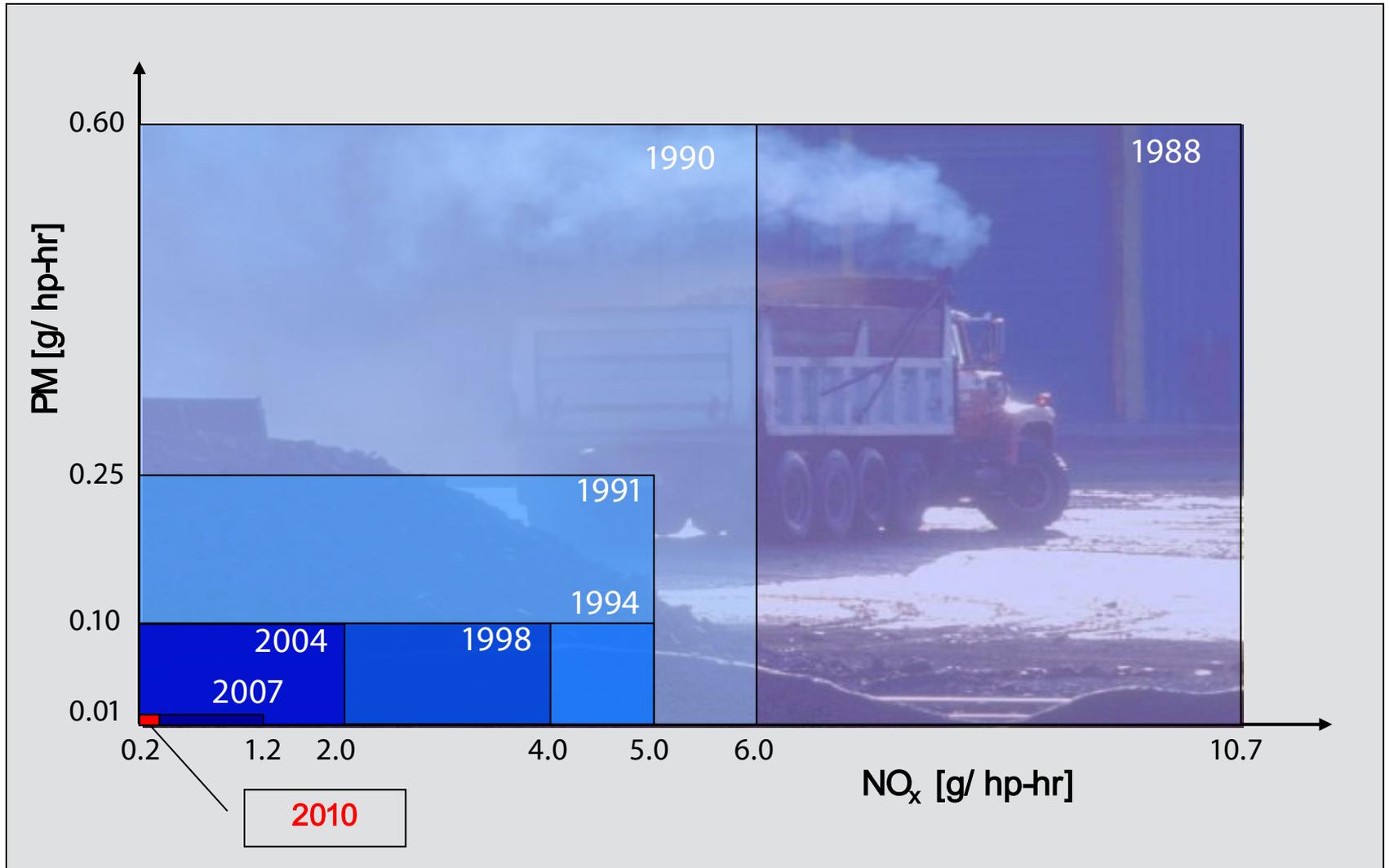
DTNA

New Addition to the Family



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The Age of Criteria Pollutant Emissions Reduction (past)



What will the future look like?

There is the prediction of possibilities

Next winner of the Super Bowl

Winning lottery numbers

Precise timing and extent of market behavior



But this is not the way Engineers work...

What will the future look like ?

Certainty of recurring change

Seasons

Day/Night

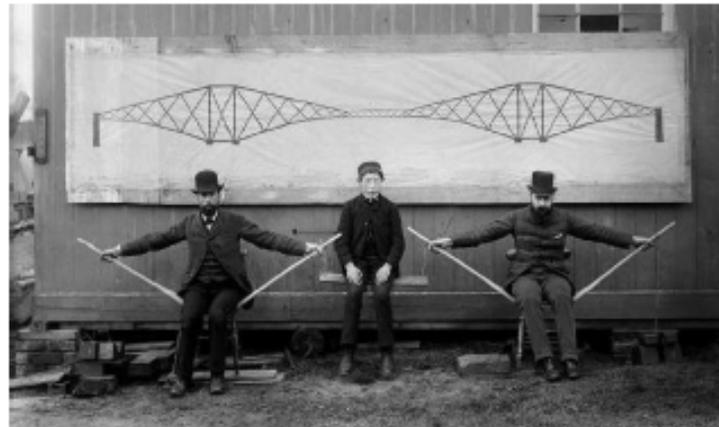
Economy (Up & Down)

Certainty of linear change

Fuel prices

Globalization

Engineering genius



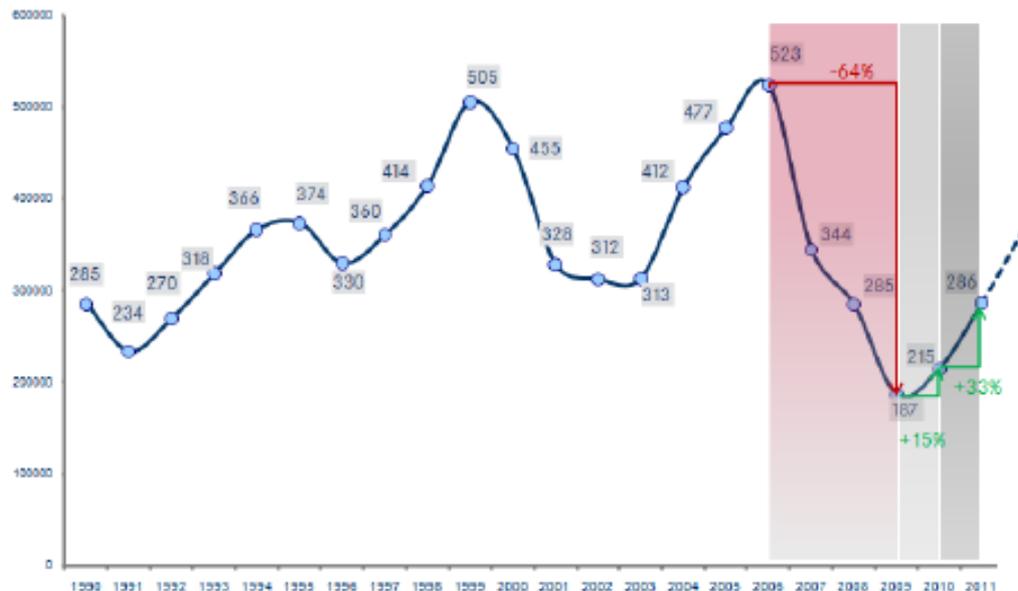
**We can fear or embrace change....
ultimately, the smartest & the fastest will prevail**

What do we know for sure? Certainty of cycles

The economic cycle of our industry

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NAFTA Class 6-8 Retail Sales History/Forecast



Gearing up

Capacity planning

Product cycles

R&D spending

It went down – it goes up – it will go down again..... eventually

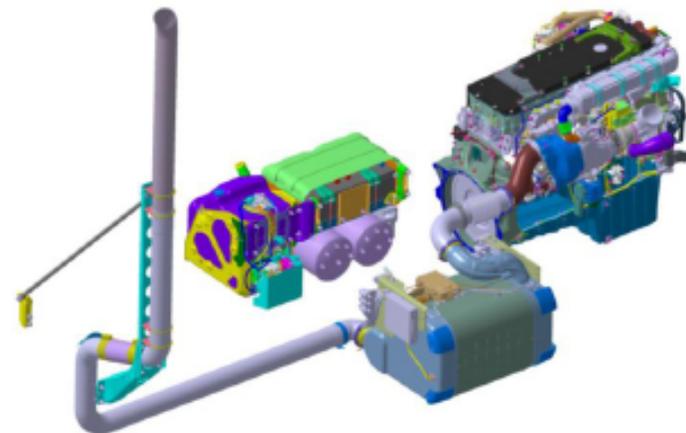
What else do we know for sure? Certainty of “linear” change

Fuel price increase

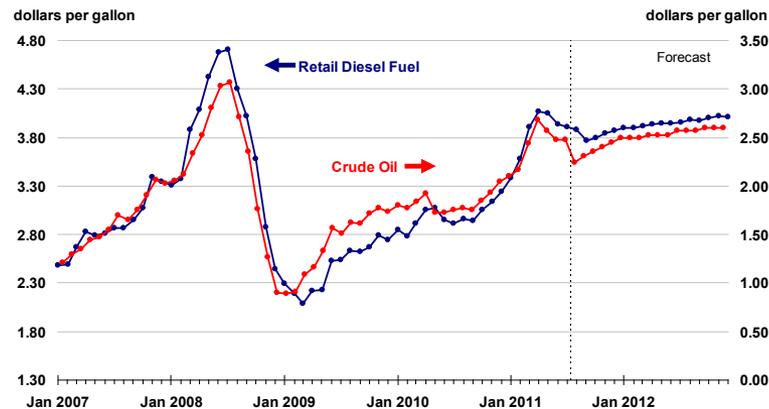
Environmental requirements

Globalization

Progress in information technology and electronics



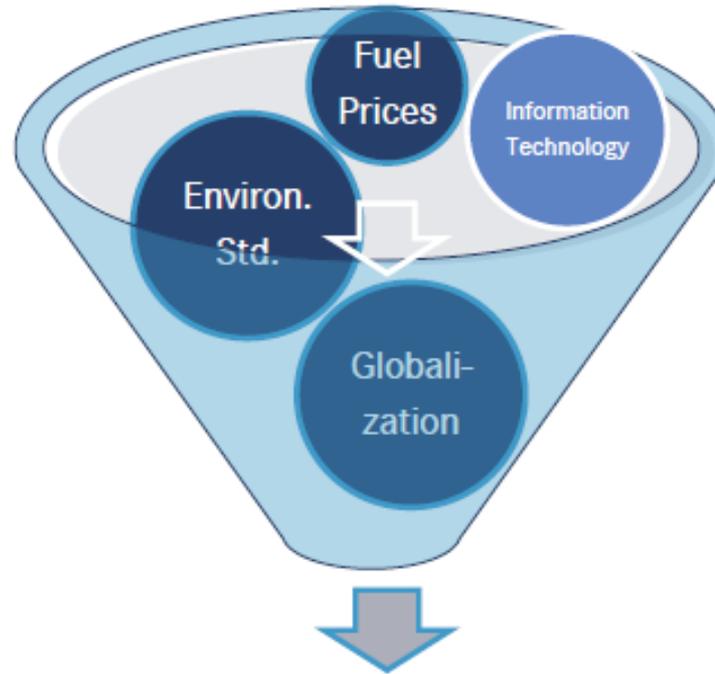
U.S. Diesel Fuel and Crude Oil Prices



Crude oil price is refiner average acquisition cost. Retail prices include State and Federal taxes

Source: Short-Term Energy Outlook, August 2011

What are the consequences for the industry?



More fuel efficient trucks

New markets

Enhanced safety features offering

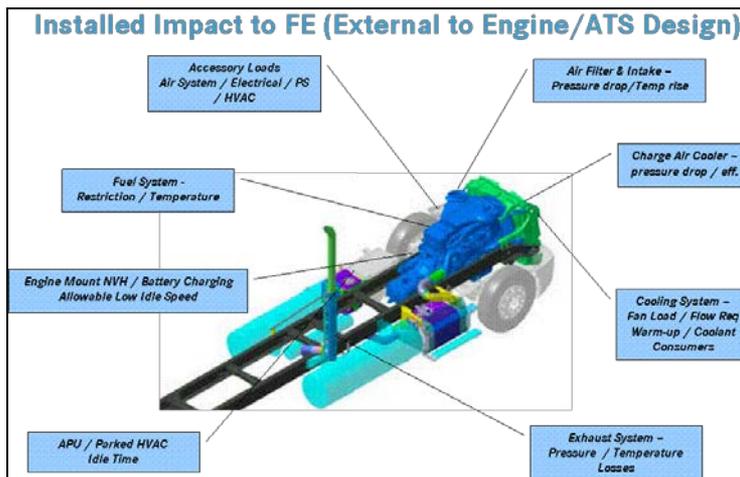
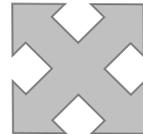
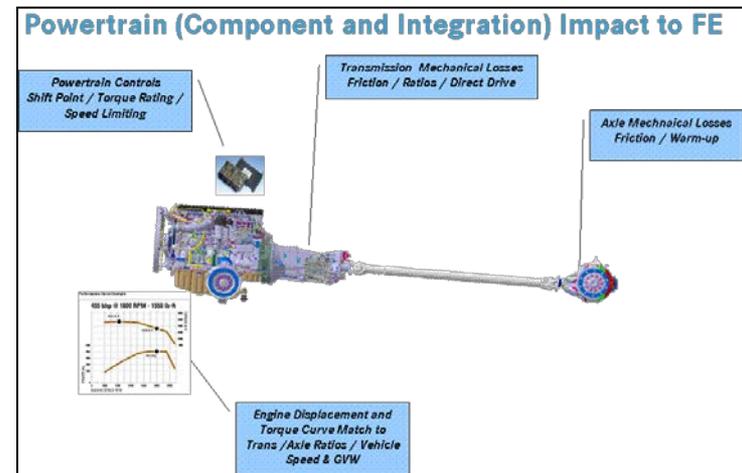
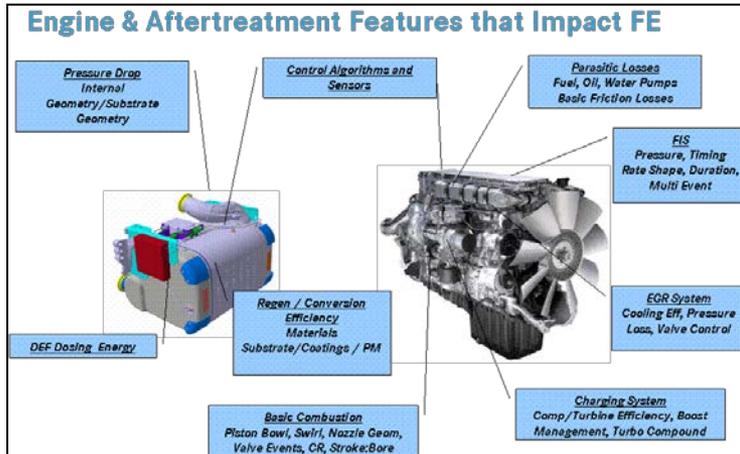
Growth beyond unit sales

Reduction of chance for human operation error

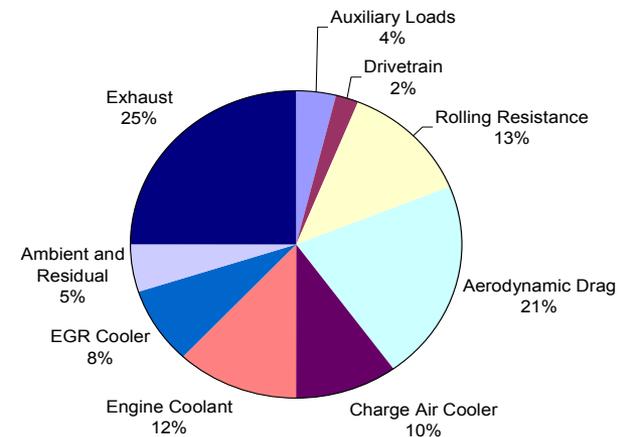
Increased competition and chances
for technology development

What are the consequences for the 'engine'?

Real World Fuel Efficiency Improvement – Systems Viewpoint



1st law energy balance



Comprehensive System Development

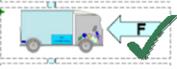
Example: Super Truck Program



The age of CO₂ begins

USA: GHG/ FE Regulation signed August 2011

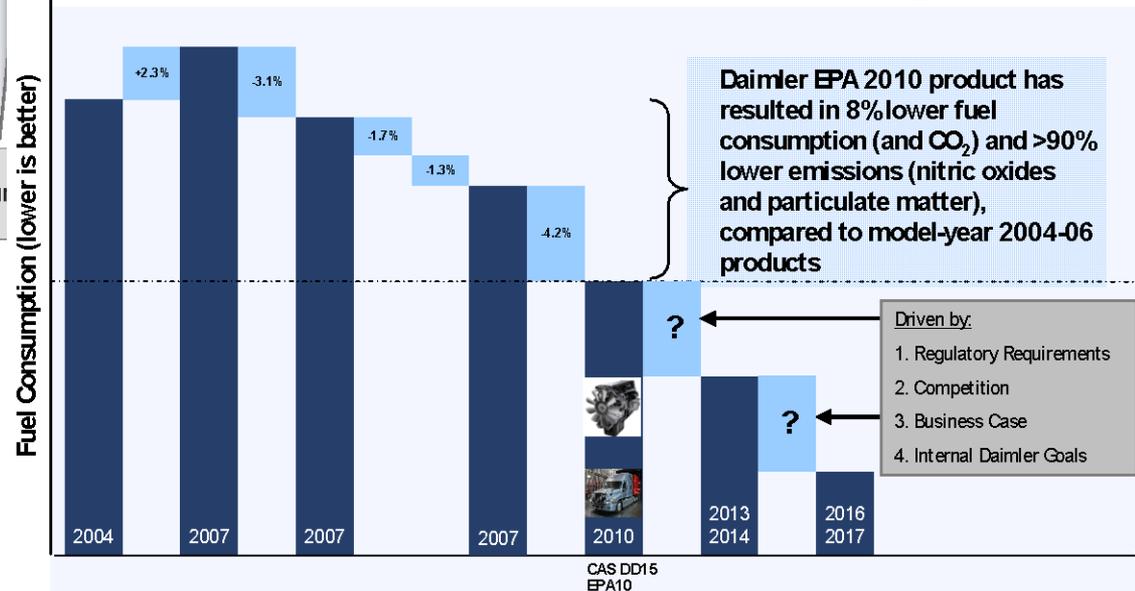


Components	
Measurement Principle	Separate engine (test bench) and vehicle standard (simulation)
Separated engine standard	 Cost effective GHG optimization jeopardized
Simulation Input Data	  
Segmentation / Cycles	Weight oriented (GVW) segment approach
Limits / Flexibilities	15 regulatory classes (engines & vehicles). No credit exchange vehicle & engine
Metrics	g/ ton-mile

Comments
<ul style="list-style-type: none"> Separate engine and

Real world fuel consumption reductions vs. regulatory announcement

Paradigm Shift by Daimler Simultaneous Emissions, Fuel Consumption, and CO₂ Reduction

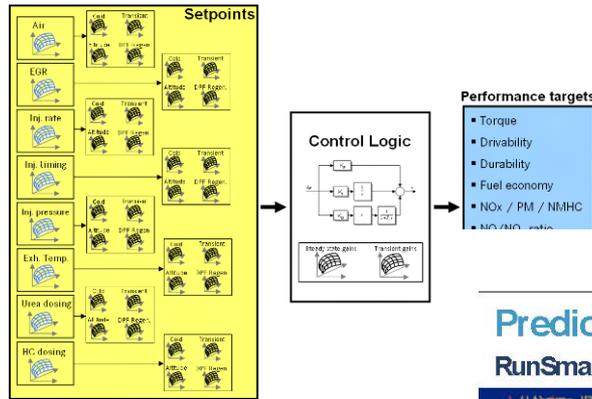


Electronics and controls (r)evolution

Predictive Engine Control With On-Board Fuel Efficiency Optimization

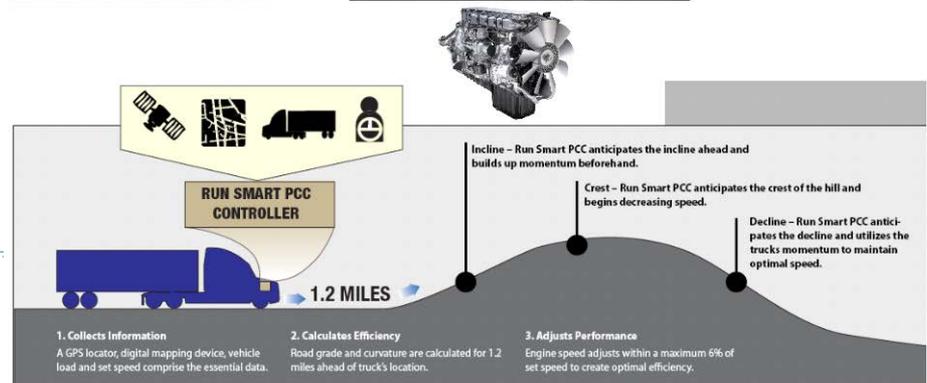
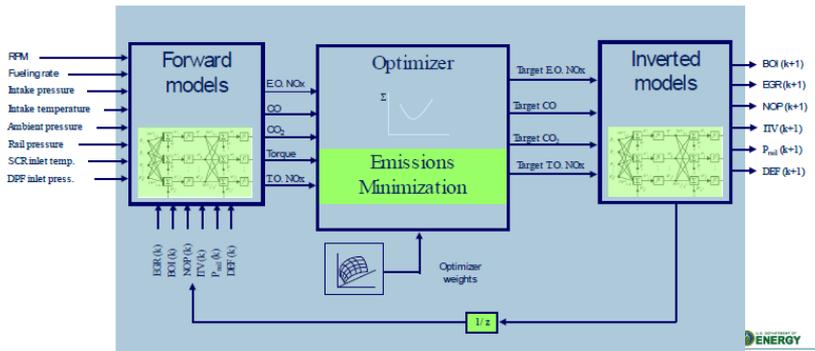
Why Predictive Controls ?

- Factorial increase in calibration space
- Multiple performance targets



Predictive Technology

RunSmart Predictive Cruise™ - Freightliner Cascadia with DD15



Competition for talent continues....

Global workforce is a fact...

Innovative workplaces produce innovation.....

Nurturing interest in science and math is required...



In Summary...

- “Linear” change will define certain aspects of the future
- Advances in technology are a certainty – today’s trends in technology make the future visible
- Globalization in emissions regulation will be a driving force for real efficiency progress – if done correctly
- Freight efficiency improvements require not only engine advancements but also powertrain improvement, vehicle improvements and optimized system integration
- Exciting times continue for the commercial vehicle industry
- YOU are at the front line of technology development
Our engineers are the ‘engine’ that will propel us into the future of commercial vehicles

