

Media Information

19 November, 2021

BMW Group Plant Spartanburg to Expand Plant Logistics Operations

+++ Includes a \$100 Million Investment in a New One Million Square Foot Facility +++ Training center to be completed in summer 2022 +++ More than 11.4 billion US dollars total investment in the site since 1992 +++

Spartanburg, S.C. BMW Manufacturing announced that it will expand its logistics operations to a new building . Total investment in the new building is approximately \$100 million. When completed, the new logistics center will be nearly one million square feet in size with an opportunity for future expansion.

"For nearly three decades, BMW has called South Carolina its second home. This expansion in our logistics operation represents our continued commitment to this state, and it will prepare Plant Spartanburg for the future," said Dr. Robert Engelhorn, president and CEO of BMW Manufacturing. "The new warehouse will allow us to consolidate our logistics processes as well as implement efficiency measures for a more sustainable logistics operation."

When the new logistics center opens in the middle of 2022, it will allow BMW to consolidate two offsite warehouse operations – one for returnable containers and another for body shop parts – into one efficient onsite location. Inside the warehouse, shipments from suppliers will be sorted, then delivered to their respective Plant Spartanburg technologies. The result is a faster, leaner, more efficient supply chain.

To minimize the impact of truck traffic in the area and allow for easy access to BMW, two private bridges will be constructed to connect the logistics center to the BMW campus.

Update on New BMW Training Center

Construction is well underway on the new \$20 million, 67,000 square foot training center on the BMW campus, which was announced in February. When completed in the summer of 2022, the building will feature multiple classrooms for both professional development and technical training, an outdoor amphitheater, and a unique concept of outdoor meeting and workspace that includes wireless capabilities. The training center will also be home to BMW's well-known apprenticeship program – BMW Scholars.

Since 1992, the BMW Group has invested more than \$11.4 billion in its South Carolina factory. BMW Group Plant Spartanburg is the largest BMW Group plant in the world, producing more than 1,500 vehicles each day. The plant exports more than two-thirds of its models to 125 global markets. For seven consecutive years, it has been the largest exporter by value in the United States. The model portfolio includes five top-selling BMW X models, four Motorsport X models, and two plug-in hybrid electric X models. The factory has a production capacity of up to 450,000 vehicles and employs more than 11,000 people.

If you have any questions, please contact:

Corporate Communications

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Email: Martina.Hatzel@bmwgroup.comMedia website: www.press.bmwgroup.com/deutschlandpresse@bmw.de**The BMW Group production network**

Uniquely flexible and highly efficient, the BMW Group production network is able to respond quickly to changing markets and regional sales fluctuations. Expertise in manufacturing is a key contributor to the BMW Group's profitability.

The BMW Group production network uses a range of innovative digital and Industry 4.0 (IoT) technologies, including virtual reality, artificial intelligence and 3D printing applications. Standardised processes and structures across the production system ensure consistent premium quality and allow a high degree of customisation.

The BMW Group

With its four brands BMW, MINI, Rolls-Royce and BMW Motorrad, the BMW Group is the world's leading premium manufacturer of automobiles and motorcycles and also provides premium financial and mobility services. The BMW Group production network comprises 31 production and assembly facilities in 15 countries; the company has a global sales network in more than 140 countries.

In 2020, the BMW Group sold over 2.3 million passenger vehicles and more than 169,000 motorcycles worldwide. The profit before tax in the financial year 2020 was € 5.222 billion on revenues amounting to € 98.990 billion. As of 31 December 2020, the BMW Group had a workforce of 120,726 employees.

The success of the BMW Group has always been based on long-term thinking and responsible action. The company set the course for the future at an early stage and consistently makes sustainability and efficient resource management central to its strategic direction, from the supply chain through production to the end of the use phase of all products.

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