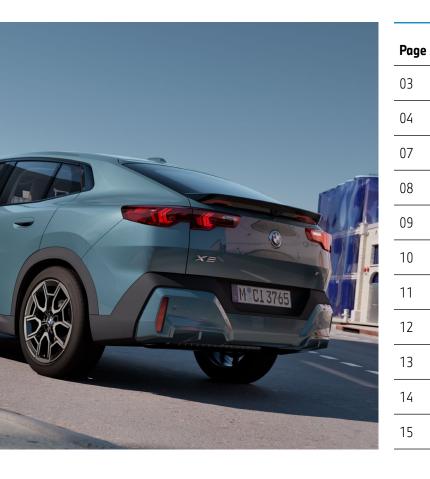


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1. PRODUCT INFORMATION AND TECHNICAL DATA.

Technical details	BMW X2 sDrive20i (Type 21GM, Left-hand drive)
Powertrain type	Petrol engine – 48V mild hybrid
Transmission	7-speed automatic
Power in kW (hp)	125 (170)
Drive type	Front wheel drive
Maximum speed in km/h	213
Fuel consumption, combined WLTP in I/100 km (mpg) ¹	6.5 – 6.0 (43.5 – 47.1)
CO_2 classification ²	E
CO ₂ emissions, combined WLTP in g/km	148–136
Empty weight in kg ³	1,645

The stated fuel consumption and CO₂ figures were determined according to the prescribed measuring procedure of the WLTP (Worldwide harmonised Light vehicles Test Procedure) cycle in accordance with Regulation (EC) No. 715/2007 and Regulation (EU) 2017/115. The specifications always refer to a vehicle with basic equipment. Any added optional equipment that is supplied by the manufacturer to replace parts of the basic equipment may increase these values and therefore differ depending on the model and motorisation. In addition, retrofitted optional equipment and accessories can change relevant vehicle parameters such as weight, rolling resistance and aerodynamics, resulting in deviating consumption values and CO₂ emissions. Values other than the values stated here may therefore apply for the assessment of taxes and other vehicle-related duties (also) based on CO₂ emissions. The figures therefore do not refer to the specific vehicle, and do not form an integral part of the offer, but are provided solely for comparison purposes between the different types of vehicle. Further information on the WLTP measurement procedure can be found at: https://www.bmw.com/en/innovation/wltp.html.

The BMW X2 sDrive20i as a compact, premium Sports Activity Coupé has grown compared to its predecessor, is more dynamic, its silhouette is closer in likeness to the BMW X4 and BMW X6.

Inspiring as a vehicle. The plastics in the luggage compartment trim panel, for example, consist of approx. 95% secondary material. The alloy wheels are made of approx. 30% secondary aluminium. Plastics in the luggage compartment removable panel contain approx. 75% secondary material. These values have been calculated at the start of production of the new vehicle generation in 2023 based on specific supplier records and also include production residues.

The BMW X2 – a Sports Activity Coupé that offers the perfect balance of luxury, performance and versatility.

²German Energy consumption labeling regulation (Pkw-EnVKV)

³The EC unladen weight refers to a vehicle with standard equipment and does not include optional equipment. This unladen weight refers to a tank that is 90% full with a driver weighing 75 kg. Optional equipment can change the weight of the vehicle, the poyload and, if it affects the percodynamics, the maximum speed.

2. LIFE CYCLE ASSESSMENT.

Think long term and act with the customer in mind. These are the fundamental objectives of the BMW Group and firmly anchored in our corporate strategy. Part of our product responsibility includes: evaluating the environmental, economic and social impact of the BMW Group. With the help of a lifecycle assessment, we can look at the entire life cycle of a vehicle and its components.

What is a Life Cycle assessment?

A Life Cycle assessment means looking at the three elements of the car:

- production of the vehicle
- the use phase, or driving phase
- the end of life, how the car can be recycled

This transparency means that in the development phase of a vehicle for example, potential measures to reduce the environmental impact can be identified and incorporated into product development decisions at an early stage.

What Criteria are we using?

The comparable presentation of results and process applications is particular challenging for complex products such as vehicles. We are using the WLTP (Worldwide harmonised Light Vehicles Test Procedure) which gives a representation of fuel consumption, electricity consumption and ${\rm CO}_2$ figures for comparison purposes.

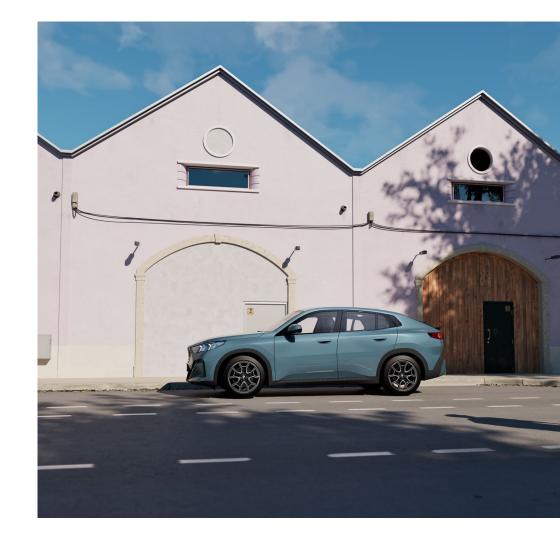
For the use phase of the vehicle WLTP consumption values are used over a total nominal distance covered of 200.000 km (approx. 125.000 mls).

Then, using LCA for experts 10 Software Programme and Database from Sphera, specific supplier records are added to quantify the environmental impact of the supply chain and vehicle production. Specific supplier records include the proportion of secondary raw materials and the use of renewable energies as at the start of production of the new vehicle generation. It's an industry standard system, and unless otherwise specified, all emission factors used are taken from the software.

Who verifies this data?

External experts, TÜV Rheinland, have verified compliance with the ISO 14040/44 standard.

The CML-2001 method is used for the life cycle assessment of the BMW X2, and this method was developed by the Institute of Environmental Sciences at Leiden University in the Netherlands in 2001. This method of impact assessment is used in many life cycle assessments in the automotive industry. It's aim is to quantitatively map as many material and energy flows as possible between the environment and the product system in the life cycle.



VALIDATION OF THE LIFE CYCLE ASSESSMENT.





Validation

TÜV Rheinland Energy GmbH confirms that a critical review of the life cycle assessment (LCA) study of BMW AG, Petuelring 130, 80788 München for the following passenger car:

BMW X2 sDrive20i - 2023 model year

was performed.

Proof has been provided that the requirements of the international standards

- ISO 14040:2006 + A1:2020: Environmental management life cycle assessment principles and framework
- ISO 14044:2006 + A1:2018 + A2:2020: Environmental management life cycle assessment requirements
 and quidelines.
- ISO/TS 14071:2014: Environmental management life cycle assessment critical review processes and reviewer competencies: additional requirements and guidelines to ISO 14044

are fulfilled.

Results:

- The LCA study was carried out according to the international standards ISO 14040:2006 + A1:2020 and ISO 14044:2006 + A1:2018 + A2:2020. The methods used and the modelling of the product system correspond to the state of the art. They are suitable to fulfill the goals stated in the study. The report is comprehensive and provides a transparent description of the framework of the LCA study.
- The assumptions used in the LCA study especially energy consumption based on the current WLTP (Worldwide harmonized Light vehicles Test Procedure) were verified and discussed.
- The assessed samples of data and environmental information included in the LCA study are plausible.

Review process and level of detail:

Verification of input data and environmental information as well as the check of the LCA process was performed in course of a critical data review. The data review considered the following aspects:

- · Check of the applied methods and the product model,
- Inspection of technical documents (e.g. type approval documents, parts lists, supplier information, measurement results, etc.) and
- . Check of LCA input data (e.g. weights, materials, energy consumption, emissions, etc.).

Cologne, 20th November 2023

D. Wichmany

Norbert Heidelmann

Department Manager for Carbon and Energy Services

Responsibilitie

Sole liability for the content of the LCA rests with BMW AG. TÜV Rheinland Energy GmbH was commissioned to review said LCA study for compliance with the methodical requirements, and to verify and validate the correctness and credibility of the information included therein.

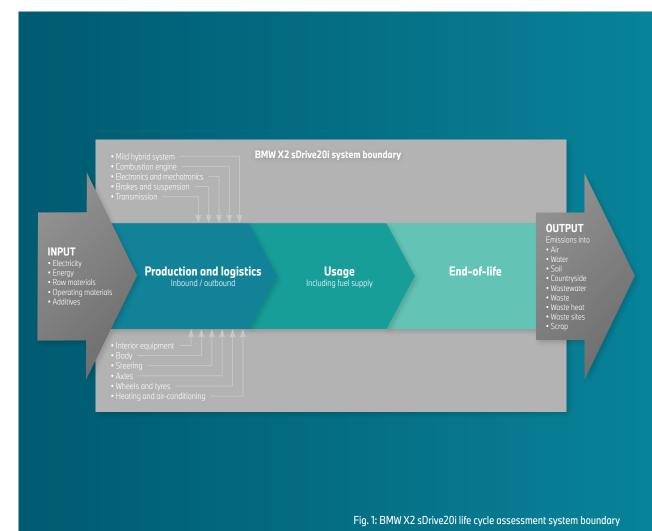
2. LIFE CYCLE ASSESSMENT.

The system boundary of the life cycle assessment (LCA) is shown in Figure 1 and ranges from the extraction of raw materials to the production of materials and components, logistics and the usage phase to recycling at the end of the vehicle's service life.

Recyclable production residues from manufacturing processes are kept in an internal cycle and are also taken into account. This includes, for example, the scrap from the production of steel and aluminium components. The impact of the manufacture of tools and the construction of production facilities are not included in this LCA.

For the usage phase, publicly available data records for EU-28 fuel mixes at the start of production of the new model generation are used for the fuel supply. The scope of the study does not include the maintenance or any service of the vehicles.

The recycling (end-of life) is mapped as part of the LCA using the standard ISO processes of drying and disassembly in accordance with the End-of-Life vehicles directive, as well as the separation of metal in the shredding process and the energy recovery of non-metallic components (shredder light fraction). No eco-credits are issued for secondary materials produced and energy recovery through thermal recycling. Only the efforts and emissions of the recycling processes are taken into account.



2.1. MATERIALS USED IN THE VEHICLE.

Product-related data, such as component and material specifications, piece quantities, manufacturing and logistics efforts, etc., is primary data collected by the BMW Group.

For the LCA, the weight is taken as the "mass in a drive-ready state without a driver or luggage plus artificial leather upholstery". This weight is mapped through a derivation of the vehicle's components and their material composition from a vehicle-specific parts list.

Figure 2 shows the material composition of the BMW X2.

The weight of the BMW X2 sDrive20i is composed of 54% steel and ferrous materials and 13.0% light alloys, particularly aluminium. The material group of polymers also has a large share with approx. 20%. Other materials make up 3.3%. Non-ferrous metals are 3.1%. Process polymers account for 1.7%. Operating fluids about 3.7%. They are composed of oils, coolant and brake fluid, as well as refrigerant and washer water. Special metals such as tin have a share of well below 0.1%.

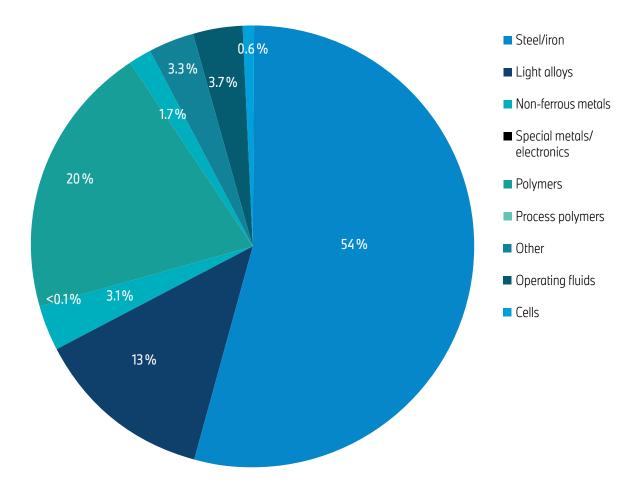
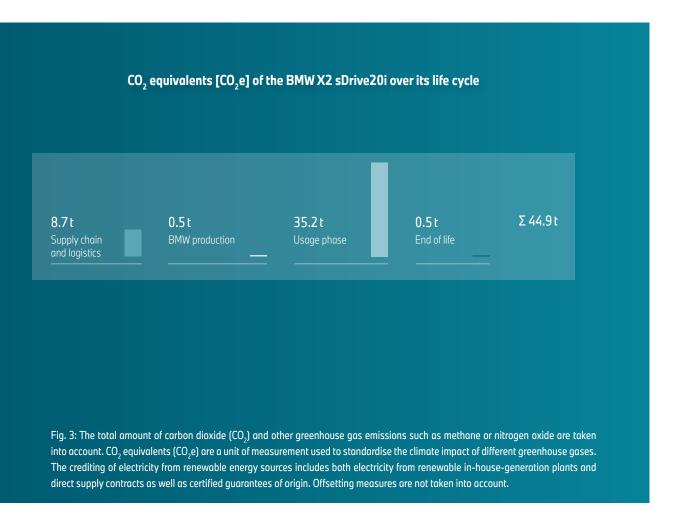


Fig. 2: Material composition of the BMW X2 sDrive20i at the start of production The specified values may contain rounding differences.

2.2. CO₂ EQUIVALENTS OVER THE LIFE CYCLE.



This life cycle assessment (LCA) considers the CO_2 equivalents of a product over its entire life cycle. In order to assess the climate impact, greenhouse gas emissions associated with the raw material supply chain, transport logistics and production, the usage and recycling or disposal of the product are included. The Global Warming Potential (GWP) evaluation is currently the main focus in the automotive sector.

Figure 3 shows the CO₂ equivalents of the BMW X2 over its entire life cycle.

The BMW X2 sDrive20i tested for this life cycle assessment is handed over to customers with 9.2 t $\rm CO_2e$. Inbound and outbound logistics account for approx. It of this. Inbound logistics includes all transportation of goods from suppliers to the production sites and intra-plant transport. The outbound transport logistics from the factory to the global markets is determined on the basis of forecasted volume plans.

The usage phase for the BMW X2 sDrive20i is based on WLTP consumption and a total distance covered of 200,000 km. (approx. 125.000 mls)

The emissions of the usage phase have a significant influence on the climate impact of the vehicle. Based on the EU-28 fuel mix (local or regional fuel mixes might differ), these amount to $35.2 \, \mathrm{t}$ of $\mathrm{CO}_2 \mathrm{e}$.

2.3. CO₂ EQUIVALENTS COMPARED FOR DIFFERENT POWERTRAINS.

The production of the BMW iX2 xDrive30 causes 14.6t of $\mathrm{CO_2e}$. That is more than the BMW X2 sDrive20i with a combustion engine causes during production. The main reason is the energy-intensive production processes of the high-voltage battery.

However, besides production, consumption in the usage phase of both vehicles is key to their environmental impact. At $200,000\,\mathrm{km}$ (approx. $125.000\,\mathrm{mls}$) total distance covered, charged with the EU-28 electricity mix in the usage phase, the BMW iX2's total emissions of 26.1t of $\mathrm{CO_2e}$ are significantly lower than the 44.9t of $\mathrm{CO_2e}$, emitted by the BMW X2.

Charging with electricity from renewable energy sources can reduce CO₂e in the usage phase of an electric vehicle from 11.1 t to 0.7 t.

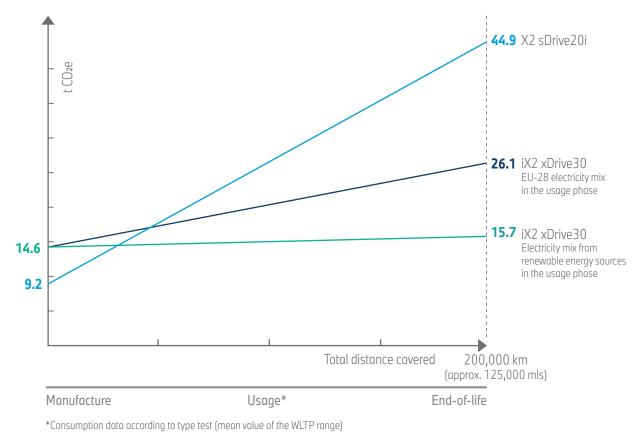
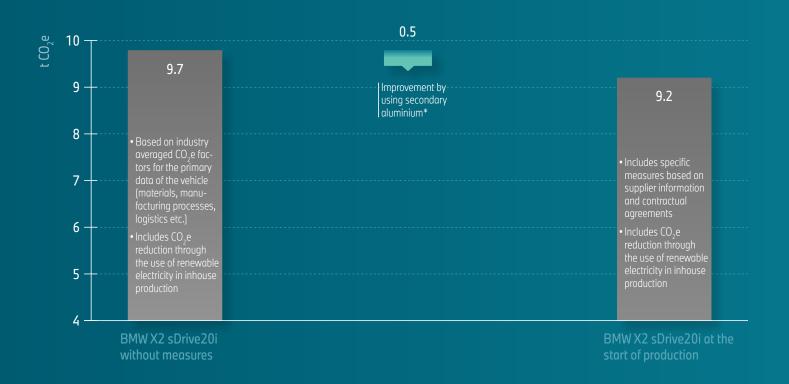


Fig. 4: Comparison of the CO_2 equivalents of the BMW X2 sDrive20i in relation to the all-electric iX2 xDrive30

2.4. MEASURES FOR REDUCING CO₂ EQUIVALENTS.



In order to achieve internal sustainability targets, various measures were implemented during the production phase of the BMW X2 sDrive20i.

Figure 5 shows the measures that contribute to reducing CO₂ equivalents in the manufacturing phase by around 5% compared to the industry averages according to LCA for Experts 10 Software and Database. The use of renewable energy sources in in-house production was not reported separately as a measure and is already included in the 9.7 t of CO₂e. The specified values may contain rounding differences.

The inclusion of the measures result in a CO_2 e value of 9.2t when the vehicle is handed over to the customer.

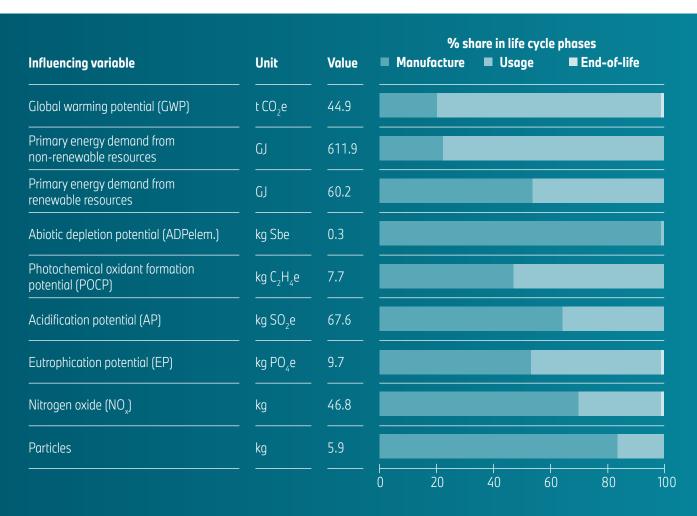
Fig. 5: Influence of development targets on the CO₂ equivalents in the manufacturing phase of the BMW X2 sDrive20i

^{*} Drive bearings, wheels, brake callipers, body

2.5. FURTHER ENVIRONMENTAL IMPACT CATEGORIES.

Table 1 shows the CO_2 equivalents of the BMW X2, which is expressed in CO_2 e as well as other significant environmental impact categories with percentage contributions in the life cycle phases:

- The primary energy demand from renewable and non-renewable resources. In other words, the primary energy (e. g. coal, solar radiation) required to generate usable energy and to produce materials.
- Abiotic i.e. non-living resource consumption measures the scarcity of resources. The scarcer an element and the higher the consumption, the higher the contribution to Abiotic depletion potential (ADPe).
- The photochemical oxidant formation potential (POCP) measures ground-level ozone formation (e.g. summer smog) by emissions.
- The acidification potential (AP) quantifies and evaluates the acidifying effect of specific emissions.
- The eutrophication potential (EP) describes the undesirable introduction of nutrients into water bodies or soils (eutrophication).
- Nitrogen oxides (NO_x) contribute, among other things, to the formation of particulate matter and ozone. NO_{7} , for example, is an irritant gas.
- Emitted particles combine particles of different sizes.



Tab. 1: Environmental impact categories with percentage contributions in the life cycle phases of the BMW X2 sDrive20i

3. PRODUCTION AND WATER DEMAND.

For the BMW X2 sDrive20i, the relevant production sites are Regensburg, Steyr, Landshut and Berlin. The assembly of the complete vehicle as well as the assembly of the drive components takes place at the Regensburg site, while the petrol engine is manufactured at the Austrian plant in Steyr. Individual add-on parts of the body are delivered from the Landshut plant, the brake discs from the Berlin plant.

All four sites obtain their entire external electricity requirements from renewable energy sources, for example using guarantees of origin. The BMW Group only purchases certificates of renewable energy for which the production is not subsidised. This excludes the possibility of double counting. In addition, electricity is also generated from renewable energy sources on the factory premises. The heat demand is covered by natural gas, heating oil and heat from combined heat and power (CHP) plants.

Many production processes, such as painting the vehicles, require a lot of water. The average potable water consumption in 2022 across all global production sites was $1.90 \, \text{m}^{3*}$ per new vehicle.



^{*}Source: https://www.bmwgroup.com/en/report/2022/index.html
The specifications regarding water demand do not form part of the LCA.

4. RECYCLING OPTIONS AT THE END OF THE LIFE CYCLE.



BMW considers the impact on the environment over the entire life cycle of a new vehicle. From production to usage, servicing and recycling. Efficient recycling is planned as early as in the development and production stages. "Designed for recycling" is applied and ensures efficient recycling of end-of-life vehicles. One example is the complete and simple removal of the operating fluids (e.g. refrigerant).

It goes without saying that BMW automobiles worldwide meet the legal requirements for the recycling of end-of-life vehicles, components and materials. In relation to the entire vehicle, at least 85% of materials are recycled and, including thermal utilisation, at least 95% as stipulated by legal requirements (European End-of-Life Vehicles Directive ELV 2000/53/EC).

End-of-life vehicles are recycled in recognised disassembly facilities. The BMW Group and its national sales companies have established a network recycling at more than 2,800 collection points in 30 countries worldwide. The four stages of recycling include controlled return, pre-treatment, disassembly and recycling of the remaining vehicle.

The statements and specifications on this page do not form part of the LCA.

5. SOCIAL SUSTAINABILITY IN THE SUPPLY CHAIN.





Compliance with environmental and social standards in the supplier network is the declared goal of the BMW Group. This includes respect for human rights and diligence in the extraction of raw materials.

We source components, materials and services from many manufacturing and delivery locations worldwide. We pass on social and environmental due diligence obligations as part of contractually binding sustainability standards. We counter identified risks in the network with prevention, enabling and remedial measures. They are systematically embedded in our processes.

In critical supply chains, corporate due diligence is a particular challenge. This is due to the complex tracing of raw material sources to ensure the necessary transparency. That is why, for example, we have been actively involved in the Aluminium Stewardship Initiative since 2012 in the development and implementation of a certification standard to minimise the risk of negative environmental impacts and possible human rights violations in the extraction of aluminium. Since 2019, we have had the BMW light metal foundry in Landshut certified according to this Chain of Custody Standard. In this way, the origin and extraction methods of the raw materials are fully traced. Environmental and social standards become more transparent.

Further information on auditing and improving environmental and social standards in the extraction and processing of raw materials can be found here:

https://www.bmwgroup.com/en/sustainability/our-focus/environmental-and-social-standards/supply-chain.html

The statements and specifications on this page do not form part of the LCA.

6. EVALUATION AND CONCLUSION.

The BMW X2 is undeniably independent, but still clearly recognisable as part of the BMW X family and is therefore ideally equipped as a coupé for all occasions.

The independent TÜV Rheinland Energy performed a life cycle assessment of the BMW X2 sDrive20i. The assessment shows that the BMW Group is taking measures to reduce its environmental impact.







