News Release

BorgWarner

BorgWarner to Supply Integrated Drive Module to Hyundai Motor Group Electric Vehicles

- BorgWarner's integrated drive module (iDM) to power A-segment electric vehicles beginning in 2023
- Modular technology features e-motor, gearbox and inverter
- First iDM product combining BorgWarner's and legacy Delphi Technologies' portfolios

Auburn Hills, Michigan, June 2, 2021 – BorgWarner's integrated drive module (iDM) was selected by the Hyundai Motor Group for its power electric system, which will be used in the upcoming Asegment electric vehicle production, planned to start in mid of 2023. With its state-of-the-art electric motor, gearbox and integrated power electronics, BorgWarner's new iDM supports global automakers in their mission to produce cleaner and more efficient vehicles.

"We have enjoyed nearly two decades of partnership with the Hyundai Motor Group and couldn't be more excited about this next step – working on our first electrification project together," said Dr. Stefan Demmerle, President and General Manager, BorgWarner PowerDrive Systems. "I am especially enthusiastic about the fact that this is the first iDM product combining the portfolios of BorgWarner and legacy Delphi Technologies after the acquisition, reaping the benefits of the two organizations."

Designed, developed and manufactured by the company as a high-performance system, BorgWarner's iDM146 operates at 400V and has an exceptional peak power of 135 kW. The advanced transmission technology offers smooth and quiet operation, and the electric motor uses High Voltage Hairpin technology delivering exceptional performance. Overall drive system weight and space are reduced by integrating the gearbox, a 400V silicon inverter and the motor with a compact, 146mm stator outer diameter. The iDM146 also offers a scalable and modular inverter design, making it easily customizable to customer requirements. BorgWarner Inc. (BorgWarner to Supply Integrated Drive Module to Hyundai Motor Group Electric Vehicles_EN) – 2

About BorgWarner

BorgWarner Inc. (NYSE: BWA) is a global product leader in delivering innovative and sustainable mobility solutions for the vehicle market. Building on its original equipment expertise, BorgWarner also brings market leading product and service solutions to the global aftermarket. With manufacturing and technical facilities in 96 locations in 24 countries, the company employs approximately 50,000 people worldwide. For more information, please visit <u>borgwarner.com</u>.



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BorgWarner Inc. (BorgWarner to Supply Integrated Drive Module to Hyundai Motor Group Electric Vehicles_EN) – 3

statements are based on assumptions and analyses made by us in light of our experience and our perception of historical trends, current conditions and expected future developments, as well as other factors we believe are appropriate in the circumstances. Forward-looking statements are not guarantees of performance, and the Company's actual results may differ materially from those expressed, projected or implied in or by the forward-looking statements.

You should not place undue reliance on these forward-looking statements, which speak only as of the date of this press release. Forward-looking statements are subject to risks and uncertainties, many of which are difficult to predict and generally beyond our control, that could cause actual results to differ materially from those expressed, projected or implied in or by the forward-looking statements. These risks and uncertainties, among others, include: uncertainties regarding the extent and duration of impacts of matters associated with COVID-19, including additional production disruptions; the failure to realize the expected benefits of the acquisition of Delphi Technologies PLC that the Company completed on October 1, 2020; the failure to promptly and effectively integrate acquired businesses; the potential for unknown or inestimable liabilities relating to the acquired businesses; the possibility that the proposed transaction between the Company and AKASOL AG will not be consummated; failure to obtain necessary regulatory approvals or to satisfy any of the other conditions to the proposed transaction; failure to realize the expected benefits of the proposed transaction; our dependence on automotive and truck production, both of which are highly cyclical and subject to disruptions; our reliance on major OEM customers; commodities availability and pricing; supply disruptions; fluctuations in interest rates and foreign currency exchange rates; availability of credit; our dependence on key management; our dependence on information systems; the uncertainty of the global economic environment; the outcome of existing or any future legal proceedings, including litigation with respect to various claims; future changes in laws and regulations, including, by way of example, tariffs, in the countries in which we operate; impacts from any potential future acquisition or divestiture transactions; and the other risks noted in reports that we file with the Securities and Exchange Commission, including Item 1A, "Risk Factors" in our most recently-filed Form 10-K. We do not undertake any obligation to update or announce publicly any updates to or revisions to any of the forward-looking statements in this press release to reflect any change in our expectations or any change in events, conditions, circumstances, or assumptions underlying the statements.

PR contact:

Michelle Collins Phone: +1 248-754-0449 Email: mediacontact@borgwarner.com