

**BORGWARNER IS FIRST AUTOMOTIVE SUPPLIER**  
**TO PRODUCE ENGINE TIMING CHAINS IN BRAZIL**

*BorgWarner Expects Demand for Engine Timing Chains  
to Grow Significantly in South American Market*

Auburn Hills, Michigan, March 12, 2015 – In late 2015, BorgWarner will begin manufacturing advanced engine timing chains at its campus in Itatiba City, Brazil, making it the first automotive supplier to produce chains locally in Brazil for the South American market. More durable than belts, BorgWarner's low-friction, low-noise engine timing chains are designed to optimize engine efficiency for better fuel economy, lower emissions and improved performance. The company's expansion in Brazil will support a major light vehicle program with one of the country's top automakers.

"Today, over 80 percent of light vehicle engines in South America use belts. Already proven in other markets around the world, chains last the lifetime of the engine, require less space under the hood and are more durable, especially in today's high-power engines. Many automakers in the region are recognizing the advantages and moving from belts to chains," said Joe Fadool, President and General Manager, BorgWarner Morse TEC. "In South America, we expect demand for engine timing chain to grow from 18 percent of light-duty engines today to 55 percent in 2019. With our latest expansion in Brazil, BorgWarner's products support automakers' efforts to comply with the country's INOVAR-AUTO regulations and offers our customers localized production along with over 100 years of expertise in chain-driven engine timing systems."

BorgWarner produces a full range of silent, roller and bush chains. Designed for today's light-duty engines, BorgWarner's silent chains feature super finish aperture (SFA) links to improve wear performance and optimized chain geometry to reduce mass. Advanced designs and manufacturing processes decrease friction up to 25 percent, resulting in improved fuel economy, less noise and greater durability. Available in a range of pitches, BorgWarner also manufactures roller and bush chains for applications that require reduced cost, lower weight and high durability even in severe environments.

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## About BorgWarner

BorgWarner Inc. (NYSE: BWA) is a product leader in highly engineered components and systems for powertrains around the world. Operating manufacturing and technical facilities in 58 locations in 19 countries, the company delivers innovative powertrain solutions to improve fuel economy, reduce emissions and enhance performance. For more information, please visit [borgwarner.com](http://borgwarner.com).



More durable than belts, BorgWarner's best-in-class silent engine chains are designed to reduce friction to improve fuel economy, reduce emissions and decrease noise.

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Statements contained in this news release may contain forward-looking statements as contemplated by the 1995 Private Securities Litigation Reform Act that are based on management's current outlook, expectations, estimates and projections. Words such as "anticipates," "believes," "continues," "could," "designed," "effect," "estimates," "evaluates," "expects," "forecasts," "goal," "initiative," "intends," "outlook," "plans," "potential," "project," "pursue," "seek," "should," "target," "when," "would," variations of such words and similar expressions are intended to identify such forward-looking statements. 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. Such risks and uncertainties include: fluctuations in domestic or foreign vehicle production, the continued use by original equipment manufacturers of outside suppliers, fluctuations in demand for vehicles containing our products, changes in general economic conditions, as well as other risks noted reports that we file with the Securities and Exchange Commission, including the Risk Factors identified in our

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most recently filed Annual Report on Form 10-K. We do not undertake any obligation to update or announce publicly any updates to or revision to any of the forward-looking statements.