SIEMENS ENTERS INTO NEW ERA OF COMPREHENSIVE COOPERATION WITH CHINA

HISTORICAL MOU EXTENDED TO PROMOTE SUSTAINABLE DEVELOPMENT THROUGH ENHANCED PARTNERSHIP

Siemens signed today the Memorandum of the Extension of Comprehensive Cooperation with National Development and Reform Commission (NDRC) of China, under the witness of German Chancellor Angela Merkel and Chinese Premier Wen Jiabao during Mr. Wen’s state visit to Germany.

“The extension of the MoU opens a new chapter of our over-a-century-long cooperation with China. We are proud of being the first multinational company to cooperate with China on a wide scale 26 years ago; and the MoU today will further map out pathways to sustainability for both China and Siemens in the years to come,” said Peter Löscher, President and CEO of Siemens AG, signing the MoU with Zhang Xiaoqiang, Vice Chairman of NDRC in Berlin today.

The framework agreement, as a continuation of the historical partnership between Siemens and China back in 1985, identifies focused areas for the bilateral cooperation, including industrial upgrade and technological innovation, energy saving and emission reduction, as well as promotion and development of Central and West China, whilst enhancing the business growth of Siemens in China and the global market.

This cooperation will be carried out during China’s 12th Five-Year-Plan period (2011-2015) and beyond.
According to the extended MoU signed today, Siemens will endeavor to support and contribute to China’s sustainable economic and social development by expanding its business operations in the country and exploring innovation alliances with Chinese partners especially in the emerging sectors, such as Smart Grid, electronic vehicles, and complete and green mobility. In an echo to the accelerated industrialization and urbanization in China, Siemens will continue to share expertise and experiences in industrial productivities and sustainable city development.

“These are all areas in which Siemens is strong. Our broadest environmental portfolio and proven best practices worldwide will bridge Siemens and China to a horizon of immense potential growth under a more sustained pattern,” added Peter Löscher.

Under the comprehensive cooperation scheme, Siemens also commits to supporting China’s strategic initiative of Western and Central Development, working together with leading Chinese enterprises to “Go Out” (participating in overseas markets), and endorsing the development of small-and-medium-sized enterprises. “The renewed MoU is a model of cross-country, cross-cultural and cross-generation cooperation that aims at a common cause of growing together,” commented Mei-Wei Cheng, President and CEO of Siemens China. “It re-affirms our promise to the country and its people that we are here in China, for China, and for the rest of the world.”

The MoU signed today is an extension of the Memorandum of Comprehensive Cooperation between the Machinery, the Electric and Electronic Industries of the People’s Republic of China and Siemens Aktiengesellschaft of the Federal Republic of Germany in October 1985.

Since then Siemens in the following decades has carried out successful cooperation with China on a number of modern infrastructure projects such as heavy freight locomotives for coal province of Shanxi, metal and mining equipments for China’s major iron and steel works, power generation equipments for different types of power plants, as well as the Olympic Beijing in 2008 and the Expo Shanghai in 2010 most recently.
In parallel to the breathtaking development of China, Siemens in China in the same period also grew from a Beijing-based representative office of about 200 staff to one of the largest investors in China with more than 25,000 staff, 16 R&D centers and a nation-wide network of offices and operating companies. China is now the second largest overseas market of Siemens.

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**About Siemens in China:**

**Siemens is a global leader in electronics and electrical engineering, operating in the industry, energy, healthcare, infrastructure and cities businesses. For 139 years, Siemens has pioneered the cooperation with China with its solutions, technologies and products, and has stood for technological excellence, innovation, quality and reliability. In Fiscal Year 2010 (October 1, 2009 – September 30, 2010), revenue for Siemens in China totaled €5.5 billion. With more than 25,000 staff, 16 R&D centers, 69 operating companies and 64 regional offices across China, Siemens has become an integral part of the Chinese economy and is partnering with the country to address her pursuit of sustainable development. For further information, please visit:** [www.siemens.com.cn](http://www.siemens.com.cn).