

## **Memorandum of Understanding**

**AMONG**  
**THE ITALIAN MINISTRY FOR THE ENVIRONMENT, LAND AND SEA (IMELS)**  
**AND**  
**BEIJING MUNICIPAL ENVIRONMENT PROTECTION BUREAU (BEIJING EPB)**  
**AND**  
**PIRELLI & C. ECOTECHNOLOGY S.P.A (PIRELLI)**

**(Hereinafter called the Parties)**

**ON THE COOPERATION ON DIESEL VEHICLE RETROFIT**

Premised that

- In July 2008, IMELS and Beijing EPB signed the MOU on Diesel Vehicle Retrofit Pilot Project for the purpose to introduce and certify competitive techniques and products to retrofit diesel vehicles. In this context IMELS and Beijing EPB jointly decided to start a pilot project to verify the suitability of technologies and devices produced by Pirelli (an Italian Company), already successfully in use in Italy and in the European Market, for the vehicle emission control in the Beijing Municipality,
- In the framework of this project, in May 2009, Pirelli obtained the homologation of the techniques and products, including DPF and FBC, in Beijing, with the greatly positive assistance by Beijing EPB,.
- In June 2009, IMELS, MEP and Beijing EPB signed the MOU on Green Beijing Cooperation for the purpose to sustain the environmental programs and measures to build a "Green Beijing"; vehicle emission control is included in the program with funds allocated.

It is agreed that

- The Parties will continue to work on diesel vehicle retrofitting on the basis of the outcomes from the on-going pilot project, to better explore the application of the verified products and other new technologies and expertise applicable for vehicle emission control in Beijing.
- Beijing EPB will support to identify potential area for the demonstration of selected technology and products.
- Pirelli will give due diligence to provide the technology, products, and service for the implementation of the project.
- A further specific plan of activities to effectively reach the agreed objectives will be discussed and agreed by the Parties.
- To start this new phase of the pilot project, Beijing EPB can use funds allocated to this purpose in the MOU on Green Beijing Cooperation signed by IMELS, MEP and Beijing EPB

IN WITNESS WHEREOF, the undersigned, being duly authorized thereto, have signed the present MOU in three copies in English, in Beijing on September 15, 2009.

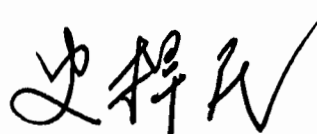
Italian Ministry for the Environment, Land and  
Sea



Corrado Clini

Director General

Beijing Municipal Environmental Protection  
Bureau



Shi Hanmin

Director General

Pirelli & C. Ecotechnology S.p.a

Bruno Tronchetti Provera,

Chief Executive Officer

