

CORPORATE CITIZENSHIP 2015

WE ARE FULLY COMMITTED TO BEING
SOCIALLY RESPONSIBLE WITH THE PRODUCTS
WE PRODUCE, THE PROPERTIES WE GOVERN
AND THE COMMUNITIES WHERE WE
DO BUSINESS.

OVERVIEW

AT ALLISON TRANSMISSION, WE ARE PASSIONATE ABOUT OUR ROLE AS A CORPORATE CITIZEN AND INTEGRATING SOCIALLY RESPONSIBLE STRATEGIES INTO OUR CORE BUSINESS ACTIVITIES.

OUR VALUES ARE MODELED TO REFLECT THE UNITED NATIONS GLOBAL COMPACT: WE RESPECT HUMAN RIGHTS; WE INFUSE COMPLIANCE AND GOVERNANCE INTO EVERY ASPECT OF OUR BUSINESS; WE VALUE AND CONSERVE NATURAL RESOURCES; WE RECYCLE; AND MOST IMPORTANTLY, WE AGGRESSIVELY SAFEGUARD THE HEALTH AND SAFETY OF OUR EMPLOYEES.

WE RECOGNIZE THAT PROTECTING THE ENVIRONMENT IS SERIOUS BUSINESS AND REQUIRES A SERIOUS COMMITMENT. OUR ENVIRONMENTAL MANAGEMENT POLICY CONSISTS OF THREE CRITICAL ELEMENTS:

ADHERENCE TO THE LAW

Adherence to the law is paramount to how we do business. We seek to exceed public disclosure standards and promote transparency in all of our activities. We also align our policies and behaviors with broader social, sustainable and governance aspects of our business.

POLLUTION PREVENTION

We work actively with local communities, government agencies and environmental experts to develop cohesive anti-pollution programs for all of our facilities. The challenges under which we operate vary on a global basis. However, our core environmental initiative is unwavering—do not pollute.

CONTINUOUS IMPROVEMENT

Continuous improvement enables us to build on our past accomplishments in how we conduct business. Whether it relates to our products, our manufacturing practices or our environmental practices, we seek improvement in everything we do.

Additionally, we utilize ISO 14001 processes and procedures to manage our robust environmental management system. Every year since 2008, we are pleased to have achieved "Landfill-Free" certification while also decreasing energy and water usage.

And we're not only dedicated to reducing our environmental footprint; we're also committed to improving the quality of life in the communities where we operate. Whether we are putting meals together for the hungry, assisting with the refurbishment of an elementary school, or supporting opportunities for STEM learning, we strive to make a positive difference in the communities where we live and work

IMPACT OF ALLISON PRODUCTS ON THE ENVIRONMENT

Allison Transmission products are designed to improve vehicular fuel efficiency and are capable of utilizing clean burning alternative fuels, such as compressed and liquefied natural gas. We're also a global leader in producing hybrid-propulsion systems for city buses. Our technologies enable end users to reduce their impact on the environment.

35 MILLION GALLONS OF DIESEL FUEL 345,000 METRIC TONS OF CARBON DIOXIDE

Above is the estimated savings made possible by Allison hybrid products. With more than 6,500 Allison hybrid city and coach buses on the road, the increased fuel efficiency and reductions in greenhouse gas emissions directly address the global challenges facing the commercial vehicle industry.



Allison hybrid city buses reduce greenhouse gas emissions

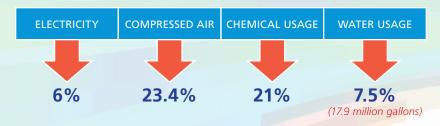


Allison Transmission headquarters (note: solar parking lot lighting)

IMPACT OF ALLISON FACILITIES ON THE ENVIRONMENT

Regardless of their geographic location, Allison Transmission continues to upgrade its facilities to meet or exceed environmental and sustainability standards. Conserving water, recycling and reducing waste, lowering our energy consumption and utilizing electricity produced by solar panels or area wind farms, where available, are top priorities for us.

2013 AND 2014 WASTE REDUCTIONS



2013–2014 RECYCLING VOLUMES

- Beverage containers—18.7 tons (over one million empty cans)
- Wooden pallets—135.4 tons
- Scrap wood—9.1 tons (recycled as mulch)
- Cardboard—417.50 tons
- Scrap metal—18,306.6 tons
- Used oil—1,981.8 tons (over 14,159 barrels)

Allison purchases electrical power from wind generating facilities





Allison partners with Heifer International—joining the fight against hunger

WHETHER WE ARE RAISING FUNDS FOR A HOSPITAL, SUCH AS RILEY HOSPITAL FOR CHILDREN IN INDIANAPOLIS, ASSISTING WITH THE PHYSICAL REFURBISHMENT OF AN ELEMENTARY SCHOOL LOCATED NEAR OUR MANUFACTURING FACILITY IN CHENNAI, INDIA, OR PROVIDING FINANCIAL ASSISTANCE FOR THE CONSTRUCTION OF AN ALL-PURPOSE SPORTS CENTER FOR THE COMMUNITY OF SZENTGOTTHÁRD, HUNGARY, WE STRIVE TO MAKE A POSITIVE DIFFERENCE IN THE COMMUNITIES WHERE WE LIVE AND WORK.

BELOW IS A PARTIAL LIST OF ORGANIZATIONS WE SUPPORTED IN 2013 AND 2014...

- Minority Engineering Program of Indianapolis
- Center for Leadership Development
- Hire Technology, Conexus
- Local high school robotic teams
- Gleaners Food Bank of Indiana
- Indy BackPack Attack
- Indiana Blood Center
- Indy Honor Flight
- Riley Hospital for Children
- United Way of Central Indiana
- Wheeler Mission Ministries
- Scholarships to local high school graduates
- Stop Hunger Now

At Allison Transmission, our innovative technologies, landfill-free manufacturing processes and our commitment to community are improving the way the world works.

