

Advancing the Choice Fleet Seminar

- Alternative Fueled Vehicles
- Compressed Natural Gas (CNG)
- American Honda's 2006 Offering
- Presented by:
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- June 15, 2006
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HIERARCHY OF HONDA ENERGY CHOICES

Benefits to Society



Clean gasoline

§Ultra Low emissions §Gasoline will be the dominant "clean" fuel for the long term

Better

§Near zero emissions

Gasoline-Electric Hybrids

§Higher MPG §Decreased petroleum use §Reduced fuel cost §Innovative proven technology §Fueled with gasoline





Best

Natural Gas Vehicle

- **§**Near zero emissions
- §100% domestic fuel
- §Replaces Petroleum
- §Proven technology
- §25% less CO2
- SHome refueling
- §Best alternative fuel for
- Path to H2



Ultimate

Hydrogen Fuel Cell

- §Zero emissions
- **§**Cleanest fuel. derived
- from natural gas or
- §Replaces petroleum
- •§Potential for home refueling
- _§Uses existing natural gas infrastructure





New Infra







CNG Civic GX

"Cleanest on Earth"







CNG Infrastructure - NYS







Home Refueling: Phill







CNG VehiclesBest Light Duty Solution





2006 GX-Increased Size!







New Interior!





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FlexFuel Vehicles







E-85 Infrastructure/Challenges

- Stations: Easy, low cost addition
- 85% Displacement of Petroleum
- Lower Energy Content
- Higher price; BUT Incentives help
- Short-Term Supply Issues
- Need to support research, local production



Biodiesel Facts

- Easiest Way to Implement for Medium/Heavy Duty
- B5 B20 Blends Work Best in CNY
- Renewable Component: Soy/Corn
- Minor Modifications to Existing Equipment
- Available on NYS Contract
- Soon to be available as NYS Based Fuel



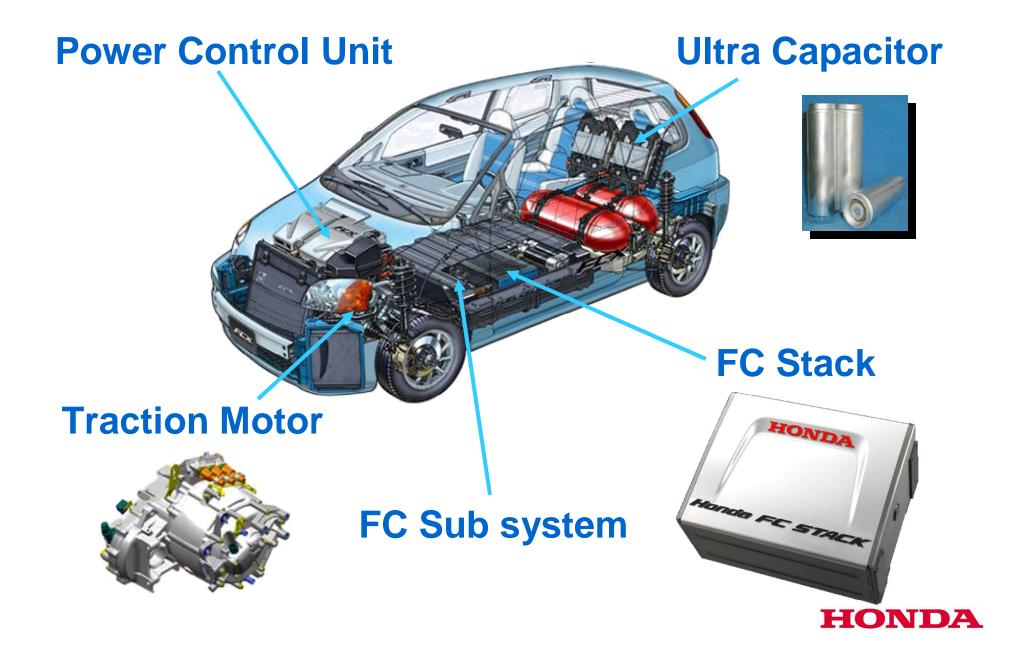
Biodiesel Challenges

- Easy to add infrastructure
- B2, B5, B20 B100
- Weather Issues
- Supply Issues
- Cost Issues
- Overall Positive; Displacement of Petroleum





Technology Advancements for the Latest NYS FCX





NYS Demonstration - FCX V4





FCX 5.0/HES-3.0 Home Refueling





NYS Hydrogen Refueling



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Fuel Cell Challenges

- Cost!
- Infrastructure
- Sources of Hydrogen: Green/Brown
- OnBoard Storage
- Public Perception



Federal/State Incentives

- 2005 Energy and Highway Bills
- Vehicle Tax Credits; Pass-Through
- Infrastructure Credits/Incentives;
 State, Federal
- Fuel Credits/Incentives; State, Federal
- Need to take this seriously!



Drive Into the Future!

Support of Alternative Fuels Is "The Pathway to Hydrogen"

