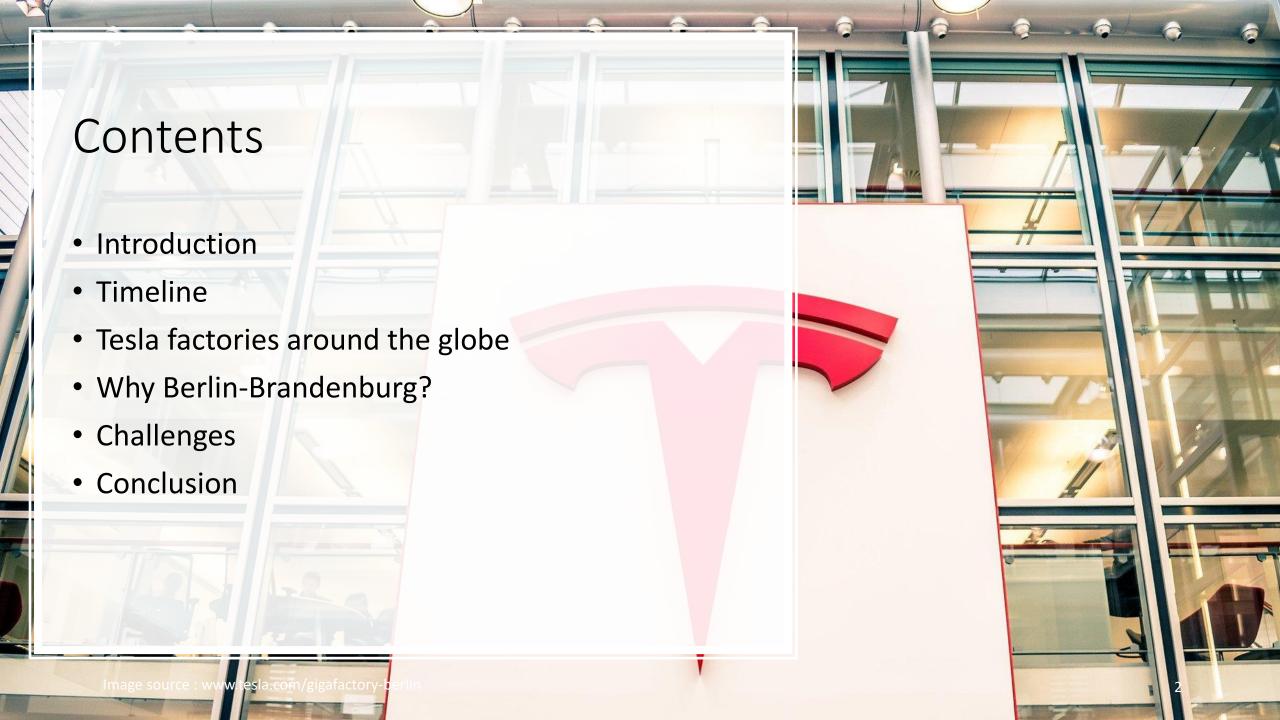
Gigafactory Berlin-Brandenburg Tesla in Berlin-Brandenburg MBA International Trade International Management Prof. Dr. Cornelia Scott Ankush Bohora (5021206) Group: Elena Münchow (5015029) Gaurav Bhatia (5027013) TESLA Rohiteja Samala (5021433) Wajahat Abbas (5018918) Image source: www.tesla.com/gigafactory-berlin

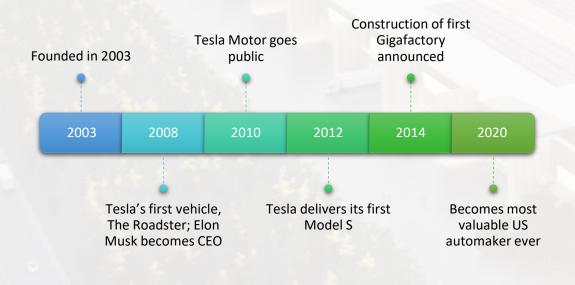


Introduction

- Tesla was founded by Martin Eberhard and Marc Tarpenning in July 2003.
- Tesla stands for a mission: Accelerating the transition to sustainable energy.
- Tesla believes the faster the world stops relying on fossil fuels and moves towards a zero-emission future, the better.
- The Tesla vehicles are manufactured in Tesla's main plant in Fremont, California, USA, as well as in the Gigafactory in Shanghai, China.



Timeline





Tesla factories around the globe



North America

- Tesla Factory
- Gigafactory 1 (Giga Nevada)
- Gigafactory 2 (Giga NY)
- Gigafactory 5 (Giga Texas)

Asia

- Giga Asia Japan (Rumored)
- Giga Asia South Korea (Rumored)
- Gigafactory 3 (Giga Shanghai)
- Giga India (Rumored)

Europe

- Gigafactory 4 (Giga Berlin)
- Giga U.K. (Rumored)

Why Berlin-Brandenburg?

- "Everyone knows that German engineering is outstanding, for sure. That's part of the reason why we are locating our Gigafactory Europe in Germany." – Elon Musk
- The European market is expected to witness the fastest growth, after Asia Pacific market for Electric vehicles.
- "It's strategic to *lure German automotive talent* to Tesla, and it's a statement that Elon wants to one-up auto companies from that region." said Gene Munster, a managing partner at venture capital firm Loup Ventures.





Why Berlin-Brandenburg?



Challenges



High labor & energy costs.



German labor laws:

investigation against workers working extra-time, earning less than minimum wage.



Sustainability & environmental regulations:

plant's high-water usage, the clearing of a local forest, Issues related to sewage pipes.



Suppliers are bottleneck.



Final permit:

Authorities still have not granted Tesla final permit, delay in approval.

Tesla is facing many regulatory challenges.

Conclusion

- Global Data predicts that European EV production will double from 0.8 million units in 2020 to 1.7 million by 2023 and to then reach five million by 2034.
- 'Made in Germany' tag still carries significant weight in the premium car market.
- Unexploded World War II bombs, protests over trees, water and animal habitats, union scrutiny and a labor review have hindered Tesla's Berlin Gigafactory plans—but the biggest hurdle may come in the form of strict German regulations.

