



Annual Report 2009

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Acknowledgements



Many companies were severely affected by the global financial and economic crisis in 2009, including Knorr-Bremse, which was forced to take decisive action. So it is remarkable that Knorr-Bremse still managed to support Knorr-Bremse Global Care in this year of crisis, albeit with a reduced budget. By adhering to its commitment, particularly in times of crisis, Knorr-Bremse has remained true to its corporate philosophy despite difficult circumstances and has nailed its colors to the mast in terms of its social responsibility.

This meant that the organization was able to continue with its work, complete unfinished projects and provide long-term assistance to people in need. In the year under review, Global Care invested in a range of projects, including reconstruction in the Irrawaddy Delta in Burma, which was struck by Cyclone Nargis in 2008, and an emergency medical aid package for cholera patients in Zimbabwe.

On behalf of the organization I would like to thank all the project coordinators and aid organizations that supervise our activities on the ground for the successful implementation of the 23 Global Care projects that we ran in 2009. I would also like to express my sincere gratitude to a number of Knorr-Bremse site managers and their staff for taking an active part in relief projects on behalf of the organization, supervising them in person and providing assistance in a number of different ways.

In addition I would like to thank all the organization members for their voluntary involvement, for the time they have invested in general meetings, working groups and workshops, and for their personal, active project supervision.

Up to January 18, 2010, Global Care's fifth anniversary, the organization implemented 50 projects in 21 countries on four continents, and invested a total of EUR 4.3 million that provided direct assistance to 125,000 people. We hope to continue this success in the coming years – with your support!

Thank you!

A handwritten signature in blue ink that reads "J. Thilo Schiwhoff". The signature is written in a cursive, flowing style.

Chairman

Organization

THE ORGANIZATION CONSISTS OF THE FOLLOWING MEMBERS:

Julia Thiele-Schürhoff (*Chairman of the Executive Board, project supervisor*)

Eva Seifert (*Member of the Executive Board, project supervisor*)

Josef Arzberger (*Vice Chairman of the Executive Board, Treasurer*)

Gerd Henghuber (*Communications, project supervisor*)

Dr. Sigurd Dahrendorf (*project supervisor*)

Mario Beinert (*project supervisor*)

Christoph Günter (*project supervisor*)

All members of the organization are employees of the Knorr-Bremse Group.

ADMINISTRATION:

Angelika Kiss (*project supervisor*)

Executive Board elections were held on March 2, 2010. Julia Thiele-Schürhoff was re-elected as Chairman, Christoph Günter was elected Vice Chairman and Dr. Sigurd Dahrendorf was elected to the Executive Board.

Every KB Global Care project is actively supervised by a member of the organization. The supervisor maintains contact with the local project coordinators, monitors the progress of the project and ensures that the company's views are taken into account.



Background, motivation and approach

Knorr-Bremse Global Care was set up as a non-profit organization on January 18, 2005 in the wake of the tsunami disaster on December 26, 2004 in Southern Asia with the aim of providing carefully targeted, effective help to the victims of the disaster. The Knorr-Bremse Group made EUR 2 million available for this purpose. Following successful completion of these projects, the work of Knorr-Bremse Global Care was continued worldwide over the long term. In 2009, Global Care supported a total of 48 relief projects in 19 countries on four continents, reaching approx. 125,000 people.

In line with the organization's statutes, the top criterion when selecting projects is that they should help people to help themselves. The aim is to give people in need the chance to live independent, self-determined, autonomous lives. The organization is committed to this principle and to an efficient and effective use of resources when selecting projects. Practical implementation of the projects is carried out by selected partner organizations with local project coordinators under the active supervision of the organization's project supervisors. In addition, all projects receive a visit from the project supervisor or selected local Knorr-Bremse employees.

Around one third of the relief projects are located near a Knorr-Bremse site and the local employees monitor their progress. The partner organizations' experience of charity work, combined with businesslike project monitoring by Knorr-Bremse staff, ensures that the assistance provided is successful and sustainable.

Global Care guiding principles

HELP WHERE IT IS NEEDED

When selecting projects around the world, the organization looks for ones that comply with the principle of helping people to help themselves and which meet the criteria of economic efficiency and sustainability. The projects are implemented in collaboration with local partners, with a focus on education and training, social infrastructure and emergency aid.

Each project is allocated a member of the organization as a supervisor. The project supervisor maintains contact with the local project coordinators, is kept informed about the progress of the project and plays an active part in determining its course. Contact with the project coordinators is maintained even after completion of the project.

| NATURE OF PROJECT | | |
|--|---|--|
| Helping people help themselves | ■ | |
| Helping for people in need | ■ | |
| PROJECT TYPES | | |
| Education and training | ■ | |
| Social infrastructure | ■ | |
| Emergency aid | ■ | |
| PROJECT MANAGEMENT BY THE ORGANIZATION | | |
| Dedicated project supervisor | ■ | |
| Active support | ■ | |
| Entrepreneurial approach | ■ | |
| Collaboration with local Knorr-Bremse site | ■ | |
| Lead sponsor | ■ | |
| PROJECT IDENTIFICATION | | |
| Proximity to KB site | ■ | |
| Knorr-Bremse network | ■ | |
| Other Knorr-Bremse contacts | ■ | |
| PROJECT MANAGEMENT BY LOCAL PARTNER ORGANIZATION | | |
| Local project management | ■ | |
| Detailed project documentation | ■ | |
| Entrepreneurial implementation | ■ | |

| KEY | |
|-----|-----------------------------------|
| ■ | requirement |
| ■ | optional |
| ■ | must meet one of three conditions |



Projects

Education and training

Many people lack the education to make a success of their lives. The ability to read, write, do sums, and to plan for the long term considerably broadens their life prospects.

Because people often lack these minimum requirements, Knorr-Bremse Global Care places a particular emphasis on promoting education. The aim is for people to learn to help themselves so that they can become financially independent.

In the reporting year, a total of EUR 283,581.12 was invested in twelve education projects in nine countries on four continents. The projects directly benefited 915 pupils and trainees.

Mexico – Renovation of two primary schools



▲ Pupils at the Humberto Gomez Secondary School.

Despite the children playing, the colorful decorations in the windows and a fun playground, the schoolyard of the Emiliano Zapata primary school in Mexico looked dreary. The playground equipment was rusty, the grass was bare and the water dispensers old. Inside, the school building was in urgent need of refurbishment as well: cables were perished, basins were crumbling and covered in limescale and many of the water pipes were broken.

Colleagues told Midiam Flores, a Bendix employee, about the problems at this school and the Humberto Gomez School. She describes her first impressions as follows: "As soon as we looked at the schools it was immediately clear that there were problems, especially with the sanitary facilities and electrical wiring." When Julia Thiele-Schürhoff, Chairman of Knorr-Bremse Global Care, visited Knorr-Bremse subsidiary Bendix in Mexico in October 2008, Flores showed her the two schools.

In Mexico schools are built, staffed and supplied with teaching materials by the state, but each school is responsible for any refurbishment and maintenance work. Parents form groups to try to do as much as possible themselves, but possibilities and funding are frequently lacking.

Partial refurbishment of the Humberto Gomez and Emiliano Zapata schools took place from April 2009 to April 2010 with funding from Global Care. Now, thanks to new lighting and wiring, the two schools appear in a new light. Water dispensers have been installed in all the classrooms and the sanitary facilities have been completely renovated. New windows, combined air-conditioning and heating units and a fresh coat of paint have made the classrooms pleasant to work in. In all, the renovation work benefits around 400 pupils.



▲ Humberto Gomez Secondary School.



▲ “We are very happy that our daughter’s school was renovated thanks to Global Care’s assistance,” says Matilde Martinez-Padilla, whose husband works for Bendix in Acuña, Mexico.

PROJECT TYPE

Education

PLACE

Acuña (Mexico), close to a Knorr-Bremse site

GLOBAL CARE REGION

Latin America

PUPILS PER YEAR

400

ESTIMATED COSTS

43,000 Euros

GLOBAL CARE PROJECT SUPERVISOR

Julia Thiele-Schürhoff

PARTNER ORGANIZATION KB

Subsidiary Bendix, local schools

LOCAL COORDINATOR

Midiam Flores (Bendix)

DURATION

April 2009 – April 2010

South Africa – Promoting education in a township



▲ Luncedo, Yonela, Chuma and Amanda (from left) have attended pre-school since early 2009 thanks to the Masifunde program.



▲ Walmer Township.

Masifunde, a local non-profit organization committed to the promotion of education, provides learning programs for highly motivated and talented children and prepares them for attending a higher level school. A wide range of learning options such as English courses or additional subject coaching – in school and during their free time – ensures the children achieve good results in their school leaving examination. Leisure activities such as football, running and summer camp promote social skills and offer the children a sense of achievement. Masifunde also pays for school fees, teaching materials and school uniforms.

As the schools and some of the extra-curricular events organized by Masifunde are located outside the township, Knorr-Bremse Global Care has funded a school bus to make sure the children get there safely.

Global Care is also paying the salary of a Masifunde social worker for two years. In the mornings he carries out normal social work tasks related to the children on the Masifunde program; and in the afternoons he coordinates „Learn 4 Life“ – an extra-curricular support program involving weekly group work, monthly excursions, weekend workshops and a 10 day summer camp.



▲ Masifunde children admire their new bus together with the driver.



| | |
|--------------------------------|---|
| PROJECT TYPE | Education |
| PLACE | Walmer Township, Port Elisabeth, South Africa |
| GLOBAL CARE REGION | Africa |
| PUPILS PER YEAR | 50 |
| ESTIMATED COSTS | 30,000 Euros |
| GLOBAL CARE PROJECT SUPERVISOR | Julia Thiele-Schürhoff |
| PARTNER ORGANIZATION | Masifunde Learner Development |
| LOCAL COORDINATOR | Jonas Schumacher |
| DURATION | January 2009 – May 2011 |

China – Reconstruction of a primary school in Sichuan



The earthquake that struck Sichuan Province in China on May 12, 2008 severely damaged the local infrastructure: dams were at risk of bursting, many streets were impassable, nearly five million people were made homeless and an estimated 7,000 school buildings were in need of renovation.

Chinese Knorr-Bremse staff and the local Knorr-Bremse companies contributed to the disaster relief effort and donated around EUR 60,000 to the Chinese Red Cross. In addition, 70 Knorr-Bremse Suzhou employees donated blood for the earthquake victims.

Global Care supported Sichuan Shuangti primary school. Built in the 1980s, the school had provided classrooms for 222 pupils and 8 teachers, but following the earthquake it could no longer be used because the risk of collapse was so high. The reconstruction work was carried out in collaboration with the Amity Foundation, an independent Chinese aid organization. Amity completely renovated the old Shuangti primary school building, erected a new

fence with a school gate and provided a new playground for the pupils.

Having declared the reconstruction effort to be a government priority, China did not allow very much foreign aid into the country. But an impressive amount of rapid and efficient rebuilding and relief work nevertheless took place. However, some regions were somewhat neglected when it came to distributing reconstruction aid, including Qu County, where Sichuan Shuangti primary school is located.

Amity Foundation, with which Global Care had previously renovated the Jiaxia school in Guizhou Province, brought the organization into the earthquake province. Thus Global Care became one of the few international and private donors able to be involved in Sichuan. Contact with the aid organization had been made through Frank Liu, Managing Director of Knorr-Bremse Systems for Rail Vehicles (Suzhou) Co., Ltd., who supervised both school projects closely and supported them with help from his staff.



▲ The new school building.

▲ At the inauguration ceremony in September 2009 the pupils performed a flower ring dance.

PROJECT TYPE

Education

PLACE

China, Sichuan Province, Qu County

GLOBAL CARE REGION

Asia

PUPILS PER YEAR

300

ESTIMATED COSTS

23,000 Euros

GLOBAL CARE PROJECT SUPERVISOR

Angelika Kiss

PARTNER ORGANIZATION

Amity Foundation, Knorr-Bremse
Systems for Rail Vehicles (Suzhou) Co., Ltd

LOCAL COORDINATORS

Wang Wanxin (Amity), Frank Liu and Carrie Wang (KB)

DURATION

March 2009 – December 2009



Projects

Social infrastructure

It makes sense to support the social infrastructure where it has been destroyed by a natural disaster or is too expensive to be supported by the community, the state or a specific group.

During the year under review a total of EUR 866,915.63 was spent on ten social infrastructure projects in nine countries on four continents. Approximately 1,000 people benefited directly – in hospitals, nursing homes and children's homes as well as in a women's refuge.

Honduras – Support for an orphanage



The town of San Pedro Sula is an important transport hub – and also has the highest level of AIDS infection in the whole of Central America. It is a market town where agricultural products such as coffee or bananas are prepared for international transportation. At the same time it is the center of the country's light industry and the location of the main airport in Honduras.

The city is home to the local Amor Y Vida foundation, which has been exclusively looking after children with AIDS since 1994. The foundation runs an orphanage for children aged between 4 and 18 whose parents are either dead or have rejected them because of their illness. The

foundation offers them schooling up to the sixth grade, after which they have to try to find a traineeship on the open market.

For the 36 children in the orphanage, KB Global Care has funded the building of a new wing to house a printing press, which should offer them a chance of receiving training, as they would have difficulty finding a job elsewhere. But the orphanage will also benefit – the additional income will make it less dependent on donations.



The children are well cared for and feel at home in the family atmosphere. ▶



▲ The new wing that houses the printing press.

| | |
|---------------------------------------|---|
| PROJECT TYPE | Social infrastructure |
| PLACE | San Pedro Sula, Honduras |
| GLOBAL CARE REGION | Latin America |
| ORPHANS PER YEAR | 36 |
| ESTIMATED COSTS | 17,000 Euros |
| GLOBAL CARE PROJECT SUPERVISOR | Eva Seifert |
| PARTNER ORGANIZATION | Fundación Amor y Vida |
| LOCAL COORDINATOR | Maria Elena Micheletti-Bain, Sandra Ramirez-Wulff (Amor y Vida) |
| DURATION | August 2009 – August 2010 |

South Africa – Equipping the operating theater in a children’s hospital



▲ The Red Cross War Memorial Children's Hospital.



▲ Some 250,000 children are treated in the hospital every year.

The Red Cross War Memorial Children’s Hospital in Cape Town, South Africa, is regarded as the best children’s hospital in southern Africa. Around 250,000 children are treated there each year, with up to 800 operations being carried out each month. The hospital, which has been in existence for 50 years, was operating at the limits of its capacity, because of its policy that all young patients are admitted and given medical treatment regardless of parental income, ethnic group or religious beliefs.

A new surgical center was opened in the hospital in September 2009, and Global Care funded the equipment for one of the operating theaters. At the official opening ceremony on September 16, 2009 – by which time the operating theater had already been up and running for several months – Alois Adlkofer, site manager at KB South Africa, expressed congratulations and best wishes on behalf of Global Care.

Thanks to state-of-the-art medical equipment it is now possible to carry out non-invasive surgery that is not only less traumatic for the patient than traditional surgery but also speeds up the recovery process.

Work on the new hospital buildings to house the operating theaters took roughly 2 years, and the one funded by Global Care has been running at full capacity since 2009. Thus the Cape Town facility is well prepared for the future.



▲ The new building with the operating theater funded by Global Care.

| | |
|---------------------------------------|--|
| PROJECT TYPE | Social Infrastructure |
| PLACE | Cape Town, South Africa |
| GLOBAL CARE REGION | Africa |
| PATIENTS PER YEAR | 2,250 |
| ESTIMATED COSTS | 425,000 Euros |
| GLOBAL CARE PROJECT SUPERVISOR | Mario Beinert |
| PARTNER ORGANIZATION | The Children's Hospital Trust of the Red Cross War Memorial Children's Hospital |
| LOCAL COORDINATOR | Joanne Hen-Boisen (Hospital Trust), Alois Adlkofer (KB) |
| DURATION | January 2007 – August 2009 |

Ukraine – Supporting a center for the disabled



▲ The bus funded by KB Global Care.



There are no homes for the disabled in Ivano-Frankivsk, despite the fact that an estimated 700 disabled children and young people live in the city and surrounding region. Currently a former kindergarten is being used as a therapy center for 28 of them, with two retired teachers voluntarily looking after the three to twenty-year-olds, teaching them to read and write as well as doing painting, embroidery and knitting with them. Some of the children are taken in at night by ten families who themselves have disabled children.

To enable the children and young people to be adequately transported to and from their foster homes, KB Global Care has donated a special bus. And for 2010 the plan is to refurbish the old kindergarten and adapt it to the needs of the disabled.



▲ Top: These pictures were created by residents of the center.
Bottom: The former kindergarten used by the center.

| | |
|---------------------------------------|---------------------------------------|
| PROJECT TYPE | Social infrastructure |
| PLACE | Ivano-Frankivsk, Ukraine |
| GLOBAL CARE REGION | Europe |
| INDIVIDUALS PER YEAR | 28 |
| ESTIMATED COSTS | 50,000 Euros |
| GLOBAL CARE PROJECT SUPERVISOR | Christoph Günter |
| PARTNER ORGANIZATION | DYWOSWIT, the center for the Disabled |
| LOCAL COORDINATOR | Borys Handziuk |
| DURATION | July 2009 – March 2010 |

Russia – Partial renovation of an old people’s home



▲ Two residents of the old people’s home in national costume.



▲ A room prior to renovation.



▲ A renovated room.



In Russia, elderly relatives are often cared for by the daughter of the family. But for single mothers who also have to work, it is very difficult to provide the required level of intensive supervision and care. As family structures in Russia are beginning to collapse, old people are having a particularly difficult time and – together with the disabled – are now amongst the most disadvantaged social groups in Russia.

The old people’s home in Naberezhnye Chelny accommodates 60 elderly people, 40 of them disabled, in several residential blocks, two of which were comprehensively renovated with the help of Global Care. The new rooms were

equipped for the first time with multifunctional beds, which makes life much easier for both the patients and the nursing personnel.

After Manfred Kindermann, Managing Director of the joint venture Knorr-Bremse KAMA Systems for Commercial Vehicles LLC drew the attention of Knorr-Bremse Global Care to the plight of the home, collaboration between the company’s Russian site and the home ran so smoothly that the organization has decided to fund a second project phase in 2010 – rebuilding and equipping a further wing for bed-ridden patients.



The old people's home in Tatarstan. ►

| | |
|---------------------------------------|---|
| PROJECT TYPE | Social infrastructure |
| PLACE | Naberezhnye Chelny in Tatarstan, Russia |
| GLOBAL CARE REGION | Europe |
| BENEFICIARIES PER YEAR | 60 |
| ESTIMATED COSTS | 75,500 Euros |
| GLOBAL CARE PROJECT SUPERVISOR | Christoph Günter |
| PARTNER ORGANIZATION | The home for the elderly and disabled in Naberezhnye Chelny |
| LOCAL COORDINATOR | Manfred Kindermann and Natalia Kalmykova (KB) |
| DURATION | January 2009 – May 2010 |

India – Construction of a women’s refuge



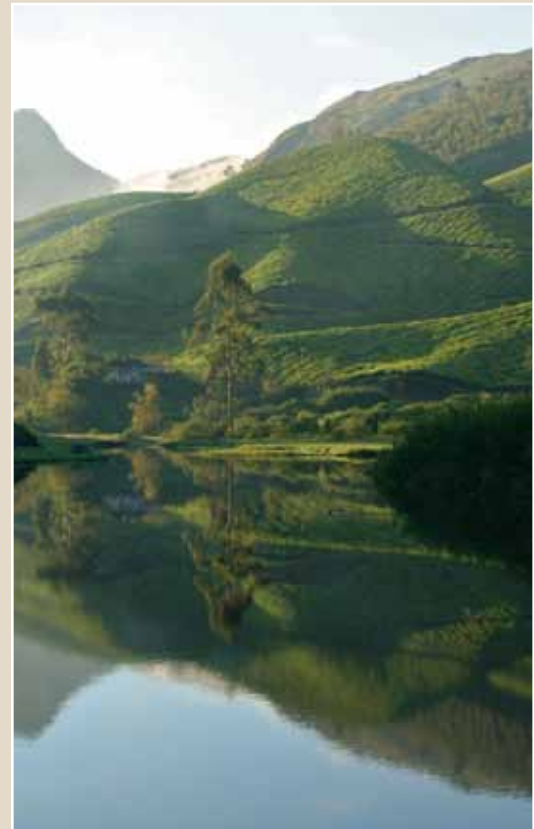
▲ The local project supervisors in front of the women’s refuge, February 2010.

◀ Young people in Solapur district.

Around 20 widows and divorced women work in rural Harali in the south-west of India – women like 35-year-old Suchitra Jinkeri, who has a mentally disabled son and is divorced, or 23-year-old Asha Pawar, a widow with a five-year-old son, who wants to become a primary school teacher, or 35-year-old Mangal Saware, whose alcoholic husband does not take care of her or their two children, forcing her to support the family on her own by working in a factory.

All of the 20 women for whom Global Care is building the women’s refuge in collaboration with the aid organization Jnana Pradodhini are social outcasts. Since the women are single or divorced, their families cast them out and they have no home, so they sleep at their place of work along with their children.

The women’s refuge is a three-story building with five apartments on each floor, each with a living area, bathroom and cooking facilities. There is also a common room in which the women can chat to each other after work and in which their children can do their homework during the day.



▲ Future residents of the women's refuge attending the foundation stone-laying ceremony in April 2009.

| | |
|---------------------------------------|--|
| PROJECT TYPE | Social infrastructure |
| PLACE | Harali, Solapur, Maharashtra, India |
| GLOBAL CARE REGION | Asia |
| RESIDENTS | 20 |
| ESTIMATED COSTS | 60,000 Euros |
| GLOBAL CARE PROJECT SUPERVISOR | Angelika Kiss |
| PARTNER ORGANIZATION | The Jnana Prabodhini – Solapur aid organization |
| LOCAL COORDINATORS | Dr. Vasant Sitaram Tamhankar (Jnana Prabodhini), Suryakant Khambekar (KB) |
| DURATION | March 2009 – September 2010 |

Burma – Supporting infrastructure in Rangoon following Cyclone Nargis



▲ Pupils at the Buddhist monastery school.



▲ Equipment and supplies for the health centre in Yuzana Garden City.



Cyclone Nargis struck on May 2, 2008, devastating large areas of Burma. From the Bay of Bengal it swept across the Irrawaddy Delta and passed Rangoon on its way further east. Nargis destroyed large areas of the fertile Irrawaddy Delta and parts of the former capital of Rangoon. Over 130,000 people lost their lives as a result of the cyclone, and it is still not clear how many subsequently died of hunger and illness.

Together with the aid organization World Vision, Global Care supported infrastructure projects in Dagon, a township of Rangoon. These included the health center in Yuzana Garden City, which is located in a district with 30,000 inhabitants and was severely damaged by the cyclone. Global Care financed roof repairs and rewiring, and provided surgical equipment for the clinic.

School buildings were also damaged by the cyclone. They were used as temporary shelters for families who had lost their homes, but the water pumps, sanitary facilities and water-treatment plants were not designed for this purpose and the quality of the drinking water deteriorated. With the help of Global Care, drinking water supplies were secured at one primary, one junior high and two grammar schools, and the sanitary facilities were improved.

In addition, Global Care financed an extension to a primary school which provides free schooling to 250 children from poor backgrounds. Now the school is able to cater for children in the seventh and eighth grades as well.



▲ In the Irrawaddy Delta.



▲ Better school hygiene: one of 60 new latrines.

| | |
|---------------------------------------|--|
| PROJECT TYPE | Social infrastructure |
| PLACE | Dagon, a district of Rangoon, Burma |
| GLOBAL CARE REGION | Asia |
| BENEFICIARIES | 5,000 |
| ESTIMATED COSTS | 164,000 Euros |
| GLOBAL CARE PROJECT SUPERVISOR | Julia Thiele-Schürhoff |
| PARTNER ORGANIZATION | World Vision |
| LOCAL COORDINATORS | Dr. Myint Thein, Mia Marina (World Vision) |
| DURATION | December 2008 – December 2009 |



Projects

Emergency aid

Every year, Knorr-Bremse Global Care earmarks 20% of its annual budget for emergency relief measures. This is because of the organization's origins in the response to the devastating tsunami of 2004.

During the year under review, KB Global Care responded to the cholera epidemic in Zimbabwe with a medical aid package that directly benefited between 30,000 and 40,000 people.

Zimbabwe – Cholera aid



▲ One of the traditional round huts that accommodate entire families.

In many respects the start of 2009 saw Zimbabwe in a state of crisis: the country was battling corruption, political conflict and inflation of up to 230,000,000% when a cholera epidemic broke out.

According to the World Health Organization, the situation in Zimbabwe was out of control, with at least 2,700 people reported to have died of cholera since August 2008 and a further 48,000 or more estimated to be infected with the disease. However at the end of January 2009, the Bishop of Chinhoyi in Zimbabwe, Dieter B. Scholz SJ, provided an even starker assessment of the local situation: „I would double those figures. As the state hospitals have closed, many people are dying at home and their deaths are not being officially registered.“

In a bid to help the cholera victims in Zimbabwe, Knorr-Bremse Global Care donated an emergency package of medical aid worth EUR 70,000 to church hospitals in Chinhoyi Diocese. Following the closure of all the state-run hospitals, the church hospitals had to provide services for the entire region. It is estimated that the aid reached some 30,000 to 40,000 people and saved thousands of lives. It was delivered from South Africa, bypassing the Zimbabwean government.



▲ Children and old people were particularly hard-hit by the cholera epidemic.



▲ At the end of January 2008 the inflation rate was 230,000,000%.

| | |
|---------------------------------------|----------------------------|
| PROJECT TYPE | Emergency aid |
| PLACE | Chinhoyi Diocese, Zimbabwe |
| GLOBAL CARE REGION | Africa |
| PATIENTS | 30,000 – 40,000 |
| ESTIMATED COSTS | 70,000 Euros |
| GLOBAL CARE PROJECT SUPERVISOR | Gerd Henghuber |
| PARTNER ORGANIZATION | Jesuit mission |
| LOCAL COORDINATOR | Bishop Dieter B. Scholz SJ |
| DURATION | January 2009 – April 2009 |

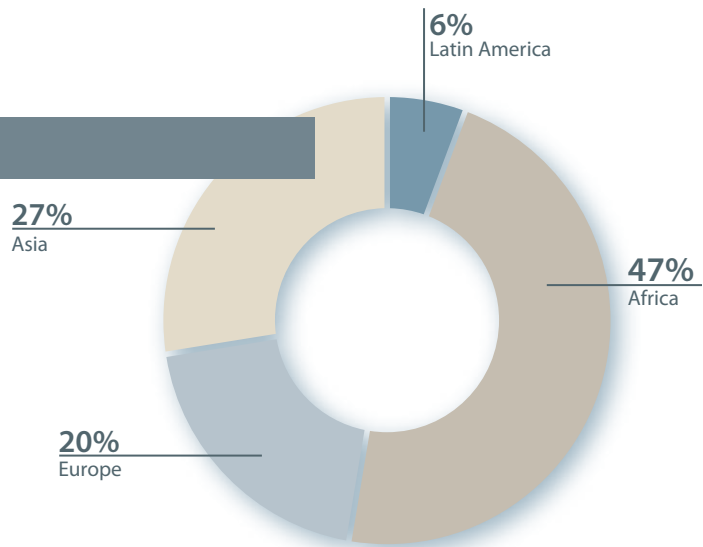
Evaluation

A total of EUR 1.2 million was spent on funding 23 projects in 15 countries. More than 90,000 people benefited from the aid.

Expenditure

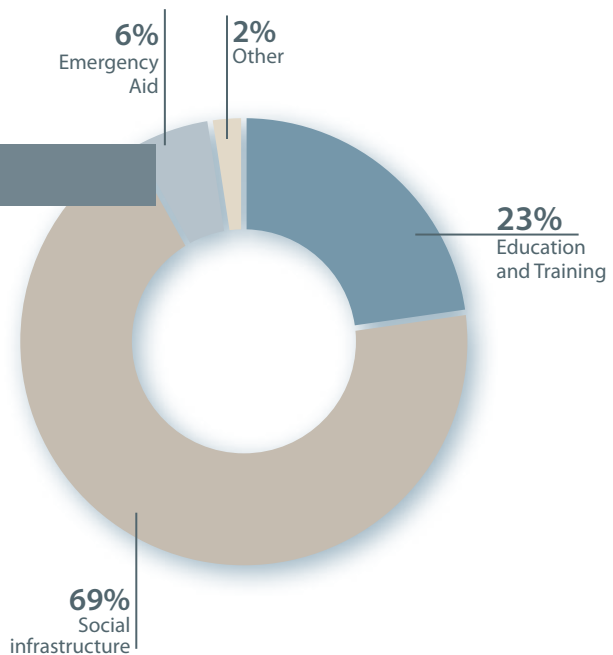
FUNDING: BY REGION

The strong focus of funding on Africa is accounted for by a donation of almost half a million euros to equip a hospital operating theater. Support for Asia took the form of reconstruction projects in those regions affected by Cyclone Nargis in Burma and by the earthquake in China.



FUNDING: BY MAIN FOCUS

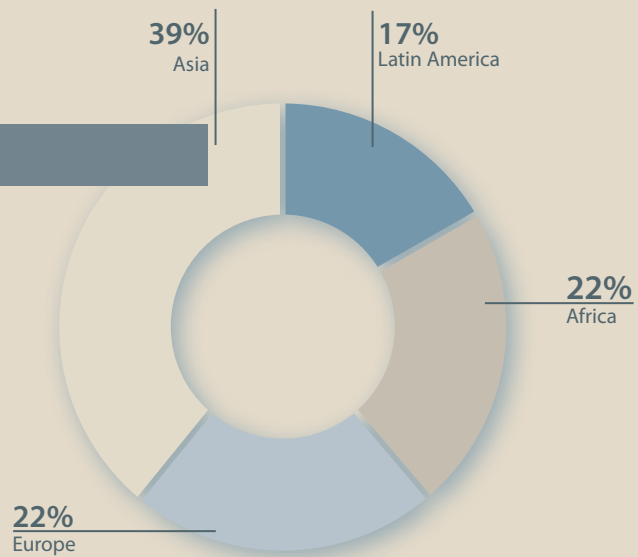
As well as supplying an operating theater in Cape Town with modern equipment for non-invasive surgery, Global Care equipped an old people's home in Tatarstan and funded a playground in the north of Munich. In the field of education and training, equal amounts were invested in all four Global Care regions. And an emergency aid package for cholera victims was sent to Zimbabwe.



Number of projects

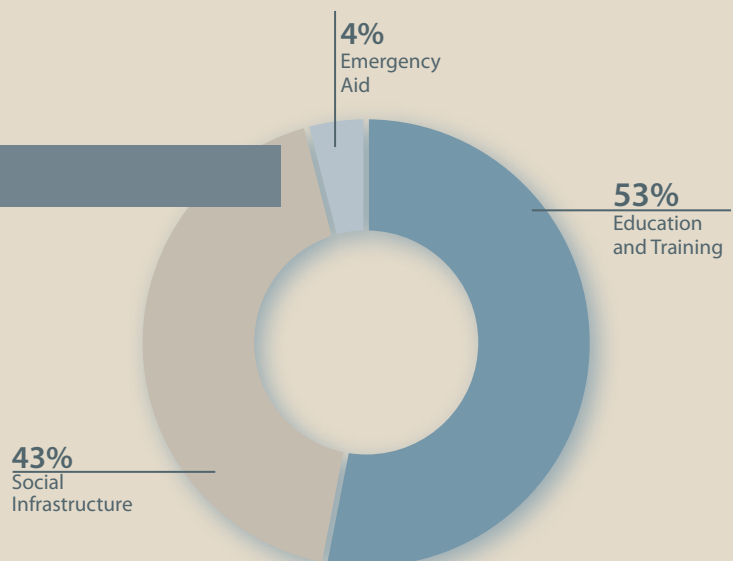
DISTRIBUTION OF PROJECTS: BY REGION

Asia was a main point of focus because many reconstruction projects (following the cyclone in Burma and the earthquake in China) were carried over from the previous year. In Latin America, Global Care mainly funded education projects, in Europe there was a balance between infrastructure and education projects, and in Africa there was at least one project in each of these areas.



DISTRIBUTION OF PROJECTS: BY MAIN FOCUS

Education projects were equally distributed across all four regions (on average three education projects per region), social infrastructure projects were mainly in Asia and Europe, and emergency aid was provided in Zimbabwe.



Outlook

Global Care members hope that 2010, the year in which the organization celebrates its fifth anniversary, will see an increase in social involvement at Knorr-Bremse sites. They will therefore be writing a personal postcard to each of the Knorr-Bremse managing directors – in some cases to thank them for their successful collaboration, and in others to encourage them to get involved.

Researching, securing and monitoring a development aid project will become one of the personnel development activities within Knorr-Bremse. Preliminary ideas were already in evidence early in 2010, and the interest expressed by young managerial staff in collaborating with the organization means it can look forward with anticipation to the rest of the year.

So far, there are plans for 18 projects in 16 countries in 2010. The budget is split between the areas of Education and Training (11 projects) and Social Infrastructure (7 projects). In addition, a fifth of the annual budget is withheld for emergency relief projects. Of this, EUR 50,000 was donated as an emergency aid package to the earthquake victims in Haiti in January 2010.

Knorr-Bremse Global Care will continue to be supported by Knorr-Bremse so that it can invest in long-term relief projects for people in need. As before, a member of the organization will supervise each project.

Munich, March 2, 2010



Julia Thiele-Schürhoff
Chairman



Christoph Günter
Vice-Chairman



Dr. Sigurd Dahrendorf
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Further information about the organization is available on the Internet at:
www.global-care.knorr-bremse.com