

GMC EXPANDS ITS PROFESSIONAL GRADE PORTFOLIO TO INCLUDE THE 2008 YUKON TWO-MODE HYBRID

Design Meets Technology with the World's First Two-Mode Hybrid System in an SUV

Los Angeles - The 2008 GMC Yukon Two-mode Hybrid, featuring the world's first two-mode hybrid propulsion system in an SUV, will offer consumers a 25 percent improvement in overall fuel economy and more than 300 horsepower when it arrives at dealerships toward the end of next year.

By utilizing innovative hybrid technology and **Active Fuel Management™ cylinder deactivation technology**, the Yukon Two-mode Hybrid will deliver a spectacular combination of fuel efficiency and power, while maintaining the capabilities of a full-size SUV.

The GMC Yukon Two-mode Hybrid, and the Chevrolet Tahoe Two-mode Hybrid, will be available in the fourth quarter of 2007.

"GMC has always stood for engineering excellence, so we're extremely proud to be the first to market with a two-mode hybrid SUV to further improve our segment leading fuel economy while providing all the performance you expect from GMC. ," said John Larson, general manager, GMC.

The GMC Yukon Two-mode Hybrid is powered by an aluminum small-block Vortec V-8 engine that will produce more than 300 horsepower. To offset the added weight from the hybrid propulsion system, GM redesigned certain vehicle components to optimize aerodynamics. These design changes include a new hood, front and rear fascias, and a sleek GMC grille.

While traditional full hybrid systems offer only one electric mode that is utilized during low speed driving, GM is teaming up with DaimlerChrysler and BMW Group to co-develop the two-mode hybrid system, which is a patented fuel-saving technology with, one mode for city driving and one mode for highway driving.

The first mode of the system is for low speed and light loads. In this mode, the hybrid system can operate with electric power only, engine power only, and any combination of engine and electric power. When the first mode operates as electric only, fuel consumption is reduced in heavy stop-and-go traffic by shutting off the engine for extended periods of time and moving exclusively under electric power at low speeds.

The second mode is primarily used at highway speeds. In addition to electric assist, the second mode integrates sophisticated electronic controls, such as Active Fuel Management, cam phasing, and late-intake valve closure, to allow even more efficient engine operation with electric motors less than half the size of traditional "one-mode" hybrid system. Full eight-cylinder engine power is provided when conditions demand it, such as passing, towing or climbing a steep grade.

The two-mode system also leverages a four-speed automatic transmission and electronic controls in an integrated, powerful and compact system that can be used with gas and diesel engines, front- and rear-wheel-drive configurations and cars, trucks and SUVs.

"The GMC Yukon Two-mode Hybrid will be equipped with unique powertrain technology that provides a terrific combination of fuel economy, performance and towing capability in a full-size SUV," said Tom Stephens, group vice president, GM Powertrain. "The Yukon Hybrid's 25 percent composite fuel efficiency improvement highlights GM's commitment to save as much fuel as possible by applying hybrid technology to the highest fuel consuming vehicles first."

GMC is a division of General Motors Corp. The division markets Acadia, Sierra, Yukon, Envoy, Canyon and Savana. GMC's lineup of Professional Grade trucks and SUVs deliver capabilities and unique features to fit every active lifestyle. GMC sold more than 566,000 vehicles in 2005, and has set divisional sales records 11 times in the last 13 years. More information on GMC and its products can be found at www.gmc.com.

General Motors Corp. (NYSE: GM), the world's largest automaker, has been the global industry sales leader for 75 years. Founded in 1908, GM today employs about 327,000 people around the world. With global headquarters in Detroit, GM manufactures its cars and trucks in 33 countries. In 2005, 9.17 million GM cars and trucks were sold globally under the following brands: Buick, Cadillac, Chevrolet, GMC, GM Daewoo, Holden, HUMMER, Opel, Pontiac, Saab, Saturn and Vauxhall. GM operates one of the world's leading finance companies, GMAC Financial Services, which offers automotive, residential and commercial financing and insurance. GM's OnStar subsidiary is the industry leader in vehicle safety, security and information services. More information on GM can be found at www.gm.com.

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