



**WHEELS-ALIVE!**

[www.wheels-alive.co.uk](http://www.wheels-alive.co.uk)

---

# Peugeot 508 Fastback – First Impressions

Published: September 24, 2018

Author:

Online version: <https://www.wheels-alive.co.uk/peugeot-508-fastback-first-impressions/>



New Peugeot 508 Fastback drives a different route to market  
...explains David Miles (Miles Better News Agency).

Sales of D-segment saloons and estates have had a tough decade of diminishing desirability, especially if they do not carry a premium brand label. Customers have either downsized to newer higher specification hatchbacks and estates that offer more technologies, are cheaper to purchase/lease, with lower Benefit-in-Kind taxes for company car users and more affordable running costs for everybody. Or more recently they have eloped to driving fashionable SUVs.



And Peugeot has capitalized with customers moving to SUVs with their 2008, 3008 and 5008 which have sold over 340,000 in Europe and in the UK the award-winning Peugeot 3008 has achieved 35,000 sales.

But there is a world outside SUVs and Peugeot is exploring it with their new D-segment 508 Fastback which replaces the 508 Saloon and SW estates. A new 508 SW will join the line-up in the first quarter of next year. The 508 Fastback prices start from £25,000, a shade lower than the outgoing 508 Saloon and rise to a £37,400 and there are lots of extra cost options to push those prices up further.

The new 508 Fastback does away with the traditional three-box design of a saloon, instead it is a sleek, dynamic looking hatchback with four frameless side doors and a huge tailgate. Inside there are five seats and Peugeot's familiar i-Cockpit, small diameter steering wheel, the latest in infotainment, connectivity functions, driving support aids and safety features all similar in layout to the award winning 3008 and 5008 SUVs.



Simon Broome, Peugeot UK's 508 product manager said at last week's media launch "We have a sales target of around 3,200 units of the Fastback next year and 2,500 for the 508 SW estate which arrives in quarter one next year." He added the sales mix will be 80% fleet customers and 20% retail buyers, 68% of customers will opt for a diesel powered model, and 78% of customers will order an automatic transmission. Later in 2019 a PHEV plug-in hybrid option will become available. He forecasts that 60% of sales will be for the GT Line and above specification. The current spec levels are Active, Allure, GT Line, GT and First Edition.

A key sales strategy in the UK by Peugeot is to protect residual values for all their new



models and in particular the 508 where the D-segment is rife with forced sales, pre-registrations and unprofitable fleet business. Good residual values are the cornerstone for cars/estates in this segment to be successful, profitable for the manufacturer and to keep customers happy and loyal. Residual values determine the predicted end value of vehicles and the residual value in turn controls the monthly PCP finance and lease rates. The better the residual values the lower the monthly financial PCP or lease payments are.

David Peel, managing director of Peugeot in the UK told me the new 508 Fastback already has a 35% residual value forecast after three years of ownership and that is ahead of competitor models from Audi, BMW and Mercedes. He said the outgoing 508 models had an average 21% residual value after three years/60,000 miles but the work they have done outlining their new business practises to the companies that predict residual values has resulted in the higher forecast.

He added, "In the past French D-segment cars had traditionally been the industry's Achilles Heel in terms of very poor trade-in values, a situation we at Peugeot have now fixed by not over-supplying the market and doing unprofitable silly business. With the new 508 we are confident it will be a success but I am not going to chase customers at any price."



The choice of the latest Euro 6.2 WLTP homologated engines are two 1.6 litre PureTech turbo petrol units with 180 or 225 hp outputs and both are matched with an eight speed automatic gearbox. The greater proportion of sales will be for diesel powered models and the engine options are 1.5 litre BlueHDi 130 hp manual and automatic, 2.0 litre Blue HDi 160 hp and 180 hp and both with eight speed automatic transmissions as standard. All engines have S&S (stop/start) as standard.

At last week's UK media launch my new 508 Fastback test drive model (priced at £36,400)



was the GT specification version with the BlueHDi 180 engine which actually has a power output of 177 hp. It is matched with the new smooth changing PSA Group's eight speed automatic gearbox.

With 295 Nm (218 lb.ft) of torque from 2,000 rpm this is a strong and responsive unit and quiet as well. Its power delivery, albeit a diesel, is in keeping with the sports styling of the new 508 Fastback.

Top speed is 146 mph with zero to 62 mph taking 8.3 seconds. The new WLTP Combined Cycle official fuel economy figure is 60.1 mpg and during my test drive around the winding and busy Cotswold roads it was an impressive 47 mpg, not close to the official figure but for a sports style D-segment car impressive enough. The all-important CO2 figure for tax reasons is 124 g/km so the VED First Year diesel rate road tax costs £205 before reverting to the £140 Standard rate. Company car drivers will pay 29% Benefit-in-Kind tax and insurance is Group 32E. Warranty is three years/60,000 miles, not generous compared to some, but typical to its main competitors.

Despite its Fastback design with its long sleek body, wide muscular stance and low-ish roof height, the new 508 felt suitably roomy, although I would have liked a lower driving position. There was some concern about blindspots caused by the front thick A pillars, also the wide side B-pillars which really restricted vision at junctions, and the rear corners plus steeply raked tailgate window also reduced visibility. Fortunately the GT spec comes with a host of driving information system such as blindspot monitoring and 180-degree rear view camera and parking sensors.



**WHEELS-ALIVE!**

[www.wheels-alive.co.uk](http://www.wheels-alive.co.uk)





**WHEELS-ALIVE!**

[www.wheels-alive.co.uk](http://www.wheels-alive.co.uk)





Despite these niggles the interior design with its twin cockpit front seat layout is impressive. There are loads of infotainment and connectivity functions and sat-nav and all are displayed by the well integrated 12.3-inch digital head-up display and 10-inch wide touchscreen. My usual complaint about too many functions being operated via the touchscreen - heating and ventilation for instance, still apply to this newcomer. There are the usual new-age Peugeot perceived high quality materials used throughout the cabin and they seem well in keeping with the recognised premium brand competitor models.

The handling was generally well behaved and the ride compliant, even riding on the 19-inch GT spec alloy wheels, with various driving and suspension settings to choose from to tailor



to the high mileage company car driver's requirements. The seats especially have been designed to minimise long distance travel discomfort and on GT and First Edition models the wraparound front seats have as standard an eight-pocket massage system.

## VERDICT

Overall the new Peugeot 508 Fastback looks good with its sporty kerb appeal, all supported by good standard specification and of course those extra cost options to tailor the car to the driver's individual needs and pocket, and there is a wide range of engine options.

The D-segment is a really tough and competitive shrinking market sector, but good looks still sell and the 508 Fastback certainly has those outside and in. Whether the new 508 has the 'clout' to worry the premium brands with their competitor models, given Peugeot's stance on not chasing unprofitable silly fleet business to protect those all important residual values, is doubtful but it deserves to succeed.

**For:** Eye-catching good looks, comprehensive specification, high quality interior materials and design, roomy up-front and reasonable in the rear, wide range of spec levels and engine choices and a wide range of prices, predicted improved residual values over the previous generation models.

**Against:** Some significant visibility blindspots from the driver's seat, some basic controls - such as the heating/ventilation system have to be made via the touchscreen, has to compete in a very competitive market sector where discounting is rife even by so-called premium brands, ungenerous warranty.



Milestones and Wheels-Alive Tec. Spec. in Brief:

New Peugeot 508 Fastback 5-Door, GT BlueHDi 180 auto.

Price: £36,400.

Engine/transmission: 2.0 litre, four cylinder, direct injection turbodiesel, 177 hp, 295 Nm (218 lb.ft) of torque from 2,000 rpm, eight speed automatic.



Performance: 146 mph, 0-62 mph 8.3 seconds, WLTP Combined Cycle 60.1 mpg (47 mpg on test drive).

Emissions and taxation: CO2 124 g/km, VED diesel rate First Year road tax £205 then £140 Standard rate, BiK company car tax 29%.

Insurance Group: 32E.

Warranty: Three years/60,000 miles.

Dimensions/capacities: L 4,750 mm (15.58 ft), W 1,859 mm (6.10 ft), H 1,403 mm (4.60 ft), wheelbase 2,793 mm (9.16 ft), boot/load space 487 to 1,537 litres (17.20 to 54.28 cu.ft), braked towing weight 1,800 kg (3,968lb).