

11 April 2016

**VOLVO TREASURY AB (publ) (the "Issuer")**

**Issue of SEK 400,000,000 0.3375 per cent. Fixed Rate Notes due 13 April 2018 guaranteed by AB Volvo (publ) (the "Guarantor") issued pursuant to the U.S. \$15,000,000,000 Euro Medium Term Note Programme**

**PART A – CONTRACTUAL TERMS**

Terms used herein shall be deemed to be defined as such for the purposes of the Terms and Conditions set forth in the Prospectus dated 6 November 2015 and the Supplements to the Prospectus dated 9 February 2016 and 3 March 2016 which together constitutes a base prospectus for the purposes of the Prospectus Directive (Directive 2003/71/EC) (the "**Prospectus Directive**") as amended (which includes the amendments made by Directive 2010/73/EU. This document constitutes the Final Terms of the Notes described herein for the purposes of Article 5.4 of the Prospectus Directive and must be read in conjunction with the Prospectus as so supplemented. Full information on the Issuer, the Guarantor and the offer of the Notes is only available on the basis of the combination of these Final Terms and the Prospectus as so supplemented. The Prospectus and the Supplements dated 9 February 2016 and 3 March 2016 have been published on the website of the Luxembourg Stock Exchange ([www.bourse.lu](http://www.bourse.lu)) and are available for viewing at, and copies may be obtained from, the registered office of the Issuer and from the specified offices of the Paying Agents in London and Luxembourg.

1. (i) Series Number: 337  
(ii) Tranche Number: 1  
(iii) Date on which the Notes will be consolidated and form a single Series: Not Applicable
2. Specified Currency or Currencies: Swedish krona ("SEK")
3. Aggregate Nominal Amount:
  - (i) Series: SEK 400,000,000
  - (ii) Tranche: SEK 400,000,000
4. Issue Price: 100 per cent. of the Aggregate Nominal Amount
5. (i) Specified Denomination(s): SEK 1,000,000  
(ii) Calculation Amount: SEK 1,000,000
6. (i) Issue Date: 13 April 2016  
(ii) Interest Commencement Date: Issue Date
7. Maturity Date: 13 April 2018
8. Interest Basis: 0.3375 per cent. Fixed Rate

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|-----|---------------------------|--|
| 9.  | Redemption/Payment Basis: | Subject to any purchase and cancellation or early redemption, the Notes will be redeemed on the Maturity Date at 100 per cent. of their nominal amount |
| 10. | Change of Interest Basis: | Not Applicable   |
| 11. | Put/Call Options:         | Not Applicable   |

**Provisions Relating to Interest (if any) Payable**

- |     |                                      |   |
|-----|--------------------------------------|---|
| 12. | <b>Fixed Rate Note Provisions</b>    | Applicable  |
|     | (i) Rate(s) of Interest:             | 0.3375 per cent. per annum payable in arrear on each Interest Payment Date                    |
|     | (ii) Interest Payment Date(s):       | 13 April in each year, commencing on the 13 April 2017, up to and including the Maturity Date |
|     | (iii) Fixed Coupon Amount(s):        | SEK 3,375 per Calculation Amount  |
|     | (iv) Broken Amount(s):               | Not Applicable  |
|     | (v) Additional Business Centre(s):   | Stockholm   |
|     | (vi) Day Count Fraction:             | 30/360  |
|     | (vii) Determination Date(s):         | Not Applicable  |
| 13. | <b>Floating Rate Note Provisions</b> | Not Applicable  |
| 14. | <b>Zero Coupon Note Provisions</b>   | Not Applicable  |

**Provisions Relating to Redemption**

- |     |                                     |   |
|-----|-------------------------------------|---|
| 15. | Issuer Call:                        | Not Applicable  |
| 16. | Make-whole Redemption by the Issuer | Not Applicable  |
| 17. | Investor Put:                       | Not Applicable  |
| 18. | Final Redemption Amount:            | Subject to any purchase or cancellation or early redemption, the Notes will be redeemed on the Maturity Date at 100 per cent. of their nominal amount |

19. Early Redemption Amount payable on SEK 1,000,000 per Calculation Amount redemption for taxation reasons or on event of default:

**General Provisions Applicable to the Notes**

20. Form of Notes:
- (a) Form of Notes: Temporary Global Note exchangeable for a Permanent Global Note which is exchangeable for Definitive Notes only upon an Exchange Event
- (b) New Global Note: No
21. Additional Financial Centre(s): Stockholm
22. Talons for future Coupons to be attached to Definitive Notes: No

Signed on behalf of the Issuer:

By: \_\_\_\_\_

*Duly authorised*

## **PART B – OTHER INFORMATION**

### **1. LISTING AND ADMISSION TO TRADING**

- (i) Listing and admission to trading: Application has been made by the Issuer (or on its behalf) for the Notes to be listed on the Official List of the Luxembourg Stock Exchange and admitted to trading on the Luxembourg Stock Exchange's regulated market, *Bourse de Luxembourg*, with effect from or about 13 April 2016.
- (ii) Estimate of total expenses related to admission to trading: EUR 1,030.00

### **2. RATINGS**

Ratings: The Notes to be issued have been rated:

Moody's: Baa2

S&P: BBB

Each of Moody's Investors Service Ltd ("Moody's") and Standard & Poor's Credit Market Services Europe Limited ("S&P") is established in the European Union and is registered under Regulation (EC) No. 1060/2009 (as amended).

### **3. INTERESTS OF NATURAL AND LEGAL PERSONS INVOLVED IN THE ISSUE**

Save for any fees payable to the Dealer, so far as the Issuer is aware, no person involved in the issue of the Notes has an interest material to the offer. The Dealer and its affiliates have engaged, and may in the future engage, in investment banking and/or commercial banking transactions with, and may perform other services for, the Issuer and the Guarantor and their affiliates in the ordinary course of business.

### **4. YIELD** 0.3375 per cent.

The yield is calculated at the Issue Date on the bases of the Issue Price. It is not an indication of future yield.

### **5. DISTRIBUTION**

- (i) If syndicated, names of Managers: Not Applicable
- (ii) Date of Subscription Agreement: Not Applicable
- (iii) Stabilising Manager(s) (if any): Not Applicable

(iv) If non-syndicated, name and address of relevant Dealer: Swedbank AB (publ)

(v) TEFRA: TEFRA D

6. **OPERATIONAL INFORMATION**

(i) ISIN Code: XS1395178731

(ii) Common Code: 139517873

(iii) Any clearing system(s) other than Euroclear Bank S.A./N.V. and Clearstream Banking, *société anonyme* and the relevant identification number(s): Not Applicable

(iv) Delivery: Delivery against payment

(v) Names and addresses of additional Paying Agent(s) (if any): Not Applicable

(vi) Intended to be held in a manner which would allow Eurosystem eligibility: No. Whilst the designation is specified as "no" at the date of these Final Terms, should the Eurosystem eligibility criteria be amended in the future such that the Notes are capable of meeting them the Notes may then be deposited with one of the ICSDs as common safekeeper. Note that this does not necessarily mean that the Notes will then be recognised as eligible collateral for Eurosystem monetary policy and intra-day credit operations by the Eurosystem at any time during their life. Such recognition will depend upon the ECB being satisfied that Eurosystem eligibility criteria have been met.

7. **THIRD PARTY INFORMATION**

Not Applicable