

29 April, 2016

**VOLVO TREASURY AB (publ) (the "Issuer")**  
**Issue of €350,000,000 Notes due May 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, 3 March and 26 April 2016, which together constitute 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, 3 March and 26 April 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.

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|----|-------|--|---|
| 1. | (i)   | Series Number:   | 338   |
|    | (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:                                      | Euro  |
| 3. |       | Aggregate Nominal Amount:  |   |
|    | (i)   | Series:  | €350,000,000  |
|    | (ii)  | Tranche:   | €350,000,000  |
| 4. |       | Issue Price:   | 100 per cent. of the Aggregate Nominal Amount             |
| 5. | (i)   | Specified Denomination(s):   | €100,000  |
|    | (ii)  | Calculation Amount:  | €100,000  |
| 6. | (i)   | Issue Date:  | 3 May 2016  |
|    | (ii)  | Interest Commencement Date:  | Issue Date  |
| 7. |       | Maturity Date:   | Interest Payment Date falling in or nearest to 3 May 2018 |
| 8. |       | Interest Basis:  | 3 month EURIBOR + 0.49 per cent. Floating Rate            |
| 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. **Fixed Rate Note Provisions** Not Applicable

13. **Floating Rate Note Provisions** Applicable

(i) Specified Period(s)/Specified Interest Payment Dates: Interest will be payable quarterly in arrears on 3 February, 3 May, 3 August and 3 November, from and including 3 August 2016 up to and including the Maturity Date (each a "Specified Interest Payment Date")

A reference to an Interest Payment Date shall also be deemed to include a Specified Interest Payment Date.

(ii) Business Day Convention: Modified Following Business Day Convention

(iii) Additional Business Centre(s): Not Applicable

(iv) Manner in which the Rate of Interest and Interest Amount is to be determined: Screen Rate Determination

(v) Party responsible for calculating the Rate of Interest and Interest Amount (if not the Agent): Not Applicable

(vi) Screen Rate Determination: Applicable

– Reference Rate and Relevant Financial Centre: Reference Rate: 3 month EURIBOR  
Relevant Financial Centre: Brussels

– Interest Determination Date(s): Second day on which the TARGET2 system is open prior to the start of each Interest Period.

– Relevant Screen Page: Reuters screen page EURIBOR01

(vii) ISDA Determination: Not Applicable

(viii)	Linear Interpolation:	Not Applicable
(ix)	Margin(s):	+0.49 per cent. per annum
(x)	Minimum Rate of Interest:	Not Applicable
(xi)	Maximum Rate of Interest:	Not Applicable
(xii)	Day Count Fraction:	Actual/360

14. **Zero Coupon Note Provisions** 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 redemption for taxation reasons or on event of default:	€100,000 per Calculation Amount

**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:	Yes
21.	Additional Financial Centre(s):	Not Applicable
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 on or about the Issue Date.
- (ii) Estimate of total expenses related to admission to trading: €1,470

### **2. RATINGS**

Ratings: The Notes have been rated BBB by Standard & Poor's Credit Market Services Europe Limited ("S&P") and Baa2 by Moody's Investors Service Limited ("Moody's").

S&P and Moody's are established in the European Union and are registered under Regulation (EC) No. 1060/2009 (as amended). As such S&P and Moody's are included in the list of credit rating agencies published by the European Securities and Markets Authority on its website in accordance with such Regulation.

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

Save for any fees payable to the Dealers, so far as the Issuer is aware, no person involved in the issue of the Notes has an interest material to the offer. The Dealers and their 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** Not Applicable

### **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: Société Générale

(v) TEFRA: TEFRA D

6. **OPERATIONAL INFORMATION**

- (i) ISIN Code: XS1403265694
- (ii) Common Code: 140326569
- (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: Yes. Note that the designation "yes" simply means that the Notes are intended upon issue to be deposited with one of the ICSDs as common safekeeper and does not necessarily mean that the Notes will be recognised as eligible collateral for Eurosystem monetary policy and intra-day credit operations by the Eurosystem either upon issue or at any or all times 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