

VOLVO

Volvo Treasury AB (publ)

(Incorporated with limited liability under the laws of Sweden)

under the guarantee of

AB Volvo (publ)

(Incorporated with limited liability under the laws of Sweden)

U.S.\$15,000,000,000

Euro Medium Term Note Programme

This Prospectus Supplement (the "**Supplement**") constitutes a supplement to and must be read in conjunction with the base prospectus dated 8 November 2016 as supplemented by a supplement thereto dated 3 February 2017, (the "**Prospectus**") prepared by Volvo Treasury AB (publ) (the "**Issuer**") and guaranteed by AB Volvo (publ) (the "**Parent**") with respect to the U.S.\$15,000,000,000 Euro Medium Term Note Programme (the "**Programme**"). Terms defined in the Prospectus have the same meaning when used in this Supplement.

Application has been made to the Luxembourg *Commission de Surveillance du Secteur Financier* (the "**CSSF**"), as competent authority for the purposes of the Luxembourg Law dated 10 July 2005 on prospectuses for securities as amended by the Luxembourg Law dated 3 July 2012 (the "**Prospectus Law**") implementing Directive 2003/71/EC as amended by Directive 2010/73/EU (the "**Prospectus Directive**"), to approve this Supplement.

Each of the Issuer and the Parent accepts responsibility for the information contained in this Supplement. To the best of the knowledge of the Issuer and the Parent (each having taken all reasonable care to ensure that such is the case), the information contained in this Supplement is in accordance with the facts and contains no omission likely to affect its import.

This Supplement has been prepared pursuant to Article 16.1 of the Prospectus Directive for the purposes of (i) incorporating by reference the document mentioned below.

Document incorporated by reference

The following document has been filed with the CSSF and by virtue of this Supplement such document shall be deemed to be incorporated by reference in the section entitled "Documents Incorporated by Reference" at page 10 of the Prospectus and shall form part of the Prospectus:

- The audited annual report of the Parent and the Volvo Group for the financial year 2016 ended on 31 December 2016 (the "Volvo Group Annual Report 2016")

Copies of this Supplement and the document incorporated by reference will be available (i) without charge from the specified offices of the paying agents and (ii) on the website of the Luxembourg Stock Exchange (www.bourse.lu).

To the extent that there is any inconsistency between (a) any statement in this Supplement and (b) any other statement in or incorporated in the Prospectus, the statements in (a) above will prevail.

Except as disclosed in page 2 of this Supplement and pages 10 - 11 of the Prospectus, there has been:

- (i) no significant change in the financial or trading position of the Issuer since 30 June 2016;
- (ii) no significant change in the financial or trading position of the Parent or the Volvo Group, in each case, since 31 December 2016;
- (iii) no material adverse change in the prospects of the Issuer since 31 December 2015, and

- (iv) no material adverse change in the prospects of the Parent or the Volvo Group, in each case, since 31 December 2016.

There has been no other significant new factor, material mistake or inaccuracy relating to information included in the Prospectus which is material in the context of the Programme since the publication of the Prospectus.

The following Table of Cross References sets out the principal disclosure requirements which are satisfied by the information and is not exhaustive. Each page reference refers to the corresponding page in the report.

Volvo Group Annual Report 2016

<i>CEO comment</i>	<i>pages 4-7</i>
<i>Global strength</i>	<i>pages 76-77</i>
<i>Significant events published in quarterly reports</i>	<i>pages 78-79</i>
<i>Trucks</i>	<i>pages 88-91</i>
<i>Construction Equipment</i>	<i>pages 92-94</i>
<i>Buses</i>	<i>Pages 95-96</i>
<i>Volvo Penta</i>	<i>pages 97-98</i>
<i>Volvo Financial Services</i>	<i>pages 99-100</i>
<i>The share</i>	<i>pages 103-105</i>
<i>Risks and uncertainties</i>	<i>pages 106-111</i>
<i>Corporate Governance Report</i>	<i>pages 170-177</i>
<i>Board of Directors</i>	<i>pages 178-183</i>
<i>Group Executive Board</i>	<i>pages 184-187</i>
<i>Proposed disposition of unappropriated earnings</i>	<i>page 189</i>

Cross reference list to the audited annual consolidated financial statement of the Parent

<i>Financial performance and consolidated income statement</i>	<i>pages 80-82</i>
<i>Financial position and consolidated balance sheet</i>	<i>pages 83-85</i>
<i>Consolidated cash flow statement</i>	<i>pages 86-87</i>
<i>Changes in consolidated shareholders' equity</i>	<i>page 102</i>
<i>Notes to the consolidated financial statements</i>	<i>pages 113-159</i>
<i>Audit Report</i>	<i>page 190</i>

Cross reference list to the audited annual non-consolidated financial statements of the Parent

<i>Income statement</i>	<i>page 160</i>
<i>Balance sheet</i>	<i>page 161</i>
<i>Cash-flow statement</i>	<i>page 162</i>
<i>Changes in equity</i>	<i>page 163</i>
<i>Notes to financial statements</i>	<i>pages 164-169</i>
<i>Audit Report</i>	<i>page 190</i>

The information incorporated by reference that is not included in the cross-reference list, is considered as additional information and is not required by the relevant schedules of Commission Regulation (EC) No 809/2004.