

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 11th November 2013, as supplemented by a supplement thereto dated 11th February 2014 (the "**First Supplement**"), a supplement thereto dated 19th March 2014 (the "**Second Supplement**") and a supplement thereto dated 2nd May 2014 (the "**Third Supplement**") (together 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 incorporating by reference the document mentioned below and for the purpose of including an extract from a recent press release.

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 into and form part of the Prospectus:

- The report on the second quarter 2014 of the Parent and the Volvo Group ended on 30th June 2014 (the "**Volvo Group Q2 Report 2014**")

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 this Supplement, there has been:

- (i) no significant change in the financial or trading position of the Issuer since 31st December 2013;
- (ii) no significant change in the financial or trading position of the Parent or the Volvo Group, in each case, since 30th June 2014;

- (iii) no material adverse change in the prospects of the Issuer since 31st December 2013, and
- (iv) no material adverse change in the prospects of the Parent or the Volvo Group, in each case, since 31st December 2013.

In accordance with Article 13 paragraph 2 of the Prospectus Law, in the case of a public offer of Notes pursuant to the Prospectus, investors who have already agreed to purchase or subscribe for any such Notes of the Issuer before this Supplement is published have the right, no later than 23 July 2014, to withdraw their acceptances.

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 set 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.

Table of Cross References

Volvo Group Q2 Report 2014

<i>CEO's comments</i>	<i>page 2</i>
<i>Segment overview</i>	<i>page 5</i>
<i>Important events</i>	<i>page 11</i>
<i>Notes 1-6</i>	<i>pages 21-24</i>

Cross reference list to the consolidated financial statement of the Parent

<i>Income Statement, Volvo Group</i>	<i>page 13</i>
<i>Balance Sheet, Volvo Group</i>	<i>page 14</i>
<i>Cash Flow Statement, Volvo Group</i>	<i>page 16</i>
<i>Net Financial Position, Volvo Group</i>	<i>page 17</i>
<i>Changes in total equity</i>	<i>page 18</i>

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

<i>Income statement</i>	<i>page 25</i>
<i>Balance sheet</i>	<i>page 25</i>

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

Extract of the Press release

Volvo Group ordered by US Court to pay penalties in engine emission case

The U.S. Court of Appeals for the District of Columbia Circuit has ruled that the Volvo Group should pay penalties and interest of approximately SEK 508 million following a dispute between the Volvo Group and the U.S. Environmental Protection Agency (EPA) regarding emission compliance of diesel engines. The Court of Appeals affirmed a District Court's ruling that model year 2005 Volvo Penta engines violated the provisions of a Consent Decree. This is expected to have a negative impact on the Group's operating income of approximately SEK 440 million in the third quarter of 2014 in the segment Group functions and other.

The Volvo Group had previously accounted for approximately SEK 68 million as a provision and approximately SEK 422 million as a contingent liability.

In 2012 the District Court issued a judgment ordering the Volvo Group to pay penalties and interest for engines which Volvo claims were not part of the decree. Volvo filed an appeal on several grounds. The Court of Appeals' ruling was rendered on July 18, 2014. Volvo will now review the ruling in detail, and consider whether to appeal or not.

July 19, 2014