

8 March 2013

VOLVO TREASURY AB (publ) (the “Issuer”)
Issue of EUR 55,000,000 3.396 per cent. Fixed Rate Notes due March 2025 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 14 November 2012 (the “**Prospectus**”) and the Supplement to the Prospectus dated 11 February 2013 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 to the extent that such amendments have been implemented in a relevant Member State). 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 Supplement dated 11 February 2013 have been published on the website of the Luxembourg Stock Exchange (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: | 306 |
| | (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 (“ EUR ”) |
| 3. | | Aggregate Nominal Amount: | |
| | (i) | Series: | EUR 55,000,000 |
| | (ii) | Tranche: | EUR 55,000,000 |
| 4. | | Issue Price: | 100 per cent. of the Aggregate Nominal Amount |
| 5. | (i) | Specified Denomination(s): | EUR 100,000 |
| | (ii) | Calculation Amount: | EUR 100,000 |
| 6. | (i) | Issue Date: | 12 March 2013 |
| | (ii) | Interest Commencement Date: | Issue Date |
| 7. | | Maturity Date: | 12 March 2025 |
| 8. | | Interest Basis: | 3.396 per cent. Fixed 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** Applicable
- (i) Rate(s) of Interest: 3.396 per cent. per annum payable in arrear on each Interest Payment Date
- (ii) Interest Payment Date(s): 12 March in each year, commencing 12 March 2014, up to and including the Maturity Date
- (iii) Fixed Coupon Amount(s): EUR 3,396 per Calculation Amount
- (iv) Broken Amount(s): Not Applicable
- (v) Additional Business Centre(s): Not Applicable
- (vi) Day Count Fraction: Actual/Actual (ICMA)
- (vii) Determination Date(s): 12 March in each year
13. **Floating Rate Note Provisions** Not Applicable
14. **Zero Coupon Note Provisions** Not Applicable

Provisions Relating to Redemption

15. Issuer Call: Not Applicable
16. Investor Put: Not Applicable
17. Final Redemption Amount: EUR 100,000 per Calculation Amount
18. Early Redemption Amount payable on redemption for taxation reasons or on event of default: EUR 100,000 per Calculation Amount

General Provisions Applicable to the Notes

19. 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

20. Additional Financial Centre(s): Not Applicable

21. Talons for future Coupons to be attached to Definitive Notes: No

Provisions Relating to Renminbi Notes

22. Renminbi Currency Event: Not Applicable

Signed on behalf of the Issuer:

By: _____

Duly authorised

By: _____

Duly authorised

(v) TEFRA: TEFRA D

6. OPERATIONAL INFORMATION

(i) ISIN Code: XS0903106317

(ii) Common Code: 090310631

(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.