

FINAL TERMS

PROHIBITION OF SALES TO EEA RETAIL INVESTORS – The Notes are not intended, from 1 January 2018, to be offered, sold or otherwise made available to and, with effect from such date, should not be offered, sold or otherwise made available to any retail investor in the European Economic Area ("EEA"). For these purposes, a retail investor means a person who is one (or more) of: (i) a retail client as defined in point (11) of Article 4(1) of Directive 2014/65/EU ("**MiFID II**"); (ii) a customer within the meaning of Directive 2002/92/EC, where that customer would not qualify as a professional client as defined in point (10) of Article 4(1) of MiFID II; or (iii) not a qualified investor as defined in the **Prospectus Directive** (as defined below). Consequently no key information document required by Regulation (EU) No 1286/2014 (the "**PRIIPs Regulation**") for offering or selling the Notes or otherwise making them available to retail investors in the EEA has been prepared and therefore offering or selling the Notes or otherwise making them available to any retail investor in the EEA may be unlawful under the PRIIPs Regulation.

8 May 2018

VOLVO TREASURY AB (publ) (the "Issuer")
Issue of €50,000,000 0.02 per cent. Fixed Rate Notes due 19 March 2021
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 7 November 2017 (the "**Prospectus**") and the supplements to the Prospectus dated 5 February 2018, 19 March 2018 and 25 April 2018 (the "**Supplements**") which together constitute a base prospectus for the purposes of the Prospectus Directive (Directive 2003/71/EC) as amended (which includes the amendments made by Directive 2010/73/EU) (the "**Prospectus Directive**"). 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 and the Supplements. 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 and the Supplements. The Prospectus and the Supplements have been published on the websites of the Luxembourg Stock Exchange (www.bourse.lu) and the Issuer (www.volvogroup.com) 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: | 371 |
| | (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: | €50,000,000 |

	(ii) Tranche:	€50,000,000
4.	Issue Price:	99.53 per cent. of the Aggregate Nominal Amount
5.	(i) Specified Denomination(s):	€100,000
	(ii) Calculation Amount:	€100,000
6.	(i) Issue Date:	11 May 2018
	(ii) Interest Commencement Date:	Issue Date
7.	Maturity Date:	19 March 2021
8.	Interest Basis:	0.02 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:	0.02 per cent. per annum payable in arrear on each Interest Payment Date
	(ii) Interest Payment Date(s):	19 March in each year, from and including 19 March 2019 (short first period), up to and including the Maturity Date
	(iii) Fixed Coupon Amount(s):	€20.00 per Calculation Amount , payable on all Interest Payment Dates except on 19 March 2019
	(iv) Broken Amount(s):	€17.10 per Calculation Amount, payable on the Interest Payment Date falling on 19 March 2019
	(v) Additional Business Centre(s):	Not Applicable
	(vi) Day Count Fraction:	Actual/Actual (ICMA)
	(vii) Determination Date(s):	19 March in each year
13.	Floating Rate Note Provisions	Not Applicable
14.	Zero Coupon Note Provisions	Not Applicable

Provisions Relating to Redemption

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| 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 €100,000 per Calculation 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

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| 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:

[Sune Martinsson]

[Ulf Rapp]

[Chief Financial Officer]

[Head of Legal]

Duly authorised

PART B – OTHER INFORMATION

1. LISTING AND ADMISSION TO TRADING

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| (i) | Listing and admission to trading: | Application is expected to be 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, <i>Bourse de Luxembourg</i> , with effect from the Issue Date. |
| (ii) | Estimate of total expenses related to admission to trading: | €1,500 |

2. RATINGS

Ratings:	The Notes to be issued have been rated: BBB+ by Standard & Poor's Credit Market Services Europe Limited ("S&P"); and Baa1 by Moody's Deutschland GmbH ("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 each of S&P and Moody's is included in the list of credit rating agencies published by the European Securities and Markets Authority on its website in accordance with such Regulation.
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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	0.1852 per cent.
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5. DISTRIBUTION

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| (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 | UniCredit Bank AG
Arabellastrasse 12 |

Dealer: 81925 Munich
Germany

(v) TEFRA: TEFRA D

6. **OPERATIONAL INFORMATION**

(i) ISIN Code: XS1820089404

(ii) Common Code: 182008940

(iii) Any clearing system(s) other than Euroclear Bank S.A./N.V. and Clearstream Banking S.A. 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