

Press release

Volvo launches noiseless electric buses in Gothenburg

Buses that glide noiselessly without emissions, that pick up passengers indoors and which are powered by a renewable source of electricity – this will become a reality in 2015, through the launch of an ultramodern bus service in Gothenburg. The new technology enables completely new possibilities for future public-transport. Behind the initiative is the Volvo Group, in cooperation with the Swedish Energy Agency, Region Västra Götaland, the City of Gothenburg, Göteborg Energi, Västtrafik, Lindholmen Science Park and Johanneberg Science Park.

Like something out of a vision of the future, but which is already a reality here and now, buses powered entirely by electricity from renewable sources will become a part of the Gothenburg's public-transport system. The buses will be extremely fuel-efficient, silent and completely emissions-free. Passengers onboard will have access to new technologies and at least one of the bus stops will be located indoors.

"This represents an entirely new mode of travel and will allow for the public-transport system to contribute to a more pleasant urban environment. A silent and emissions-free public-transport system will enable the inclusion of locations in the city that are currently off limits. It is immensely satisfying to be able to launch this in our hometown, in cooperation with Region Västra Götaland and the City of Gothenburg," commented Olof Persson, President and CEO of Volvo.

Sustainable social development is closely linked to the development of new transportation systems. The use of electric power not only places Gothenburg on the map in terms of sustainable and innovative solutions for public transport; the new bus service will also open up new possibilities in city and urban planning. Commencing in 2015, the electric buses are to run between Johanneberg Science Park adjacent to Chalmers and Lindholmen Science Park in Hisingen.

"The electric bus service entails a new mode of public-transport system usage, which is highly positive for Gothenburg. It will highlight Gothenburg as a progressive city in

VOLVO

terms of city planning. This is also in line with our prioritized objective of having Gothenburg reduce its climate impact to become a climate-neutral city, and of increasing sustainable travel," explains Anneli Hulthén (Social Democrat), Chairman of the Municipal Board.

In addition to the electric buses, the cooperation also includes the creation and trial runs of new bus-stop solutions, traffic-routing systems, safety concepts, energy supply and business models.

The hope is that the project, known as ElectriCity, will attract more commuters to use public transport. This is also expected to clear the way for more, attractive public-transport solutions in the Västra Götaland region.

About ElectriCity

The new electric bus-service initiative was launched by the Volvo Group in cooperation with the Swedish Energy Agency, Region Västra Götaland, the City of Gothenburg, Göteborg Energi, Västtrafik, Lindholmen Science Park, and Johanneberg Science Park.

The project will be presented at a press meeting on June 17 between 12:00 p.m. and 1:00 p.m. at Hotell Eggers in Gothenburg, and will be attended by Olof Persson, the President and CEO of Volvo, Anneli Hulthén, Chairman of the Municipal Board and Gert-Inge Andersson, chairman of the Regional board of Västra Götaland.

June 17, 2013

Journalists wishing to have further information, please contact Kina Wileke at + 46 (0)31 - 66 12 32 alt. +46 (0)76 553 72 29

For more stories from the Volvo Group, please visit http://www.volvogroup.com/globalnews.

The Volvo Group is one of the world's leading manufacturers of trucks, buses and construction equipment, and drive systems for marine and industrial applications. The Group also provides complete solutions for financing and service. The Volvo Group employs about 115,000 people and has production facilities in 19 countries and sells its products in more than 190 markets. In 2012, annual sales of the Volvo Group amounted to approximately SEK 304 billion. Volvo shares are listed on OMX Nordic Exchange Stockholm. For more information, please visit www.volvogroup.com or www.volvogroup.mobi if you are using a mobile phone.

VOLVO