



# Volvo Cars raises SEK 1500m through inaugural green bonds in the Swedish market

Volvo Cars today successfully placed an inaugural green bond transaction in the SEK market, raising a total of SEK 1500m, divided into a fixed and a floating rate tranche, from a diverse set of Nordic investors.

All proceeds are earmarked for funding and accelerating the company's transformation towards becoming a fully electric carmaker by 2030 and becoming climate neutral and circular by 2040. 100% of the proceeds will fund the research and development of new platforms and adjacent technology for the next generation pure electric Volvo cars.

The SEK 650m 3-year fixed and the 850m 3-year floating rate senior unsecured green bonds were issued under Volvo Cars' Euro Medium Term Note programme, and mature on 2<sup>nd</sup> March 2026. The fixed rate tranche pays a fixed coupon of 5.375%, equivalent to 185 basis points above mid-swap, and the floating rate tranche a rate equivalent to 185 basis points above 3 month Stibor. Both will be listed on the Luxembourg Stock Exchange.

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**Volvo Cars in 2022**

For the full year 2022, Volvo Car Group recorded an operating profit of 22.3 billion SEK. Revenue in 2022 amounted to 330.1 billion SEK, while global sales reached 615,121 cars.

**About Volvo Car Group**

Volvo Cars was founded in 1927. Today, it is one of the most well-known and respected car brands in the world with sales to customers in more than 100 countries. Volvo Cars is listed on the Nasdaq Stockholm exchange, where it is traded under the ticker "VOLCAR B".

Volvo Cars aims to provide customers with the Freedom to Move in a personal, sustainable and safe way. This is reflected in its ambition to become a fully electric car maker by 2030 and in its commitment to an ongoing reduction of its carbon footprint, with the ambition to be a climate-neutral company by 2040.

As of December 2022, Volvo Cars employed approximately 43,200 full-time employees. Volvo Cars' head office, product development, marketing and administration functions are mainly located in Gothenburg, Sweden. Volvo Cars' production plants are located in Gothenburg, Ghent (Belgium), South Carolina (US), Chengdu, Daqing and Taizhou (China). The company also has R&D and design centres in Gothenburg, Camarillo (US) and Shanghai (China).