



PRESS INFORMATION

Volvo Construction Equipment announces strategic investment in Indian facility for the production of excavators

As part of the company's objective of supporting customers in the growing BRIC (Brazil, Russia, India & China) markets, Volvo Construction Equipment has announced a strategic investment in its existing facility in Bangalore, India.

The investment, which totals around SEK 144 M, will allow Volvo Construction Equipment to produce medium sized excavators at the plant. These machines will primarily be models for use on the Indian market.

Eberhard Wedekind, President of Volvo Construction Equipment's Region Asia comments: "This investment will allow Volvo Construction Equipment to fulfil the needs of customers in the large Indian market much more effectively than we could do in the past. It is a strong sign of our commitment to the growing Indian market."

Production of the first machines is expected to start by the end of 2011.

May 11, 2010

For further information, please visit: www.volvoce.com/press

Or contact:

*Bill Law
Director, External Communications
Volvo Construction Equipment
Avenue du Hunderenveld 10
B-1082 Brussels, Belgium
Tel: int + 32 478 92 43 26
Email: bill.law@volvo.com*

*Brian O'Sullivan
SE10 London
Tel: int +44 77 333 50
Email: osullivan@se10.com*

Visit <http://www.thenewsmarket.com/volvogroup> to access broadcast-standard video from the Volvo Group. You can preview and request video material as MPEG2 files or on Beta SP tapes. Registration and video material are free for the media.



Volvo Construction Equipment (Volvo CE) is a major international company developing, manufacturing and marketing equipment for construction and related industries. Its products, leaders in many world markets, include a comprehensive range of wheel loaders, hydraulic excavators, articulated haulers, motor graders, soil and asphalt compactors, pavers, milling machines and compact equipment. Volvo CE is part of the Volvo Group, the world's largest manufacturer of diesel engines in the 9 to 18 litre category. The Volvo Group is one of the world's leading manufacturers of trucks, buses and construction equipment, drive systems for marine and industrial applications, aerospace components and services. The Group also provides complete solutions for financing and related services.