Together Towards Autonomous Driving

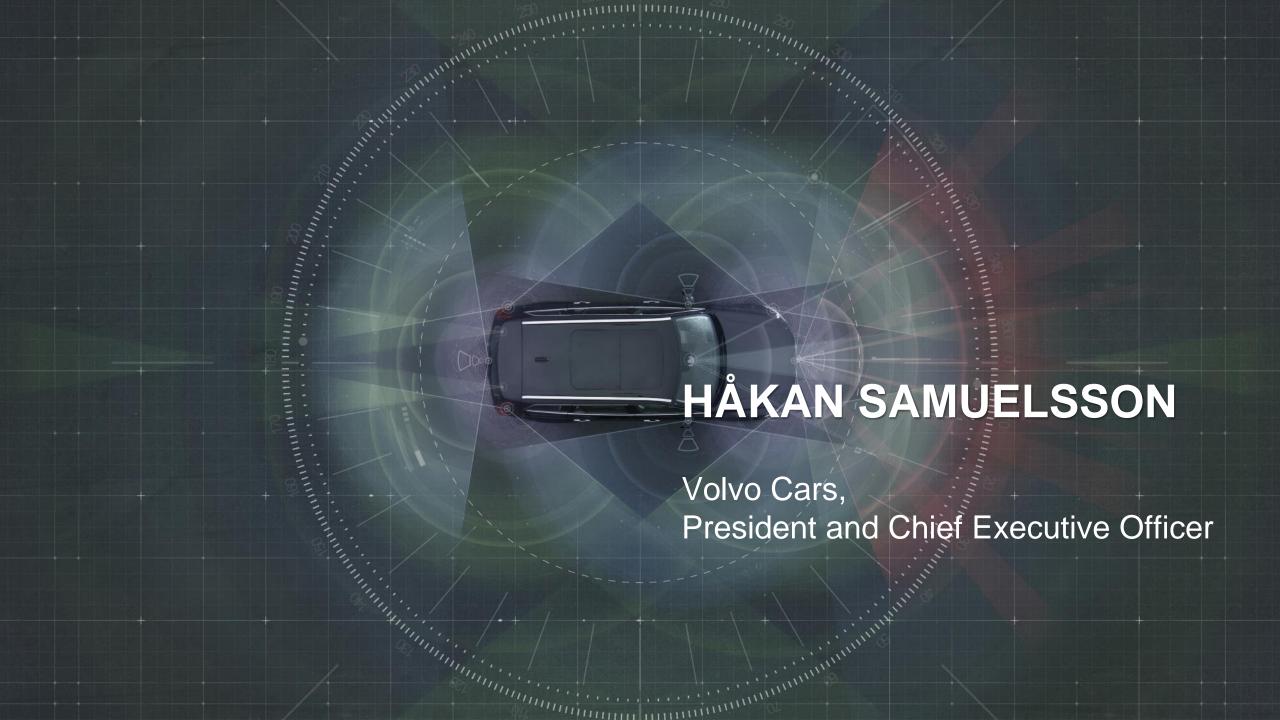




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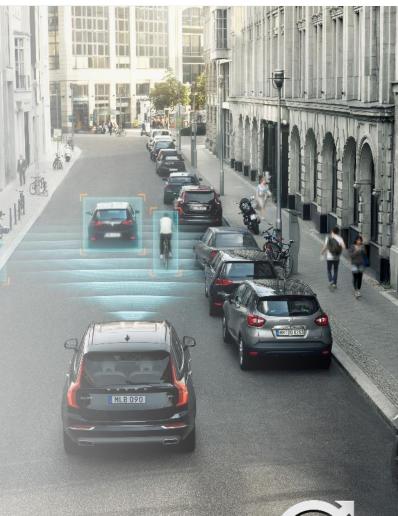
AUTOLIV & VOLVO CARS

September 6, 2016 15:00 CEST



New Joint Company

- Autoliv and Volvo Cars have a strong common heritage in car safety leadership.
- Both companies have today a strong position in active safety and are now joining forces to create a world leader in AD
- The first time a premium car maker creates a joint AD software company with a global tier 1 supplier.
- The company will be located in Lindholmen Science Park Gothenburg further strengthening one of Europe's automotive high-tech clusters.
- Joint development will start asap, the company formally operational from early 2017 with around 200 engineers on the payroll.
- The developed software will be offered on the market to give the possibility for car makers worldwide to include this life saving technology in their vehicles.



Autoli

Volvo's Vision

THIS JOINT VENTURE IS CRUCIAL IN REALIZING OUR VISIONS

VISION

VOLVO HAS A VISION THAT STATES THAT
"NO ONE SHOULD BE SERIOUSLY
INJURED OR KILLED IN A NEW VOLVO"
BY 2020

VOLVO ALSO HAS THE VISION TO GIVE OUR AD CUSTOMERS ADDITIONAL QUALITY OF LIFE BY ELIMINATING WASTED TIME IN CAR COMMUTE.

The traditional OEM-supplier model will not be enough to be competitive in the development of autonomous drive technology. True partnerships with total transparency will be required.



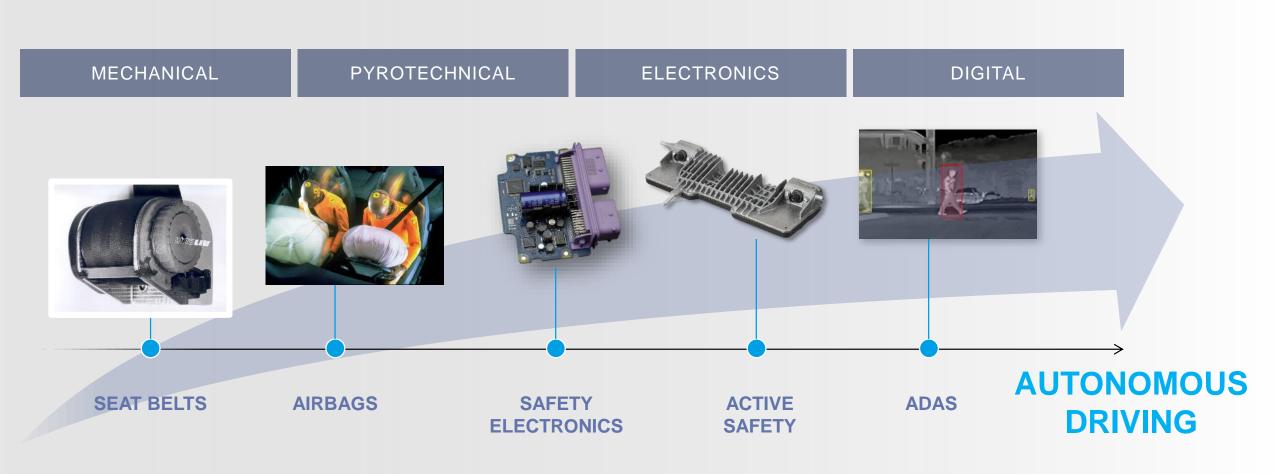
Advantages for Volvo

- Venture will reinforce Volvo's position as one of the world leaders in AD. This is a important part of Volvo's transformation.
- Combining the people, financial resources and know-how of Autoliv and Volvo, reinforce the capabilities creating more advanced systems quicker than otherwise.
- Volvo will have a share of the value from providing software to other OEM's.





Autoliv's vision - Saving More Lives





Scope of the New Company

- A combination of solutions from Volvo Cars and the active safety product portfolio from Autoliv will be a powerful combination in the growing market for solutions for more automation and driver support in cars.
- The two companies brings competence, Intellectual Property and assets that will enable to create innovative, robust and trusted solutions for the car of the future.
- The joint venture will focus on developing algorithms and software for:
 - Supporting drivers: Advanced Driver Assistance Systems (ADAS)
 - Autonomous Driving: Highly Automated Driving systems (HAD)
- The first products for advanced driver assist and support systems are expected to be launched in 2019, with highly automated driving solutions to follow in 2021.
- The new Company plans to start operations early 2017.
- The new Company will be a company owned in equal shares by Volvo Car Group (Volvo Cars) and Autoliv Inc.
- The new CEO, Dennis Nobelius, from Volvo Cars has been jointly selected by Autoliv and Volvo.



Advantages for Autoliv

- A tremendous sales opportunity Makes it possible to market and sell the new solutions to all car manufacturers globally
- Accelerates Autoliv's time to market for advanced solutions for driver support and automated driving
- Volvo Car's vehicle level knowledge, Autoliv's component level knowledge gives Autoliv a competitive advantage in the fastest growing market
- Through the combination of Autoliv Active Safety and the new Company Autoliv will be a leader in the development towards autonomous driving.





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