

Sustainability is key to our future success – focus on three areas



Climate Action

Climate Neutral
company by 2040

Mid-decade ambition:
40% reduction of total
CO₂ emissions per car



Circular Economy

Circular Business
by 2040

Mid-decade ambition:
25% recycled & bio-
based materials in new
cars

1bn SEK savings and
new revenue from
circular business



Responsible Business

Leader in Ethical &
Responsible Business

Mid-decade ambition:
Take the lead in setting
a new global people
standard for the
industry

Volvo Cars ambition to become a Circular Business by 2040

This means we decouple the growth from resources we use

Three principles across the value chain:

1.

Use less
resources

By improving efficiency, making materials circular and circulating them at maximum value

2.

Eliminate all
wastes and
pollution

By designing products and operations for long and high utilisation lifecycles

3.

Enable growth
beyond
vehicle sales

By offering services and solutions to all Volvo users and products

Lead KPI is resource productivity (revenue/virgin material) to show decoupling

4 Core focus areas for action on circular business in the near-term.

Achieving the recycled content levels required

25% Recycled and bio-based plastics

Tackling waste in production and identifying waste and pollution in the supply chain.

-20 to -40% We have increased our mid-decade target.

40% Recycled aluminium

Delivering mobility solutions to customers to enable growth while displacing the need for additional cars.

25% Recycled steel



Volvo On Demand

Establishing a baseline on biodiversity impact across the value chain and a strategy to mitigate it.