

Pricing Supplement

16 December 2015

**European Bank for Reconstruction and Development
USD 3,000,000 (MNT Linked) Amortising Fixed Rate Notes due 8 September 2020
issued pursuant to a Global Medium Term Note Programme**

PART A – CONTRACTUAL TERMS

Terms used herein shall be deemed to be defined as such for the purposes of the Conditions set forth in the Offering Circular dated 3 July 2012 (the “Offering Circular”). This Pricing Supplement must be read in conjunction with such Offering Circular. Full information on the Notes is only available on the basis of the combination of this Pricing Supplement and the Offering Circular. The Offering Circular is available for viewing and copies may be obtained from the Issuer at One Exchange Square, London, EC2A 2JN, United Kingdom.

SUMMARY OF THE NOTES

1	Specified Currency:	United States Dollars (“USD”)
2	Nominal Amount:	USD 3,000,000
3	Type of Note:	Fixed Rate
4	Issue Date:	18 December 2015
5	Issue Price:	100.00 per cent. of the Nominal Amount
6	Maturity Date:	8 September 2020
7	Fungible with existing Notes:	No

FORM OF THE NOTES

8	Form of Note:	Registered
9	New Global Note:	No
10	Specified Denomination:	USD 1,000,000. The principal amount outstanding in respect of the value of the Specified Denomination will decrease as the Reference MNT Redemption Amount is paid out, as set out in Annex A hereto.
11	Exchange of Bearer Notes:	Not Applicable
12	(a) Talons for future Coupons to be attached to definitive Bearer Notes:	No
	(b) Date(s) on which the Talons	Not Applicable

mature:

- | | | |
|-----------|---|---|
| 13 | (a) Depository for and registered holder of Registered Global Note: | Citivic Nominees Limited |
| | (b) Exchange of Registered Global Note: | Registered Global Note will only be exchangeable for definitive Registered Notes upon 45 days' written notice in the limited circumstances as described on page 42 of the Offering Circular |

PROVISIONS RELATING TO INITIAL PAYMENT

- | | | |
|-----------|--------------------|----|
| 14 | Partly Paid Notes: | No |
|-----------|--------------------|----|

PROVISIONS RELATING TO INTEREST

- | | | |
|-----------|---|--|
| 15 | Interest Commencement Date: | Issue Date |
| 16 | Fixed Rate Notes: | |
| | (a) Fixed Rate of Interest: | 13.50 per cent. per annum, payable semi-annually in arrear. The amount of interest payable on each Fixed Interest Date (the "Interest Amount") shall be calculated on the Reference MNT Amount, as further detailed in Annex A hereto. |
| | (b) Fixed Interest Dates: | 8 March and 8 September in each year, starting from (and including) 8 March 2016 to (and including) the Maturity Date, subject to the provisions set out in Annex A hereto. |
| | (c) Initial Broken Amount per Specified Denomination: | The amount due and payable on the first Fixed Interest Date shall be calculated on the Reference MNT Amount as described in Annex A hereto |
| | (d) Final Broken Amount per Specified Denomination: | Not Applicable |
| | (e) Fixed Day Count Fraction: | Actual/360 |
| | (f) Business Day Convention: | Following Business Day Convention |
| | (g) Business Day definition if different from that in Condition 4(a)(iii): | Condition 4(a)(iii) applies and, for the avoidance of doubt, New York City shall be the principal financial centre. London and Ulaanbaatar shall be additional business centres |
| | (h) Calculation of interest to be adjusted in accordance with Business Day Convention | Yes |

specified above:

- | | | |
|----|--|----------------|
| 17 | Zero Coupon Notes: | Not Applicable |
| 18 | Floating Rate Notes and Indexed Notes: | Not Applicable |

PROVISIONS REGARDING PAYMENTS/DELIVERIES

- | | | |
|----|--|------------------------|
| 19 | Definition of "Payment Day" for the purpose of Condition 6(e) if different to that set out in Condition 6: | Condition 6(e) applies |
| 20 | Dual Currency Notes: | Not Applicable |
| 21 | Physically Settled Notes: | Not Applicable |

PROVISIONS REGARDING REDEMPTION/MATURITY

- | | | |
|----|---|--|
| 22 | (a) Redemption at Issuer's option: | No |
| | (b) Redemption at Noteholder's option: | No |
| 23 | (a) Final Redemption Amount per Specified Denomination (<i>other than</i> an Indexed or Formula Note where the index or formula applies to the redemption amount): | See the provisions set out in Annex A hereto |
| | (b) Final Redemption Amount for each Indexed Note where the Index or Formula applies to the Final Redemption Amount: | Not Applicable |
| 24 | Instalment Note: | Not Applicable |
| 25 | Early Redemption Amount for each Note payable on an event of default: | Condition 9 applies, subject to the provisions set out in Annex A hereto |

DISTRIBUTION, CLEARING AND SETTLEMENT PROVISIONS

- | | | |
|----|---|---|
| 26 | Method of distribution: | Non-syndicated |
| 27 | If Syndicated, names and addresses of Joint Lead Managers or, if Non-Syndicated name and address of the Dealer: | ING Bank N.V.
60 London Wall
London
EC2M 5TQ |
| 28 | Date of Syndication Agreement: | Not Applicable |
| 29 | Stabilising Manager(s): | None |

30	Additional selling restrictions:	The Dealer has represented, warranted and agreed that it will not, directly or indirectly, offer or sell the Notes in Mongolia except as permitted by the laws of Mongolia, including but not limited to the Securities Law of Mongolia of 13 October 1994, as amended.
31	Details of additional/alternative clearing system approved by the Issuer and the Agent:	Euroclear and Clearstream, Luxembourg only
32	Intended to be held in a manner which would allow Eurosystem eligibility:	No
33	Common Code:	133436910
	ISIN:	XS1334369102
	CUSIP Number:	Not Applicable
34	Listing:	Application will be made by the Issuer (or on its behalf) for the Notes to be admitted to the Official List of the UK Listing Authority and trading on the Regulated Market
35	In the case of Notes denominated in the currency of a country that subsequently adopts the euro in accordance with the Treaty establishing the European Community, as amended by the Treaty on European Union, whether the Notes will include a redenomination clause providing for the redenomination of the Specified Currency in euro (a "Redenomination Clause"), and, if so specified, the wording of the Redenomination Clause in full and any wording in respect of redenominalisation and/or consolidation (provided they are fungible) with other Notes denominated in euro.	Not Applicable
36	Additional Information:	The provisions set out in Annex A hereto shall apply to the Terms and Conditions in accordance therewith
37	Total Commissions:	0.47 per cent. of the Nominal Amount

This Pricing Supplement comprises the pricing supplement required for issue and admission to trading on the London Stock Exchange plc's Regulated Market of the Notes described herein

pursuant to the Euro 35,000,000,000 Global Medium Term Note Programme of European Bank for Reconstruction and Development as from 18 December 2015, or as soon as practicable thereafter.

RESPONSIBILITY

The Issuer accepts responsibility for the information contained in this Pricing Supplement. The exchange rate information set out in Annex B has been extracted from Bloomberg. The Issuer confirms that such information has been accurately reproduced and that, so far as it is aware, and is able to ascertain from information published by Bloomberg, no facts have been omitted which would render the reproduced information inaccurate or misleading.

For and on behalf of
EUROPEAN BANK FOR RECONSTRUCTION AND DEVELOPMENT

By: *C. Smith* *EVS* *A.S.*
Duly Authorised Officer

.....
CITIBANK, N.A.
(as Agent)

PART B – OTHER INFORMATION

1 LISTING

Application will be made by the Issuer (or on its behalf) for the Notes to be admitted to trading on the London Stock Exchange plc's Regulated Market with effect on or around 18 December 2015 or as soon as practicable thereafter. No assurance can be given that such listing and admission to trading will be obtained on such date, or, if obtained, that it will be maintained.

2 RATINGS

The Issuer and/or its debt obligations have been assigned an AAA credit rating from Standard & Poor's Credit Market Services Europe Limited ("**S&P**"), an Aaa credit rating from Moody's Investors Service Limited ("**Moody's**") and an AAA credit rating from Fitch France S.A.S. ("**Fitch**"). As defined by S&P, an "AAA" rating means that the ability of the Issuer to meet its financial commitment on its obligations is extremely strong. As defined by Moody's, an "Aaa" rating means that the Issuer's ability to meet its financial obligations is judged to be of the highest quality, with minimal credit risk. As defined by Fitch, an "AAA" rating denotes the lowest expectation of credit risk and means that the Issuer has an exceptionally strong capacity for timely payment of its financial commitments.

3 INTERESTS OF NATURAL AND LEGAL PERSONS INVOLVED IN THE ISSUE

Save as discussed in "Subscription and Sale", so far as the Issuer is aware, no person involved in the offer of the Notes has an interest material to the offer.

4 REASONS FOR THE OFFER, ESTIMATED NET PROCEEDS AND TOTAL EXPENSES

- | | |
|---------------------------------|--|
| (i) Reasons for the offer: | The net proceeds of the issue of the Notes (which is expected to be USD 2,985,900) will be included in the ordinary capital resources of the Issuer and used in its ordinary operations. |
| (ii) Estimated net proceeds: | USD 2,985,900 |
| (iii) Estimated total expenses: | £10,000 |

5 HISTORIC INTEREST RATES

Not Applicable

6 PERFORMANCE OF INDEX/FORMULA/OTHER VARIABLE, EXPLANATION OF EFFECT ON VALUE OF INVESTMENT AND ASSOCIATED RISKS AND OTHER INFORMATION CONCERNING THE UNDERLYING

Not Applicable

7 PERFORMANCE OF RATES OF EXCHANGE AND EXPLANATION OF EFFECT ON VALUE OF INVESTMENT

Certain historical information in respect of the U.S. dollar/Mongolian tögrög, the lawful currency of Mongolia ("**MNT**") foreign exchange rate is set out in Annex B (Historical Data)

hereto.

In the circumstances described in Annex A hereto, the amount of principal and/or interest received by holders of the Notes is affected by the USD/MNT foreign exchange rate. Information in respect of the USD/MNT foreign exchange rate can also be found on the Bank of Mongolia website.

Annex A

Additional Terms Relating to the Calculation of Interest Amount, Early Redemption Amount and Final Redemption Amount

The Final Redemption Amount per Specified Denomination will be payable in USD on the Maturity Date and will be determined by the Calculation Agent on the Rate Fixing Date, as follows, rounded up to the nearest cent:

MNT 249,412,500 divided by the Reference Rate

The Early Redemption Amount per Specified Denomination will be payable in USD on the Early Redemption Date and will be determined by the Calculation Agent on the relevant Rate Fixing Date, as follows, rounded up to the nearest cent:

Reference MNT Amount divided by the Reference Rate

On each Fixed Interest Date Noteholders will receive in respect of the relevant Fixed Interest Period, in USD per Specified Denomination, (i) the Interest Amount, plus (ii) the equivalent of the Reference MNT Redemption Amount as determined by the Calculation Agent on the relevant Rate Fixing Date, as follows, rounded up to the nearest cent:

- (i) (Fixed Rate of Interest x Reference MNT Amount x Fixed Day Count Fraction) divided by the Reference Rate
- plus
- (ii) Reference MNT Redemption Amount divided by the Reference Rate (the "Amortising Amount")

As soon as possible on or after each Rate Fixing Date (but in no event later than the Business Day immediately prior to each Interest Payment Date), the Calculation Agent shall notify the Agent and the Issuer of the relevant Reference Rate.

The Calculation Agent shall notify the Issuer, the Agent and the Noteholders of its determination of the Final Redemption Amount, the Early Redemption Amount, Interest Amount and the Amortising Amount payable per Specified Denomination on the Maturity Date, Early Redemption Date or relevant Fixed Interest Date (as applicable), as soon as practicable after such determination, but in no event later than one Business Day prior to the Maturity Date, Early Redemption Date and/or relevant Fixed Interest Date (as applicable).

Disruption Event Provisions

If the Reference Rate is not available, for any reason, on any Rate Fixing Date, then the Calculation Agent shall determine that a Price Source Disruption Event (a "Price Source Disruption Event") has occurred, and shall promptly inform the Issuer, the Agent and the Noteholders of such occurrence.

The Calculation Agent shall then determine the Reference Rate on the following basis:

- (i) The Reference Rate shall be the WM Rate on the Rate Fixing Date. If the WM Rate is not available, then
- (ii) The Reference Rate shall be the arithmetic mean of such firm quotes (expressed as the number of MNT per one USD) from the Reference Dealers as the Calculation Agent is able to obtain for the sale of MNT and the purchase of USD at or about 4.00 p.m. (Ulaanbaatar time) on the Business Day following the Rate Fixing Date, for settlement on the next Ulaanbaatar Business Day, provided however, that if fewer than four (but at least two) Reference Dealers provide such firm quotes then the Reference Rate shall be the

arithmetic mean of the quotes actually obtained. If none, or only one, of the Reference Dealers provides such a firm quote, the relevant the Reference Rate shall be determined by the Calculation Agent in its discretion, acting in good faith and in a commercially reasonable manner.

For the purposes of this Annex A:

“Business Day” means, in relation to any place, any day (other than a Saturday or a Sunday) on which commercial banks and foreign exchange markets settle payments and are open for general business (including dealings in foreign exchange and foreign currency deposits) in that place, or if no such place is specified, any day (other than a Saturday or a Sunday) on which commercial banks and foreign exchange markets settle payments and are open for general business (including dealings in foreign exchange and foreign currency deposits) in Ulaanbaatar, London and New York City.

“Calculation Agent” means ING Bank, N.V., in accordance with the provisions of the Calculation Agency Agreement, entered into between the Issuer and the Calculation Agent, dated 1 April 1998 (as amended and/or supplemented from time to time). All references to the Calculation Agent shall include any successor or successors to ING Bank, N.V. as Calculation Agent in respect of the Notes.

“Early Redemption Date” means the date on which the Notes become due and payable pursuant to Condition 9.

“Rate Fixing Date” means the date which is two Business Days prior to each Fixed Interest Date, Early Redemption Date or Maturity Date, as applicable.

“Reference Dealers” means four leading dealers, banks or banking corporations which regularly deal in the USD/MNT foreign exchange market, as selected by the Calculation Agent in its sole discretion, acting in good faith and in a commercially reasonable manner.

The **“Reference MNT Amount”** and **“Reference MNT Redemption Amount”** are determined per Specified Denomination by reference to the following table:

Fixed Interest Period from and including	Fixed Interest Period to but excluding	Fixed Interest Date	Reference MNT Amount	Reference MNT Redemption Amount
18-Dec-15	8-Mar-16	8-Mar-16	1,995,300,000	0
8-Mar-16	8-Sept-16	8-Sept-16	1,995,300,000	0
8-Sept-16	8-Mar-17	8-Mar-17	1,995,300,000	249,412,500
8-Mar-17	8-Sept-17	8-Sept-17	1,745,887,500	249,412,500
8-Sept-17	8-Mar-18	8-Mar-18	1,496,475,000	249,412,500
8-Mar-18	8-Sept-18	8-Sept-18	1,247,062,500	249,412,500
8-Sept-18	8-Mar-19	8-Mar-19	997,650,000	249,412,500
8-Mar-19	8-Sept-19	8-Sept-19	748,237,500	249,412,500
8-Sept-19	8-Mar-20	8-Mar-20	498,825,000	249,412,500
8-Mar-20	8-Sept-20	8-Sept-20	249,412,500	249,412,500

“Reference Rate” means the USD/MNT rate of exchange, expressed as the amount of MNT per one USD, determined by the Bank of Mongolia and published on their website (<http://www.mongolbank.mn>) or successor website or source, at approximately 6.00 p.m. Ulaanbaatar time, on the relevant Rate Fixing Date.

“Ulaanbaatar Business Day” means a Business Day in Ulaanbaatar.

“WM Rate” means the mid USD/MNT rate of exchange, expressed as the amount of MNT per one USD, appearing on the WMCO page on Bloomberg, or any successor page, at or about 11.00 p.m. Ulaanbaatar time.

Annex B Historical Data

The following table summarises certain historical information regarding the USD/MNT foreign exchange rate since January 2009.

Period	High	Low
January 2009 – December 2009	1,590.70	1,370.89
January 2010 – December 2010	1,470.64	1,211.14
January 2011 – December 2011	1,396.37	1,195.27
January 2012 – December 2012	1,433.53	1,300.67
January 2013 – December 2013	1,752.48	1,387.90
January 2014 – December 2014	1,897.73	1,678.37
January 2015 – 16 December 2015	1,997.56	1,862.17

Source: Bloomberg

The delivery of this Pricing Supplement does not imply any representation on the part of the Issuer, the Calculation Agent, the FX Determination Agent or the Dealer or any other person that the information extracted from the source above is correct.

NEITHER THE ISSUER NOR THE DEALER MAKE ANY EXPRESS OR IMPLIED WARRANTY OR REPRESENTATION WHATSOEVER AS TO THE RESULTS TO BE OBTAINED FROM AN INVESTMENT IN THE NOTES. THE FOREGOING INFORMATION IS BASED UPON PUBLICLY AVAILABLE INFORMATION AS PUBLISHED BY THE APPLICABLE SOURCE. HOWEVER, NEITHER THE DEALER NOR ANY OF ITS AFFILIATES SHALL BE LIABLE (WHETHER IN NEGLIGENCE OR OTHERWISE) TO ANY PERSON FOR ANY ERROR IN THE INFORMATION SET FORTH ABOVE NOR SHALL IT OR ANY SUCH AFFILIATE BE UNDER ANY OBLIGATION TO ADVISE ANY PERSON OF ANY ERROR THEREIN.

Post-Issuance Information

The Issuer does not intend to provide any post-issuance information.