

## Pricing Supplement

2 August 2017

**European Bank for Reconstruction and Development  
AMD2,392,900,000 Amortising Fixed Rate Notes due 4 August 2022 (the "Notes")  
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:	Armenian Dram ("AMD"), the lawful currency of the Republic of Armenia provided that all payments in respect of the Notes shall be made in United States Dollars ("USD").
2	Nominal Amount:	AMD2,392,900,000
3	Type of Note:	Fixed Rate.
4	Issue Date:	4 August 2017
5	Issue Price:	100.00 per cent. of the Nominal Amount
6	Maturity Date:	4 August 2022 (subject to the provisions set out in Annex A hereto)
7	Fungible with existing Notes:	No

#### FORM OF THE NOTES

8	Form of Note:	Registered
9	New Global Note:	No
10	Specified Denomination:	AMD100,000. The principal amount outstanding in respect of the value of the Specified Denomination will decrease as reflected in the Reference AMD Amount in Annex A hereto to take account of the AMD Redemption Amount 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:	Not Applicable
	(b) Date(s) on which the Talons	Not Applicable

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mature:

- |    |   |   |
|----|---|---|
| 13 | (a) Depository for and registered holder of Registered Global Note: | Citicic 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: | Not Applicable |
|----|--------------------|----------------|

**PROVISIONS RELATING TO INTEREST**

- |    |  |   |
|----|--|---|
| 15 | Interest Commencement Date:  | 4 August 2017   |
| 16 | Fixed Rate Notes:  |   |
|    | (a) Fixed Rate of Interest:  | 8.25 per cent. per annum, payable semi-annually in arrear on the Fixed Interest Date (the "Fixed Interest Amount") provided that the Fixed Interest Amount shall be payable in USD, as further described in Annex A hereto.   |
|    | (b) Fixed Interest Dates:  | Semi-annually commencing 4 February 2018 and then on 4 August and 4 February each year to and including the Maturity Date, subject to adjustment for payment purposes in accordance with the Business Day Convention specified below and subject to the provisions set out in Annex A hereto. |
|    | (c) Initial Broken Amount per Specified Denomination:  | Not Applicable  |
|    | (d) Final Broken Amount per Specified Denomination:  | Not Applicable  |
|    | (e) Fixed Day Count Fraction:  | Actual/Actual – ICMA  |
|    | (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, Yerevan shall be the principal business centre. London and New York City shall be additional business centres  |
|    | (h) Calculation of interest to be adjusted in accordance with Business Day Convention specified above: | No  |
| 17 | Zero Coupon Notes:   | Not Applicable  |
| 18 | Floating Rate Notes and Indexed Notes:   | Not Applicable  |

**PROVISIONS REGARDING PAYMENTS/DELIVERIES**

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

**PROVISIONS REGARDING REDEMPTION/MATURITY**

- |           |   |   |
|-----------|---|---|
| <b>22</b> | (a) Redemption at Issuer's option:  | No  |
|           | (b) Redemption at Noteholder's option:  | No  |
| <b>23</b> | (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): | As 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  |
| <b>24</b> | Instalment Note:  | Not Applicable  |
| <b>25</b> | Early Redemption Amount for each Note payable on an event of default:   | Condition 5(d) applies, subject to the provisions set out in Annex A hereto |

**DISTRIBUTION, CLEARING AND SETTLEMENT PROVISIONS**

- |           |   |   |
|-----------|---|---|
| <b>26</b> | Method of distribution:   | Non-syndicated  |
| <b>27</b> | If Syndicated, names and addresses of Joint Lead Managers or, if Non-Syndicated name and address of the Dealer: | Citigroup Global Markets Limited<br>Citigroup Centre<br>Canada Square<br>Canary Wharf<br>London E14 5LB<br>United Kingdom |
| <b>28</b> | Date of Syndication Agreement:  | Not Applicable  |
| <b>29</b> | Stabilising Manager(s):   | None  |
| <b>30</b> | Additional selling restrictions:  | Not Applicable  |
| <b>31</b> | Details of additional/alternative clearing system approved by the Issuer and the Agent:                         | Euroclear and Clearstream, Luxembourg only  |
| <b>32</b> | Intended to be held in a manner which   | No  |

- would allow Eurosystem eligibility:
- 33** Common Code: 165909127  
 ISIN: XS1659091273  
 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 to be admitted to 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:
- (i) The provisions set out in Annex A hereto shall apply to the Terms and Conditions in accordance herewith.
- (ii) Investment Considerations: **Armenian Dram Exchange Risk**  
 The redemption amounts on the Notes are linked to the Armenian Dram/US Dollar exchange rate. Currency exchange rates may be volatile and will affect the return to the holder of the Notes. The Government of the Republic of Armenia can from time to time intervene in the foreign exchange market. These interventions or other governmental actions could adversely affect the value of the Notes in U.S. Dollars, as well as the actual yield (in U.S. Dollar terms) on the Notes and the amounts payable on the Notes. Even in the absence of governmental action directly affecting currency exchange rates, political or economic developments in the Republic of Armenia or elsewhere could lead to significant and sudden changes in the exchange rate between the Armenian Dram and the U.S. Dollar.
- Notes are Not Liquid Instruments**

There may exist at times only limited markets for the Notes resulting in low or non-existent volumes of trading in the Notes and such obligations, and therefore a lack of liquidity and price volatility of the Notes and such obligations.

37 Total Commissions: 0.93 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 4 August 2017, 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** <sup>As</sup>

By: 

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 the Official List of the UK Listing Authority and trading on the London Stock Exchange plc's Regulated Market with effect on or around 4 August 2017 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 AMD2,370,646,030.00 but payable in USD in the amount of USD 4,953,500.00) will be included in the ordinary capital resources of the Issuer and used in its ordinary operations.
- (ii) Estimated net proceeds: AMD2,370,646,030.00 (USD equivalent: USD 4,953,500.00)
- (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**

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Certain historical information in respect of the USD/AMD 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 may be affected by the USD/AMD foreign exchange rate. Information in respect of the USD/AMD foreign exchange rate can also be found on the Central Bank of the Republic of Armenia website.

**Annex A**  
**Calculation of Fixed 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 as follows, on the corresponding Rate Fixing Date, rounded up to the nearest cent:

AMD 14,285.68 *divided* by the Exchange Reference Rate on the applicable Rate Fixing Date, and rounded up to the nearest cent.

The Early Redemption Amount per Specified Denomination, if applicable, 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 AMD Amount] *divided* by the Exchange Reference Rate

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

- (i) (Fixed Rate of Interest x Reference AMD Amount x Fixed Day Count Fraction) divided by the Exchange Reference Rate; plus
- (ii) (AMD Redemption Amount divided by 23,929) and divided by the Exchange Reference Rate (the "Amortising Amount").

As soon as possible on or after the relevant Rate Fixing Date (but in no event later than the Business Day immediately prior to each Fixed Interest Date, the Maturity Date or the Early Redemption Date, as applicable), the Calculation Agent shall notify the Agent and the Issuer of the relevant Exchange 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, the Fixed 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 Exchange Reference Rate is not available for any reason under the designated source or on any successor page 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.

Following the determination of the occurrence of a Price Source Disruption Event the Exchange Reference Rate shall be the arithmetic mean of such firm quotes (expressed as the number of AMD per one USD) from the Reference Dealers as the Issuer is able to obtain for the sale of AMD and the purchase of USD at or about 3.45 p.m. (Yerevan time) on the Business Day following the Rate Fixing Date for settlement on the Maturity Date, Early Redemption Date or relevant Interest Payment Date (as applicable). If none, or only one, of the Reference Dealers provides such a firm quote, the relevant Exchange Reference Rate shall be determined by the Calculation Agent in its discretion, acting in good faith and in a commercially reasonable manner.



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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 Yerevan, London and New York City;

**"Calculation Agent"** means Citibank, N.A. in accordance with the provisions of the Calculation Agency Agreement entered into between the Issuer and the Calculation Agent dated 20 February 2004 (as amended and/or supplemented from time to time). All references to the Calculation Agent shall include any successor or successors to Citibank, N.A. 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 5(d);

**"Exchange Reference Rate"** means the USD/AMD rate of exchange, expressed as the amount of AMD per one USD, for settlement on the next Yerevan Business Day determined by the Central Bank of Armenia on the basis of previous day's average weighted exchange rates in the local currency market and published on their website: <http://www.cba.am/en/sitepages/ExchangeArchive.aspx> (or successor website) at approximately 3:45 p.m. Yerevan time on the Rate Fixing Date;

**"Rate Fixing Date"** means the date which is two Business Days prior to each of the applicable Fixed Interest Date, any Early Redemption Date or the Maturity Date;

**"Reference Dealers"** means four leading dealers, banks or banking corporations which regularly deal in the USD/AMD foreign exchange market, as selected by the Issuer in its sole discretion, acting in good faith and in a commercially reasonable manner; and

**"Reference AMD Amount"** and **"AMD Redemption Amount"** are each an amount in AMD specified by reference to the following table:

Fixed Interest Period from and including	Fixed Interest Period to but excluding	AMD Outstanding Notional	Redemption dates	AMD Redemption Amount	Reference AMD Amount
04/08/2017	04/02/2018	2,392,900,000	04/02/2018	0.00	100,000.00
04/02/2018	04/08/2018	2,392,900,000	04/08/2018	0.00	100,000.00
04/08/2018	04/02/2019	2,392,900,000	04/02/2019	0.00	100,000.00
04/02/2019	04/08/2019	2,392,900,000	04/08/2019	0.00	100,000.00
04/08/2019	04/02/2020	2,051,057,006	04/02/2020	341,842,994	85,714.28
04/02/2020	04/08/2020	1,709,214,012	04/08/2020	341,842,994	71,428.56
04/08/2020	04/02/2021	1,367,371,018	04/02/2021	341,842,994	57,142.84
04/02/2021	04/08/2021	1,025,528,024	04/08/2021	341,842,994	42,857.12
04/08/2021	04/02/2022	683,685,031	04/02/2022	341,842,994	28,571.40
04/02/2022	04/08/2022	341,842,037	04/08/2022	341,842,037	14,285.68

For the avoidance of doubt, AMD Outstanding Notional, Reference AMD Amount and AMD Redemption Amount are calculated by using an initial Exchange Reference Rate as at 2 August 2017.

**“Yerevan Business Day”** means a day on which commercial banks are open for business (including dealings in a foreign exchange in accordance with the market practice of the foreign exchange market) in Yerevan.

## Annex B Historical Data

The following table summarises certain historical information regarding the USD/AMD foreign exchange rate since January 2006.

Period	High	Low
January 2006 – December 2006	455.92	362.33
January 2007 – December 2007	367.85	301.51
January 2008 – December 2008	310.59	300.73
January 2009 – December 2009	388.01	304.78
January 2010 – December 2010	404.36	357.98
January 2011 – December 2011	385.77	362.26
January 2012 – December 2012	418.66	385.77
January 2013 – December 2013	419.08	403.58
January 2014 – December 2014	527.20	405.95
January 2015 – December 2015	485.61	469.79
January 2016 – December 2016	496.07	473.20
January 2017 – July 2017	487.08	478.00

Armenian Central Bank Rate (Source: Bloomberg )

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

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## Post-Issuance Information

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