

PRICING SUPPLEMENT

17th February, 1999

European Bank for Reconstruction and Development
euro 60,000,000 Fixed/Inverse Floating Rate Notes due 2019
issued pursuant to a Euro Medium Term Note Programme

Terms used herein shall be deemed to be defined as such for the purposes of the Conditions. A further explanation of such terms is set out in the Prospectus in the section headed "Issue Procedures".

SUMMARY OF THE NOTES

1. Specified Currency: euro
(being the lawful currency of the member states of the European Union that adopt the single currency in accordance with the Treaty establishing the European Community as amended by the Treaty on European Union)
2. Nominal Amount: euro 60,000,000
3. Type of Note:
From and including the Issue Date to, but excluding, 19th February, 2000 (the "First Fixed Rate Period") - Fixed Rate Notes

From and including 19th February 2000 to, but excluding, 19th February, 2006 (the "Second Fixed Rate Period") - Fixed Rate Notes

From, and including 19th February, 2006 to, but excluding, the Maturity Date (the "Floating Rate Period") - Floating Rate Notes
4. Issue Date: 19th February, 1999
5. Issue Price: 101.25 per cent.
6. Maturity Date: 19th February, 2019
7. Fungible with existing Notes: No
8. Pricing Supplement to be read in conjunction with Prospectus dated: 28th August, 1998

FORM OF THE NOTES

9. Form of Note: Bearer

- Specified Denomination(s): euro 1,000, euro 10,000 and euro 100,000
11. Exchange of Bearer Notes: Temporary Global Note exchangeable for permanent Global Note on certification as to non-US beneficial ownership on or after 40 days after the Issue Date and thereafter permanent Global Note exchangeable only upon an "Exchange Event"
12. (a) Talons for future Coupons to be attached to definitive Bearer Notes: No
- (b) Date(s) on which the Talons mature: Not applicable
13. (a) Registered holder of Registered Global Note: Not applicable
- (b) Exchange of Registered Global Note: Not applicable

PROVISIONS RELATING TO INITIAL PAYMENT

14. Partly Paid Notes: No

PROVISIONS RELATING TO INTEREST

15. Interest Commencement Date: 19th February, 1999 in respect of the First Fixed Rate Period
- 19th February, 2000 in respect of the Second Fixed Rate Period
- 19th February, 2006 in respect of the Floating Rate Period

Fixed Rate Notes:

16. (a) Fixed Rate(s) of Interest: In respect of the First Fixed Rate Period: 12.00 per cent. per annum
- In respect of the Second Fixed Rate Period: 4.00 per cent. per annum
- For the purposes of Condition 4(a), all references to "Maturity Date" shall be deemed to be deleted and the last sentence of Condition 4(a)(i) shall be deemed deleted

- (b) Fixed Interest Date(s): 19th February in each year, from and including 19th February, 2000 to and including 19th February, 2006
- (c) Initial Broken Amount per denomination: Not applicable
- (d) Final Broken Amount per denomination: Not applicable

Zero Coupon Notes:

17. (a) Accrual Yield: Not applicable
- (b) Reference Price: Not applicable
- (c) Other formula or basis for determining Amortised Face Amount: Not applicable

Floating Rate Notes and Indexed Notes:

The following provisions will apply to the Notes during the Floating Rate Period:

18. (a) Manner in which Rate of Interest is to be determined: The Rate of Interest for each Interest Period shall be eight per cent. per annum minus (12 month EURIBOR x 365/360)

(subject to the Minimum Interest Rate as stated below)

where the following definitions apply:

"12 month EURIBOR" means, in relation to an Interest Period, the interbank offered rate for deposits in euros with a designated maturity of 12 months as quoted on an Actual/360 basis which appears on the Relevant Screen Page as of 11.00 a.m., Brussels time (or such other time as may be customary for the daily reset of such rate), on the relevant Interest Determination Date

If such rate does not appear on the Relevant Screen Page, on the Interest Determination Date for an Interest Period, then 12 month EURIBOR for that Interest Period will be determined on the basis of the rates at which deposits in euro are offered on an Actual/360 basis by the Reference Banks at approximately 11.00 a.m., Brussels time, on the Interest Determination Date in question to prime banks in the Euro-zone interbank market for a period of 12 months commencing on the first day of such Interest Period and in a Representative

Amount. The Calculation Agent shall request each of the Reference Banks to provide a quotation of its rate. If at least two quotations are provided, 12 month EURIBOR for such Interest Period shall be the arithmetic mean (rounded if necessary to the fifth decimal place with 0.000005 being rounded upwards) of such quotations.

If fewer than two quotations are provided as requested, 12 month EURIBOR for such Interest Period shall be the arithmetic mean (rounded if necessary to the fifth decimal place with 0.000005 being rounded upwards) of the rates quoted by the Reference Banks, at approximately 11.00 a.m., Brussels time, on the Interest Determination Date in question for loans in euros to leading European banks for a period of 12 months commencing on the first day of such Interest Period and in a Representative Amount.

"Interest Determination Date" means, in relation to each Interest Period, the second Business Day prior to the first day of such Interest Period.

"Reference Banks" means five major banks in the Euro-zone interbank market as selected by the Calculation Agent.

"Representative Amount" means an amount that is representative for a single transaction in the relevant market at the relevant time.

"Relevant Screen Page" means Telerate Screen Page 248 or such replacement page on that service, or such other service as may be nominated as the information vendor, for the purpose of displaying rates or prices comparable to 12 month EURIBOR

"Euro-zone" means, the region comprised of member states of the European Union that adopt the single currency in accordance with the Treaty establishing the European Community as amended by the Treaty on European Union

For the avoidance of doubt, Conditions 4(b)(iii), (iv) and (viii) shall not apply

(b) Margin(s):

Not applicable

(c) Minimum Interest Rate (if any):

0 per cent. per annum

- (d) Maximum Interest Rate (if any): Not applicable
19. If ISDA Determination:
- (a) Floating Rate Option: Not applicable
- (b) Designed Maturity: Not applicable
20. If Screen Rate Determination:
- (a) Reference Rate: Not applicable
- (b) Relevant Screen Page: Not applicable
- (c) Interest Determination Date: Not applicable
21. If Indexed: Not applicable
22. If Rate of Interest not to be determined by ISDA or Screen Rate Determination or by reference to an Index or Formula: Not applicable
23. General Provisions for Floating Rate Notes and Indexed Notes:
- (a) Interest Payment Dates: 19th February in each year, from and including, 19th February, 2007 to and including the Maturity Date
- (b) Business Day Convention: Not applicable
- (c) Business Day definition if different from that in Condition 4(b)(i): For the purposes of Condition 4(b)(i), "Business Day" means a day on which the Trans-European Automated Real-Time Gross Settlement Express Transfer ("TARGET") System is open.
- (d) Terms relating to calculation of Interest Amount: Interest is calculated from and including 19th February, 2006 to, but excluding, the Maturity Date.
- Each Interest Amount shall be calculated on the basis of a 360 day year consisting of 12 months of 30 days each and for this purpose, the second sentence of Condition 4(b)(v) shall be deemed to be deleted and replaced with the following:

"Each Interest Amount shall be calculated by applying the Rate of Interest to the Specified Denomination, multiplying such sum by the number of days in the Interest Period divided by 360 (the number of days to be calculated on the basis of a year of 360 days with 12 30-day months (unless (a) the last day of the Interest Period is the 31st day of a month but the first day of the Interest Period is a day other than the 30th or 31st day of a month, in which case the month that includes that last day shall not be considered to be shortened to a 30-day month, or (b) the last day of the Interest Period is the last day of the month of February, in which case the month of February shall not be considered to be lengthened to a 30-day month)) and rounding the resultant figure to the nearest sub-unit of the relevant Specified Currency, half of any such sub-unit being rounded upwards in accordance with applicable market convention."

(e) Party responsible for calculation of interest:

Deutsche Bank AG London (the "Calculation Agent," which expression shall include its successor or successors for the time being as calculation agent pursuant to the Calculation Agency Agreement dated 17th February, 1999)

PROVISIONS REGARDING PAYMENTS

The references in the fourth paragraph of Condition 6(a) to "ECU" shall be deemed deleted and replaced by "euro".

The final sentence of the fourth paragraph of Condition 6(a) shall be deemed to be deleted and replaced by:

"Payments in euro will be made by credit or transfer to a euro account (or any other account to which euro may be credited or transferred) specified by the payee or, at the option of the payee, by a euro cheque."

The eighth and ninth paragraphs of Condition 6(a) shall be deemed to be deleted and replaced by:

"Upon the due date for redemption of any Note, all unmatured Coupons relating to such Note (whether or not attached) shall become void and no payment shall be made in respect of them."

24. Definition of "Payment Business Day" for the purpose of Condition 6(a) or (b) if different to that set out in Condition 6:

For the purpose of Condition 6(a) "Payment Business Day" means any day on which banks are open in the relevant place of presentation and which is a day on which the TARGET System is open.

25. Dual Currency Notes:

Not applicable

PROVISIONS REGARDING REDEMPTION/MATURITY

26. (a) Redemption at Issuer's option: No
- (b) Redemption at Noteholder's option: No
27. (a) Final Redemption Amount for each Note (other than an Indexed or Formula Note where the index or formula applies to the redemption amount): 100 per cent. of the Nominal Amount of each Note
- (b) Final Redemption Amount for each Indexed Note where the Index or Formula applies to the Final Redemption Amount: Not applicable
28. Instalment Note: Not applicable
29. Early Redemption Amount for each Note payable on an event of default: 100 per cent. of the Nominal Amount of each Note

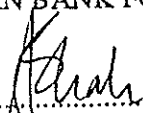
DISTRIBUTION, CLEARING AND SETTLEMENT PROVISIONS

30. Method of distribution: Syndicated
31. If syndicated, names of Managers or, if non-syndicated names of Purchasers: Lehman Brothers International (Europe)
Banca Popolare di Novara - Novara
Banca Akros S.p.A.
Banca Popolare di Verona-Banco S. Geminiano e S. Prospero
Caboto Holding SIM S.p.A.
CARISBO SpA
Credito Emiliano S.p.A.
ICCRI SpA
NUSA SIM S.p.A.
32. Stabilising Dealer/Manager: Lehman Brothers International (Europe)

- 33. Additional sales restrictions: Each Manager represents and agrees that any offer or sale of the Notes, either to the public or to professional investors, within Italy must be conducted by an investment firm or a bank in compliance with the Legislative Decree No. 58 of 24th February 1998 and with the implementing CONSOB regulations
- 34. Details of additional/alternative clearing system approved by the Issuer and the Agent: None
- 35. Common Code: 9449833
ISIN Code: XS0094498333
- 36. (a) Notes to be listed: Yes
(b) Stock Exchange(s): The London Stock Exchange

For and on behalf of

EUROPEAN BANK FOR RECONSTRUCTION AND DEVELOPMENT

By: 
Authorised signatory

Application is hereby made to list this issue of Notes pursuant to the listing of the euro 20,000,000,000 Euro Medium Term Note Programme of European Bank for Reconstruction and Development (as from 19th February, 1999).

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Citibank N.A.
(as Agent)