

PRICING SUPPLEMENT

23 December 2010

European Bank for Reconstruction and Development
USD 500,000,000 Callable Zero Coupon Notes due 4 January 2041
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 Base Prospectus dated 11 August 2010 which constitutes a base prospectus for the purposes of the Prospectus Directive (Directive 2003/71/EC) (the “**Prospectus Directive**”). This Pricing Supplement constitutes the Final Terms of the Notes described herein for the purposes of Article 5.4 of the Prospectus Directive and must be read in conjunction with such Base Prospectus. Full information on the Issuer and the Notes is only available on the basis of the combination of this Pricing Supplement and the Base Prospectus. The Base Prospectus is available for viewing and copies may be obtained from Issuer at One Exchange Square, London, EC2A 2JN, United Kingdom.

SUMMARY OF THE NOTES

1	Specified Currency:	United States Dollar (“ USD ”)
2	Nominal Amount:	USD 500,000,000
3	Type of Note:	Zero Coupon
4	Issue Date:	4 January 2011
5	Issue Price:	21.239725 per cent.
6	Maturity Date:	4 January 2041
7	Fungible with existing Notes:	No

FORM OF THE NOTES

8	Form of Note:	Bearer
9	New Global Note:	No
10	Specified Denomination(s):	USD 1,000,000
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:	Not Applicable
	(b) Date(s) on which the Talons mature:	Not Applicable

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| 13 | (a) | Registered holder of
Registered Global Note: | Not Applicable |
| | (b) | Exchange of Registered Global
Note: | Not Applicable |

PROVISIONS RELATING TO INITIAL PAYMENT

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|----|--------------------|----|
| 14 | Partly Paid Notes: | No |
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PROVISIONS RELATING TO INTEREST

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|----|--|--|-------------------------------------|
| 15 | Interest Commencement Date: | Not Applicable | |
| 16 | Fixed Rate Notes: | Not Applicable | |
| 17 | Zero Coupon Notes: | | |
| | (a) | Accrual Yield: | 5.30 per cent. per annum |
| | (b) | Reference Price: | 21.239725 per cent. |
| | (c) | Other formula or basis for
determining Amortised Face
Amount: | Not Applicable |
| | (d) | Business Day Convention: | Modified Following Business Day |
| | (e) | Day Count Fraction in relation
to Early Redemption Amounts
and late payment: | Conditions 5(d)(iii) and 5(h) apply |
| 18 | Floating Rate Notes and Indexed Notes: | Not Applicable | |

PROVISIONS REGARDING PAYMENTS/DELIVERIES

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|----|--|------------------------|
| 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

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|----|-----|--------------------------------|-----|
| 22 | (a) | Redemption at Issuer's option: | Yes |
|----|-----|--------------------------------|-----|
- The Issuer has the right to redeem the Notes (in whole but not in part) on an Optional Early Termination Date (as defined below) at the relevant Optional Redemption Amount (as defined below) by giving notice to the Agent of such redemption not less than five (5) Business Days (as defined below) prior to the relevant Optional Early Termination Date.
- The Agent shall give notice of such redemption to the holders of the Notes as soon as practicable, but in any event not later than two (2) Business Days thereafter in accordance with Condition 5(b) (except that the timing of such notice as referred to therein shall be amended

as set out above).

where:

“**Business Day**” means a day 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 London and New York City;

“**Modified Following Business Day Convention**” means that where an Optional Early Termination Date would otherwise fall on a day which is not a Business Day, then such Optional Early Termination Date shall be postponed to the next day which is a Business Day unless that day falls in the next calendar month in which event the Optional Early Termination Date shall be the first preceding day that is a Business Day;

“**Optional Early Termination Date**” means 4 January every second year from and including 4 January 2012 to and including 4 January 2040 as set out in the Annex thereto, subject to adjustment in accordance with the Modified Following Business Day Convention (as defined above); and

“**Optional Redemption Amount**” in respect of an Optional Early Termination Date means the amount specified in the Annex attached hereto opposite the corresponding Optional Early Termination Date.

	(b) Redemption at Noteholder’s option:	No
23	(a) Final Redemption Amount for each Note (<i>other than</i> an Indexed or Formula Note where the index or formula applies to the redemption amount):	USD 1,000,000 per Specified Denomination
	(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 5(d) shall apply

DISTRIBUTION, CLEARING AND SETTLEMENT PROVISIONS

26	Method of distribution:	Non-syndicated
27	If Syndicated, names and addresses of Managers or, if Non-Syndicated name	J.P. Morgan Securities Ltd. 125 London Wall

	and address of Dealer:	London EC2Y 5AJ United Kingdom
28	Date of Syndication Agreement:	Not Applicable
29	Stabilising Manager(s)	Not Applicable
30	Non-exempt Offer:	Not Applicable
31	Additional selling restrictions:	Taipei China Each Noteholder acknowledges that the Notes may not be offered or sold in the Republic of China and may only be made available for purchase by investors normally resident in the Republic of China outside the Republic of China. In respect of the secondary market, each Noteholder acknowledges, represents and agrees it has not offered or sold, and it will not offer or sell, directly or indirectly, any of the Notes in the Republic of China or to, or for the benefit of, residents of the Republic of China or to any persons for reoffering or resale, directly or indirectly, in the Republic of China or to, or for the benefit of, any resident of the Republic of China. Any subscriptions of Notes accepted within the Republic of China shall not be effective upon acceptance by the Issuer or the relevant Dealer. Any subscription of Notes accepted outside the Republic of China shall be effective upon acceptance by the Issuer or the relevant Dealer and shall be deemed a contract entered into in the jurisdiction of incorporation of the Issuer or relevant Dealer, as the case may be, unless otherwise specified in the subscription documents relating to the Notes signed by the relevant investor(s).
32	Details of additional/alternative clearing system approved by the Issuer and the Agent:	Not Applicable
33	Intended to be held in a manner which would allow Eurosystem eligibility:	No
34	Common Code:	057057726
	ISIN Code:	XS0570577261
	CUSIP Number:	Not Applicable
35	Listing:	Official List of the UK Listing Authority and trading on the Regulated Market
36	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	Not Applicable

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.

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| 37 | Additional Information: | Not Applicable |
| 38 | Total Commissions: | Not Applicable |

This Pricing Supplement comprises the pricing supplement required for issue and admission to trading on the London Stock Exchange of the Notes described herein pursuant to the Euro 30,000,000,000 Global Medium Term Note Programme of European Bank for Reconstruction and Development as from 4 January 2011.

RESPONSIBILITY

The Issuer accepts responsibility for the information contained in this Pricing Supplement.

For and on behalf of

EUROPEAN BANK FOR RECONSTRUCTION AND DEVELOPMENT

By:
Authorized signatory

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CITIBANK, N.A.
(as Agent)

PART B – OTHER INFORMATION

1. **LISTING**

Application has been made by the Issuer (or on its behalf) for the Notes to be admitted to trading on the London Stock Exchange with effect from 4 January 2011.
2. **RATINGS**

The Issuer and/or its debt obligations have been assigned a AAA credit rating from Standard & Poor's Ratings Services Limited, a division of The McGraw Hill Companies Inc. (together with any affiliates or their successors, "**S&P**") since 1991, a Aaa credit rating from Moody's Investors Service Limited (together with any affiliates or their successors, "**Moody's**") since 1992 and a AAA credit rating from Fitch Ratings Limited (together with any affiliates or their successors, "**Fitch**") since 2002. 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. **NOTIFICATION**

Not Applicable
4. **INTERESTS OF NATURAL AND LEGAL PERSONS INVOLVED IN THE ISSUE**

Save as discussed in the section headed "Subscription and Sale" in the Base Prospectus, so far as the Issuer is aware, no person involved in the offer of the Notes has an interest material to the offer.
5. **REASONS FOR THE OFFER, ESTIMATED NET PROCEEDS AND TOTAL EXPENSES**
 - (i) Reasons for the offer: See "Use of Proceeds" wording in the Base Prospectus
 - (ii) Estimated net proceeds: USD 106,198,625
 - (iii) Estimated total expenses: GBP 4,000
6. **YIELD**

Indication of Yield Not Applicable
7. **HISTORIC INTEREST RATES**

Not Applicable
8. **PERFORMANCE OF INDEX/FORMULA/OTHER VARIABLE, EXPLANATION OF EFFECT ON VALUE OF INVESTMENT AND ASSOCIATED RISKS AND OTHER INFORMATION CONCERNING THE UNDERLYING**

Not Applicable

9. PERFORMANCE OF RATE[S] OF EXCHANGE AND EXPLANATION OF EFFECT ON VALUE OF INVESTMENT

Not Applicable

Annex

Optional Early Termination Date	Optional Redemption Amount per Specified Denomination (in USD)	Optional Redemption Amount expressed as a percentage of the Specified Denomination
4 January 2012	223,654.30	22.365430
4 January 2014	247,989.90	24.798990
4 January 2016	274,973.43	27.497343
4 January 2018	304,893.01	30.489301
4 January 2020	338,068.11	33.806811
4 January 2022	374,852.96	37.485296
4 January 2024	415,640.34	41.564034
4 January 2026	460,865.75	46.086575
4 January 2028	511,012.09	51.101209
4 January 2030	566,614.80	56.661480
4 January 2032	628,267.59	62.826759
4 January 2034	696,628.76	69.662876
4 January 2036	772,428.23	77.242823
4 January 2038	856,475.38	85.647538
4 January 2040	949,667.62	94.966762