

Pricing Supplement

30 October 2013

European Bank for Reconstruction and Development

Non-Interest Bearing BRL 21,760,000 Notes with a contingent additional equity amount linked to the S&P 500® Daily Risk Control 10% USD Excess Return Index due 1 November 2018 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. This Pricing Supplement must be read in conjunction with such Offering Circular. Full information on the Issuer and 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, One Exchange Square, London, EC2A 2JN, United Kingdom.

SUMMARY OF THE NOTES

1	Specified Currency:	The lawful currency of the Federative Republic of Brazil (“Brazilian Real” or “BRL”) provided that all payments in respect of the Notes will be made in United States dollars (“USD”)
2	Nominal Amount:	BRL 21,760,000
3	Type of Note:	Non-Interest Bearing BRL Denominated, USD Settled Notes with a contingent Additional Equity Amount linked to the S&P 500® Daily Risk Control 10% USD Excess Return Index
4	Issue Date:	1 November 2013
5	Issue Price:	100 per cent.
6	Maturity Date:	1 November 2018 (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:	BRL 2,176,000
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 mature:	Not Applicable

- 13 (a) Depositary for and registered holder of Registered Global Note: Registered Global Note to be deposited with a common depositary for Euroclear and Clearstream, Luxembourg and registered in the name of Citivic Nominees Limited as nominee for the common depositary
- (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 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: Not Applicable
- 16 Fixed Rate Notes: Not Applicable
- 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, subject to the provisions set out in Annex A hereto
- 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 for each Note (*other than* an Indexed or Formula Note where the index or formula applies to the redemption amount): Not Applicable
- (b) Final Redemption Amount for each Indexed Note where the Index or Formula applies to the Final Redemption Amount: 100 per cent. per Specified Denomination plus the Additional Equity Amount (if any) provided that the Final Redemption Amount shall be payable in USD, subject to the provisions set out in Annex A hereto
- 24 Instalment Note: Not Applicable

25 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

26 Method of distribution: Non-Syndicated

27 If Syndicated, names and addresses of Managers or, if Non-Syndicated names and address of Dealer: HSBC Bank plc
8 Canada Square
London E14 5HQ
United Kingdom

28 Date of Syndication Agreement: Not Applicable

29 Stabilising Manager(s): None

30 Additional selling restrictions: Federative Republic of Brazil:

The Dealer has acknowledged that the Notes may not be offered or sold to the public in the Federative Republic of Brazil and that accordingly, the offering of the Notes has not been submitted to the Brazilian Securities and Exchange Commission (Comissão de Valores Mobiliários, the CVM) for approval. The Dealer has represented and agreed that documents relating to such offering, as well as the information contained herein and therein, may not be supplied to the public, as a public offering in the Federative Republic of Brazil or be used in connection with any offer for subscription or sale to the public in the Federative Republic of Brazil.

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: 098315853
ISIN Code: XS0983158535

34 Listing: 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.

- 36 Additional Information: The provisions set out in Annex A and Annex B shall apply to the Terms and Conditions in accordance herewith.
- 37 Total Commissions: Not applicable

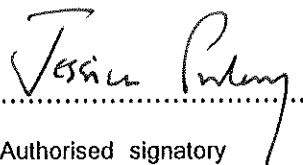

This Pricing Supplement comprises the pricing supplement required for issue and admission to trading on the London Stock Exchange's Regulated Market of the Notes described herein pursuant to the Euro 35,000,000,000 Global Medium Term Note Programme of European Bank for Reconstruction and Development as from 1 November 2013 or as soon as practicable thereafter.

RESPONSIBILITY

The Issuer accepts responsibility for the information contained in this Pricing Supplement. The information contained in Annex C has been extracted from publicly available sources. The Issuer confirms that such information has been accurately reproduced and that, so far as it is aware, and is able to ascertain from such sources, 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:  
Authorised signatory

By:
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's Regulated Market with effect from 1 November 2013 or as soon as practicable thereafter. No assurance can be given that such listing and admission to trading will be obtained on or prior to such date, or, if obtained, that it will be maintained.

2 RATINGS

The Notes have been assigned an AAA credit rating from Standard & Poor's Credit Market Services Europe Limited ("S&P") and the Issuer and/or its debt obligations have been assigned an AAA credit rating from 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 BRL 21,760,000, but payable in USD in the amount of USD 10,000,000 will be included in the ordinary capital resources of the Issuer and used in its ordinary operations.
- (ii) Estimated net proceeds: USD 10,000,000 representing the equivalent of BRL 21,760,000

(iii) Estimated total expenses: £10,000

5 **YIELD**

Indication of yield: Not Applicable

6 **HISTORIC INTEREST RATES**

Not Applicable

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

See Annex C.

8 **PERFORMANCE OF RATES OF EXCHANGE AND EXPLANATION OF EFFECT ON VALUE OF INVESTMENT**

Certain historical information in respect of the USD/BRL foreign exchange rate is set out in Annex C hereto. In the circumstances described in Annex A hereto, the amount received by holders of the Notes will be affected by the USD/BRL foreign exchange rate. Information in respect of the USD/BRL exchange rate can also be found on Bloomberg.

Annex A
Calculation of Final Redemption Amount, Early Redemption Amount and Additional Equity Amount

1 Final Redemption Amount

The “Final Redemption Amount” per Specified Denomination will be payable in USD and will be determined by the Calculation Agent on the relevant Rate Determination Date as follows:

Specified Denomination *divided by* Reference Rate plus Additional Equity Amount
(if any),

provided that the resultant amount shall be rounded to the nearest 0.01 USD with 0.005 USD being rounded up.

2 Early Redemption Amount other than for Change In Law

The Early Redemption Amount per Specified Denomination, other than where the Notes are redeemed as a result of a Change in Law, will be payable in USD and will be determined by the Calculation Agent on the relevant Rate Determination Date as follows:

Specified Denomination *divided by* Reference Rate,

provided that the resultant amount shall be rounded to the nearest 0.01 USD with 0.005 USD being rounded up.

3 Early Redemption Amount for Change In Law

The Calculation Agent shall notify the Issuer, the Agent and the relevant clearing system(s) within two Business Days of its determination of the occurrence of a Change in Law (such date of notification, the “Change in Law Notification Date”). The Change in Law Notification Date must be at least two Business Days prior to the Maturity Date. Unless there is a Disputed Issue (as defined in Section 4 below), the Notes will then be redeemed by the Issuer on the day which is the earlier of (i) the day falling 20 Business Days after the Change in Law Notification Date and (ii) the Postponed Early Redemption Date (and such date of redemption shall be the Early Redemption Date, which, for the avoidance of doubt, may occur on a date falling after the originally scheduled Maturity Date) and the Early Redemption Amount in respect of each Note shall be an amount in USD determined by the Calculation Agent which represents the fair market value (based upon the Closing Index Level of the Reference Index and the relevant Reference Rate, each as determined by the Calculation Agent) of such Specified Denomination less the cost to the Issuer of unwinding any underlying and/or related hedging and/or funding arrangements in respect of the Notes (including without limitation, options (if any) hedging the Issuer’s obligations under the Notes), to be notified by the Calculation Agent to the Issuer, the Agent and the relevant clearing system(s) five Business Days prior to the Early Redemption Date.

“Change in Law” means that after the Issue Date (A) due to the adoption of, or any change in, any applicable law or regulation (including, without limitation, any tax law), or (B) due to the promulgation of or any change in the interpretation by any court, tribunal or regulatory authority with competent jurisdiction of any applicable law or regulation (including any action taken by a taxing authority), the Calculation Agent

determines that it has become unlawful, illegal, or impossible for a Swap Counterparty (as defined below) to hold, acquire or dispose of positions or contracts in either: (i) the Reference Index or stocks underlying the Reference Index that comprise a material proportion of the Reference Index (as determined by the Calculation Agent in good faith and in a commercially reasonable manner), or (ii) USD/BRL foreign exchange derivatives contracts.

For the avoidance of doubt, the Calculation Agent, acting in good faith and in a commercially reasonable manner, shall not determine an event to be a Change in Law unless such event affects leading dealers, banks, banking corporations or other financial institutions that regularly deal in foreign exchange derivatives and positions and contracts in the Reference Index.

“**Swap Counterparty**” means any counterparty to the Issuer in any derivative transaction entered into or to be entered into by the Issuer to hedge the obligations of the Issuer under the Notes.

4 **Objection by the Issuer re Change in Law**

If the Issuer does not agree with a determination made by the Calculation Agent in respect of the determination of the occurrence of a Change in Law event (a “**Disputed Issue**”), the Issuer may, within two (2) Business Days after having obtained the Calculation Agent’s determination notice in writing, notify the Calculation Agent in writing of such Disputed Issue (the “**Notice Date**”). If the Calculation Agent and the Issuer, acting in good faith, do not resolve any such Disputed Issue within two (2) Business Days of receipt by the Calculation Agent of such notice thereof from the Issuer, the Issuer and the Calculation Agent shall jointly appoint three Independent Experts (as defined below) (or, if the Issuer and the Calculation Agent cannot agree on three Independent Experts within two (2) Business Days, each of them shall select an Independent Expert, which experts shall jointly appoint a third Independent Expert within two (2) Business Days of their own appointment, or, if either of the Issuer and the Calculation Agent fail to appoint an Independent Expert, the non-failing party shall appoint all three Independent Experts (the earliest date when all three (3) Independent Experts have been appointed, the “**Appointment Date**”) and those three Independent Experts so appointed shall make a determination in relation to the Disputed Issue as follows:

- (i) if the majority of the responding Independent Experts provided the same response as to the Disputed Issue within two (2) Business Days of the Appointment Date (such period, the “**Determination Period**”), such response shall be binding on the parties, absent manifest error; or
- (ii) if the majority of the Independent Experts did not provide the same response as to the Disputed Issue within two (2) Business Days of the Appointment Date, the responding Independent Experts will jointly appoint a fourth Independent Expert (the “**Resolver**”) within 2 (two) Business Days from the end of the Determination Period, and the Resolver will within two (2) Business Days following its own appointment select from the responses originally provided by the responding Independent Experts. The response selected by the Resolver shall be binding on the parties, absent manifest error; or

(iii) if only one Independent Expert provides a response as to the Disputed Issue within 15 (fifteen) Business Days of the Appointment Date, that response shall be binding on the parties notwithstanding that the other Independent Experts have not provided any response by that time.

If after reasonable commercial effort by the Calculation Agent, no response can be obtained from at least one Independent Expert before the earlier of (i) fifteen (15) Business Days of the Appointment Date and (ii) three (3) Business Days before the Early Redemption Date, the determination of the Calculation Agent shall prevail.

The Dealer shall bear all the costs, fees and expenses (if any) of any Independent Experts called upon to resolve a Disputed Issue and the parties shall agree to waive any claim that they might otherwise have against any Independent Expert for any determination, adjustment or calculation made in good faith pursuant to this provision.

The Notes will be redeemed by the Issuer on the day falling three (3) Business Days following the determination that there has been a Change in Law at the Early Redemption Amount specified in Section 3 above.

"Independent Expert" means a leading dealer in the relevant market that is not an Affiliate of either the Issuer or the Dealer or any other appointed Independent Expert.

5 Notice of Final Redemption Amount or Early Redemption Amount

The Calculation Agent shall notify the Issuer, the Agent and the Noteholders of its determination of the Final Redemption Amount (payable on the Maturity Date) or the Early Redemption Amount (payable on the Early Redemption Date), as applicable, as soon as practicable after such determination (but in no event later than the Business Day immediately following the relevant Rate Determination Date).

6 Disruption Event Provisions

If the PTAX Rate is not available for any reason on either Bloomberg page <BZFXPTAX><INDEX> (or on any successor page) or on the web site of the Central Bank of Brazil (<http://www.bcb.gov.br/?english>) and the BRL12 is also unavailable on any Rate Determination Date, the Calculation Agent shall determine that a "Price Source Disruption Event" has occurred, and shall promptly inform the Issuer and Agent of such occurrence.

Following the determination of the occurrence of a Price Source Disruption Event, the Noteholders will not be entitled to any amounts in respect of the Notes until the earlier to occur of (i) the day falling two Business Days after the day on which the Issuer is notified by the Calculation Agent that the Price Source Disruption Event no longer subsists and (ii) the Postponed Maturity Date (as defined below) or the Postponed Early Redemption Date (as defined below), as the case may be. If on the 10th Business Day following the relevant Rate Determination Date the PTAX Rate and BRL 12 (or successor pages) are still not available, then the Reference Rate shall be the average of firm quotes (expressed as the number of BRL per one USD) from the Reference Dealers as the Calculation Agent is able to obtain for the sale of USD and the purchase of BRL at or about 5:00 p.m. Sao Paulo time on such date for settlement in two FX Business Days, provided, however, that if fewer than four (but at least two)

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

For the avoidance of doubt, if payment of any amount due on the Maturity Date or the Early Redemption Date is postponed due to a Price Source Disruption Event, the Noteholders shall not be entitled to any additional sum in respect of such postponed payment.

Definitions

For the purposes of these provisions:

“**Additional Equity Amount**” means, in respect of each Specified Denomination, an amount, which may be zero, determined by the Calculation Agent by reference to the following equation:

$$\text{Additional Equity Amount} = \text{USD Denomination Amount} * \text{Participation Rate} * \text{MAX} [\{(\text{Final Index Level}/\text{Initial Index Level}) - 1.0\}, 0]$$

provided that the resultant amount shall be rounded to the nearest 0.01 USD with 0.005 USD being rounded up.

Where:

“**USD Denomination Amount**” means USD 1,000,000;

“**Participation Rate**” means 333 per cent.;

“**Initial Index Level**” means 126.205, being the Closing Index Level on the Fixing Date;

“**Final Index Level**” means the Closing Index Level on the Final Valuation Date; and

“**Closing Index Level**” means, in respect of any day, the official closing level of the Reference Index as calculated and published by the Reference Index Sponsor on Bloomberg page SPXT10UE<Index> or any successor to that page or as otherwise determined by the Calculation Agent as provided in Annex B;

“**Brazil**” means any of Sao Paulo, Rio de Janeiro or Brasilia;

“**BRL12**” means, in respect of a Rate Determination Date, the EMTA BRL Industry Survey Rate which is the USD/BRL specified foreign exchange rate for USD expressed as the amount of BRL per one USD, for settlement in two FX Business Days as published on EMTA’s website (www.emta.org) at around 3:45 p.m. (Sao Paulo time) or as soon thereafter as practicable, on the applicable Rate Determination Date. BRL12 is calculated by EMTA pursuant to the EMTA BRL Indicative Survey Methodology (which means a methodology, dated as of 1 March, 2004, as amended from time to time, for a centralised industry-wide survey of financial institutions in Brazil that are active participants in the USD/BRL spot markets for the purpose of determining the EMTA BRL Industry Survey Rate);

“Business Day” means any day (other than a Saturday or a Sunday) on which commercial banks and foreign exchange markets are open for general business (including dealings in foreign exchange and foreign currency deposits) in each of London, Brazil and New York;

“Calculation Agent” means HSBC Bank plc in accordance with the provisions of the Calculation Agency Agreement entered into between the Issuer and the Calculation Agent dated 30 October 2013 (as amended and/or supplemented from time to time). All references to the Calculation Agent shall include any successor or successors to HSBC Bank plc as Calculation Agent in respect of the Notes. The determination by the Calculation Agent of any amount or of any state of affairs, circumstance, event or other matter, or the formation of any opinion or the exercise of any discretion required or permitted to be determined, formed or exercised by the Calculation Agent under the Notes and pursuant to the Calculation Agency Agreement shall (in the absence of manifest error) be final and binding, save as provided under the Section 4 above on all parties (including, but not limited to, the Issuer and the Noteholders) and shall be made in its sole discretion in good faith and in a commercially reasonable manner in accordance with the Calculation Agency Agreement. In performing its duties under the Notes, the Calculation Agent shall act in accordance with the Calculation Agency Agreement;

“Component” means, with respect to the Reference Index, each constituent stock included in the Reference Index or deemed to be included in the Reference Index through application of the Reference Index Sponsor’s stated methodology;

“Early Redemption Date” means the date on which the Notes become due and payable pursuant to Condition 5(d), or pursuant to an early redemption following a Change in Law, as applicable;

“Exchange” means with respect to the Reference Index and any Component of the Reference Index, the principal stock exchange on which such Component of the Reference Index is, in the determination of the Calculation Agent, principally traded;

“Final Valuation Date” means 10 October 2018, subject to the provisions of Annex B;

“Fixing Date” means the Trade Date;

“FX Business Day” means any day (other than a Saturday or a Sunday) on which commercial banks and foreign exchange markets are open for general business (including dealings in foreign exchange and foreign currency deposits) in Brazil and New York City;

“Postponed Early Redemption Date” means the earlier to occur of the day falling (i) two Business Days after the day on which the Issuer is notified by the Calculation Agent that a Price Source Disruption Event no longer subsists and (ii) the tenth Business Day following the Early Redemption Date (if any);

“Postponed Maturity Date” means the earlier to occur of the day falling (i) two Business Days after the day on which the Issuer is notified by the Calculation Agent that a Price Source Disruption Event no longer subsists and (ii) the tenth Business Day following the originally scheduled Maturity Date;

“Rate Determination Date” means the date that is two Business Days prior to the Maturity Date or the Early Redemption Date, as the case may be. If a Price Source Disruption Event occurs or otherwise subsists on such day, the Rate Determination Date shall be the earlier of (i) the Business Day on which the Issuer is notified by the Calculation Agent that a Price Source Disruption Event no longer subsists and (ii) the day which is two Business Days before the Postponed Early Redemption Date (if any) or the Postponed Maturity Date, as the case may be;

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

“Reference Index” means the S&P 500 Daily Risk Control 10% USD Excess Return Index which is calculated by Standard & Poor’s Financial Services LLC (the **“Reference Index Sponsor”**), appearing on Bloomberg page **“SPXT10UE Index”** or any successor page. The Reference Index is calculated in USD;

“Reference Index Sponsor” means S&P Dow Jones Indices LLC, a subsidiary of the McGraw-Hill Companies;

“Reference Rate” means, in respect of a Rate Determination Date, subject to the Disruption Event provisions provided in Section 6 above, the PTAX rate that is equal to the Brazilian Real/USD spot Ask rate (i.e., the rate at which banks buy BRL and sell USD) expressed as the amount of BRL per one USD, for settlement in two FX Business Days (the **“PTAX Rate”**), as announced by the Banco Central do Brasil by approximately 1:15 p.m. Sao Paulo time and available on the Central Bank of Brazil website (<http://www.bcb.gov.br/?english>) on the Rate Determination Date, and such rate is also published on Bloomberg page **<BZFXPTAX><INDEX>** (or on any successor page); provided that the PTAX rate found on the Central Bank website shall prevail in case of conflict with the PTAX rate appearing on Bloomberg page **<BZFXPTAX><INDEX>** (or any successor). If the PTAX Rate is not available for any reason on Bloomberg page **<BZFXPTAX><INDEX>**, on the Central Bank of Brazil website or on any successor page on any Rate Determination Date then BRL12 shall be used to determine the Reference Rate on such Rate Determination Date;

“Related Exchange” means, in respect of the Reference Index and each Component of the Reference Index, each exchange or quotation system where trading has a material effect (as determined by the Calculation Agent) on the overall market for futures or options contracts relating to the Reference Index or such Component;

“Successor Index to the Reference Index” has the meaning as set forth in Annex B;

“Trade Date” means 10 October 2013; and

“USD” means the lawful currency of the United States.

7 Disclaimer

The “S&P 500[®] Daily Risk Control 10% USD Excess Return Index” (the **“Index”**) is a product of S&P Dow Jones Indices LLC (**“SPDJI”**), and has been licensed for use by the Issuer and sub-licensed by the Dealer. Standard & Poor’s[®] and S&P[®] are

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S&P DOW JONES INDICES DOES NOT GUARANTEE THE ADEQUACY, ACCURACY, TIMELINESS AND/OR THE COMPLETENESS OF THE INDEX OR ANY DATA RELATED THERETO OR ANY COMMUNICATION, INCLUDING BUT NOT LIMITED TO, ORAL OR WRITTEN COMMUNICATION (INCLUDING ELECTRONIC COMMUNICATIONS) WITH RESPECT THERETO. S&P DOW JONES INDICES SHALL NOT BE SUBJECT TO ANY DAMAGES OR LIABILITY FOR ANY ERRORS, OMISSIONS, OR DELAYS THEREIN. S&P DOW JONES INDICES MAKE NO EXPRESS OR IMPLIED WARRANTIES, AND EXPRESSLY DISCLAIMS ALL WARRANTIES, OF MERCHANTABILITY OR FITNESS FOR A PARTICULAR PURPOSE OR USE OR AS TO RESULTS TO BE OBTAINED BY THE ISSUER, THE DEALER, OWNERS OF THE NOTES, OR ANY OTHER PERSON OR ENTITY FROM THE USE OF THE INDEX OR WITH RESPECT TO ANY DATA RELATED THERETO. WITHOUT LIMITING ANY OF THE FOREGOING, IN NO EVENT WHATSOEVER SHALL S&P DOW JONES INDICES BE LIABLE FOR ANY INDIRECT, SPECIAL, INCIDENTAL, PUNITIVE, OR CONSEQUENTIAL DAMAGES INCLUDING BUT NOT LIMITED TO, LOSS OF PROFITS, TRADING LOSSES, LOST TIME OR GOODWILL, EVEN IF THEY HAVE BEEN ADVISED OF THE POSSIBILITY OF SUCH DAMAGES, WHETHER IN CONTRACT, TORT, STRICT LIABILITY, OR OTHERWISE. THERE ARE

NO THIRD PARTY BENEFICIARIES OF ANY AGREEMENTS OR ARRANGEMENTS BETWEEN S&P DOW JONES INDICES AND THE ISSUER AND THE DEALER, OTHER THAN THE LICENSORS OF S&P DOW JONES INDICES.

Annex B

Reference Index Event Provisions

1 Successor Index to the Reference Index

If the Calculation Agent, acting in good faith and in a commercially reasonable manner, determines that the Reference Index is replaced by a successor index or if the Reference Index Sponsor discontinues publication of the Reference Index but it is calculated and announced by a successor sponsor, provided that in either case (i) the index is calculated using, in the determination of the Calculation Agent acting in good faith and in a commercially reasonable manner, the same or a substantially similar formula for and method of calculation as used in the calculation of the Reference Index and (ii) the level of the index is published or electronically displayed in internationally-recognized news sources or data displays, then such successor index will be deemed to be the Reference Index.

The Calculation Agent will provide a written notice to the Issuer and the Agent of any designation of Successor Index to the Reference Index and additional information that reasonably confirms any of the facts relevant to the determination of such successor index and which has been published in internationally-recognized published or electronically displayed news sources.

2 Modification or Cancellation of the Reference Index

In the event of a Reference Index Modification or Reference Index Cancellation, the Calculation Agent will compute a substitute level for the Reference Index in accordance with the procedures, formula and method last in effect prior to such modification or cancellation.

“Reference Index Modification” will have occurred if, on or prior to the Final Valuation Date, the Reference Index Sponsor announces that it has made or will make a material change in the formula for, or the method of calculating, the Reference Index or in any other way materially modifies the Reference Index (other than a modification prescribed in that formula or method to maintain the Reference Index in the event of changes in constituent securities and capitalization and other routine events) and no Successor Index to the Reference Index exists.

“Reference Index Cancellation” will have occurred if (i) the Reference Index Sponsor discontinues publication of the Reference Index and no Successor Index to the Reference Index exists, or (ii) any Successor Index to the Reference Index is no longer published (without any written notice from the sponsor of the Successor Index to the Reference Index that any cessation in publication is temporary and will cease prior to the Final Valuation Date).

3 Use of Successor Index

If, in accordance with paragraphs (1) and (2) above, a Successor Index to the Reference Index is selected or the Calculation Agent calculates a level as a substitute for the Reference Index, the Successor Index to the Reference Index or Calculation Agent-calculated level, as the case may be, will be used as a substitute for the Reference Index for all purposes after such selection or substitution, including for purposes of determining whether a Market Disruption Event (as defined below) exists,

even if the Reference Index Sponsor elects to begin republishing the original Reference Index.

4 Correction of Index levels

In the event that any relevant level of the Reference Index published by the Reference Index Sponsor on any date which is utilised for any calculation or determination in connection with the Notes is subsequently corrected and the correction is published by the Reference Index Sponsor by the second Business Day prior to the date on which any relevant payment may have to be made or in respect of which any relevant determination in respect of the Notes may have to be made, then the Calculation Agent may determine the amount that is payable or make any determination in connection with the Notes, after taking into account such correction.

5 Consequences of Disrupted Days

If the Calculation Agent determines that the Final Valuation Date is a Disrupted Day, then the Final Valuation Date shall be the first succeeding Scheduled Trading Day in respect of the Reference Index that the Calculation Agent determines is not a Disrupted Day, unless the Calculation Agent determines that each of the eight consecutive Scheduled Trading Days in respect of the Reference Index immediately following the scheduled Final Valuation Date is a Disrupted Day. In that case: (a) the last (eighth) consecutive Scheduled Trading Day in respect of the Reference Index shall be deemed to be the Final Valuation Date, notwithstanding the fact that such day is a Disrupted Day; and (b) the Calculation Agent shall determine the level of the Reference Index as of the Scheduled Closing Time on or in respect of that last consecutive Scheduled Trading Day in respect of the Reference Index in accordance with the formula for and method of calculating the Reference Index last in effect prior to the occurrence of the first Disrupted Day to occur, using such levels or values as the Calculation Agent determines to be appropriate as of the closing time on or in respect of that last consecutive Scheduled Trading Day of each Component comprised in the Reference Index, and such determination by the Calculation Agent shall be deemed to be the Closing Index Level in respect of the Final Valuation Date.

The Calculation Agent shall take into account the Exchange traded or quoted price as of the Scheduled Closing Time on the last consecutive Scheduled Trading Day of each Component comprised in the Reference Index (or, if an event giving rise to a Disrupted Day has occurred in respect of any relevant Component on such last consecutive Scheduled Trading Day for any relevant Component, or such last consecutive Scheduled Trading Day is not a Scheduled Trading Day for any relevant Component, as determined by the Calculation Agent, its good faith estimate of the value for the relevant Component as of the Scheduled Closing Time on the last consecutive Scheduled Trading Day).

6 Definitions

For the purposes of these provisions:

“**Disrupted Day**” means any Scheduled Trading Day on which a Market Disruption Event has occurred or is continuing, as determined by the Calculation Agent acting in good faith and in a commercially reasonable manner;

“Market Disruption Event” means the occurrence of any of the following events on the Final Valuation Date, as determined by the Calculation Agent acting in good faith and in a commercially reasonable manner:

- (i) if determined by the Calculation Agent to be material, any suspension of or limitation imposed on trading by the Exchange or Related Exchange by reason of movements in price exceeding limits permitted by the Exchange or Related Exchange relating to (a) Components that comprise 20 per cent. or more of the level of the Reference Index, or (b) futures or options contracts on the Reference Index or on Components that comprise 20 per cent. or more of the level of the Reference Index; or
- (ii) if determined by the Calculation Agent to be material, any event that disrupts or impairs the ability of market participants in general to effect transactions in, or obtain market values on any Exchange or Related Exchange(s) of (a) Components that comprise 20 per cent. or more of the level of the Reference Index, or (b) futures or options contracts on the Reference Index or on Components that comprise 20 per cent. or more of the level of the Reference Index; or
- (iii) any failure to open for trading during its regular trading session of any Exchange or Related Exchange relating to (a) Components that comprise 20 per cent. or more of the level of the Reference Index, or (b) futures or options contracts on the Reference Index or on Components that comprise 20 per cent. or more of the level of the Reference Index; or
- (iv) any closure of an Exchange or Relevant Exchange prior to its Scheduled Closing Time unless such earlier closing time is announced by such Exchange or Related Exchange at least one hour prior to the earlier of (i) the actual closing time for the regular trading session on such Exchange or Related Exchange on the Final Valuation Date and (ii) the submission deadline for orders entered into the Exchange or Related Exchange system for execution on the closing on the Final Valuation Date relating to (a) Components that comprise 20 per cent. or more of the level of the Reference Index, or (b) futures or options contracts on the Reference Index or on Components that comprise 20 per cent. or more of the level of the Reference Index.

For the purposes of determining whether a Market Disruption Event in respect of the Reference Index exists at any time, if a Market Disruption Event occurs in respect of a security included in the Reference Index at any time, then the relevant percentage contribution of that security to the level of the Reference Index shall be based on a comparison of (x) the portion of the level of the Reference Index attributable to that security and (y) the overall level of the Reference Index, in each case immediately before the occurrence of such Market Disruption Event.

The Calculation Agent shall promptly notify the Issuer in writing of the occurrence of such a Market Disruption Event;

“Scheduled Closing Time” means, in respect of an Exchange or Related Exchange and a Scheduled Trading Day, the scheduled weekday closing time of such Exchange or

Related Exchange on such Scheduled Trading Day, without regard to after hours or any other trading outside of the regular trading session hours; and

“Scheduled Trading Day” in respect of the Reference Index or Successor Index to the Reference Index, or any Component thereof, any day on which the Exchange and any Related Exchange with respect to the Reference Index or Successor Index to the Reference Index or such Component, as applicable, is scheduled to be open for trading during its regular trading sessions.

Annex C Historical Data

The S&P 500 Daily Risk Control 10% USD Excess Return Index:

The following table sets forth the historical levels of the S&P 500 Daily Risk Control 10% USD Excess Return Index based on closing index levels observed from January 2008 to 10 October 2013. The closing index on the Trade Date was 126.205.

Period - usually January to December is used	High	Low
January 2013 to 24 October 2013	130.043	111.875
January 2012 to December 2012	112.053	101.713
January 2011 to December 2011	111.967	97.692
January 2010 to December 2010	104.828	92.364
January 2009 to December 2009	96.269	81.181
January 2008 to December 2008	99.448	83.512

Source: Bloomberg page SPXT10UE<Index>

The closing Index levels above were obtained from the Bloomberg page SPXT10UE<Index>. No representation or warranties are made as to the accuracy or completeness of the information obtained from Bloomberg via their website. The historical values of the Index should not be taken as an indication of future performance, and no assurance can be given as to the closing Index levels on any date relevant to the valuation of the Notes. No assurance can be made that the performance of the index will result in any positive return of the Notes.

The USD/BRL Rate

The following table summarises certain historical information regarding the USD/BRL foreign exchange rate (price of 1 USD in BRL) since January 2008. The USD/BRL foreign exchange rate on the Trade Date was 2.1804.

Period	High	Low
January 2013 to 24 October 2013	2.4543	1.9442
January 2012 to December 2012	2.1360	1.6958
January 2011 to December 2011	1.9055	1.5391
January 2010 to December 2010	1.8950	1.6530
January 2009 to December 2009	2.4473	1.6989

Period	High	Low
January 2008 to December 2008	2.5127	1.5600

Source: Bloomberg USDBRL <Crncy>