

Series No.: 7

Tranche No.: 1

**NORDIC INVESTMENT BANK
Australian and New Zealand Dollar Domestic
Medium Term Note Program**

Issue of

**AS\$300,000,000
6.00% Fixed Rate MTNs due 6 April 2015 (“MTNs”)**

**Rated AAA (Stable) by Standard & Poor’s
and Aaa (Stable) by Moody’s Investor Services**

This Pricing Supplement (as referred to in the Information Memorandum dated 14 March 2008 (“**Information Memorandum**”) and MTN Deed Poll dated 14 March 2008 (“**Deed Poll**”) in relation to the above Program) relates to the Tranche of MTNs referred to above.

The particulars to be specified in relation to such Tranche are as follows:

The Issuer is not a bank which is authorised under the Banking Act 1959 of Australia. The MTNs are not the obligations of any government and, in particular, are not guaranteed by the Commonwealth of Australia.

1	Description of Notes:	Australian Domestic MTNs
2	Issuer:	Nordic Investment Bank
3	Program Manager and Arranger:	Commonwealth Bank of Australia (ABN 48 123 123 124)
4	Lead Managers and Dealers:	The Hongkong and Shanghai Banking Corporation Limited (ABN 65 117 925 970) J.P. Morgan Australia Limited (ABN 52 002 888 011) Royal Bank of Canada (ABN 86 076 940 880)
5	Registrar and Calculation Agent:	BTA Institutional Services Australia Limited (ABN 48 002 916 396)
6	Type of Issue:	Underwritten
7	Currency:	
	– of Denomination	A\$
	– of Payment	A\$
8	Aggregate principal amount of Tranche:	A\$300,000,000

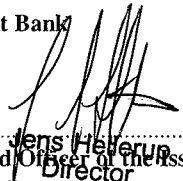
9	If interchangeable with existing Series:	Not applicable
10	Issue Date:	6 April 2010
11	Issue Price:	99.267%
12	Denomination:	A\$1,000, subject to the requirement that the amount payable by each person who subscribes for MTNs in Australia must be at least A\$500,000.
13	Definition of Business Day:	A day (other than a Saturday or Sunday) on which commercial banks and foreign exchange markets settle payments and are open for general banking business in Sydney.
14	Interest:	
	(a) If Interest bearing:	
	(i) Interest Rate:	6.00% per annum paid semi-annually in arrear
	(ii) Interest Amount	A\$30.00 per MTN of A\$1,000 denomination, payable on a semi-annual basis
	(iii) Interest Payment Dates:	6 October and 6 April of each year, commencing on 6 October 2010 and ending on the Maturity Date.
	(iv) Interest Period End Dates:	6 October and 6 April of each year, commencing on 6 October 2010 and ending on 6 April 2015.
	(v) Applicable Business Day Convention:	Following
	– for Interest Payment Dates:	As above
	– for Maturity Date:	As above
	– for Interest Period End Dates:	Not applicable
	– any other dates:	As above
	(vii) Day Count Fraction:	RBA Bond Basis
	(viii) Interest Commencement Date (if different from the Issue Date):	Not applicable
	(ix) Minimum Interest Rate:	Not applicable
	(x) Maximum Interest Rate:	Not applicable
	(xi) Issue Yield:	6.1725% semi-annual

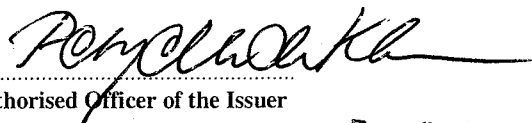
	(b) If non-interest bearing:	
	– Amortisation Yield:	Not applicable
15	Maturity Date:	6 April 2015
16	Maturity Redemption Amount:	Outstanding Principal Amount
17	Early Termination Amount:	Outstanding Principal Amount
18	Clearing Systems:	Austraclear / Euroclear / Clearstream
		<p>If accepted for admission to the respective system, interests in the MTNs may be held through Euroclear Bank S.A./N.V. as operator of the Euroclear System (“Euroclear”) or through Clearstream Banking, société anonyme (“Clearstream, Luxembourg”). In these circumstances, entitlements in respect of holdings of interests in the MTNs in Euroclear would be held in Austraclear System by a nominee of Euroclear (currently HSBC Custody Nominees (Australia) Limited) while entitlements in respect of holdings of interests in the MTNs in Clearstream, Luxembourg would be held in the Austraclear System by a nominee of Clearstream, Luxembourg (currently ANZ Nominees Limited).</p> <p>The rights of a holder of interests in the MTNs held through Euroclear or Clearstream, Luxembourg are subject to the respective rules and regulations for accountholders of Euroclear and Clearstream, Luxembourg, the terms and conditions of agreements between Euroclear and Clearstream, Luxembourg and their respective nominee and the rules and regulations of the Austraclear System.</p> <p>In addition any transfer of interests in the MTNs, which are held through Euroclear or Clearstream, Luxembourg will, to the extent such transfer will be recorded on the Austraclear System, be subject to the Corporations Act 2001 of Australia and the requirements for minimum consideration set out in the Conditions of the MTNs.</p> <p>The Issuer will not be responsible for the operation of the clearing arrangements, which is a matter for the clearing institutions, their nominees, their participants and the investors.</p>
19	Additional tax consequences:	Payments in respect of the MTNs will be made without gross-up for any present or future taxes, duties, assessments or governmental charges whatsoever.

- 20 Other Conditions: Not applicable
- 21 Address for notices (if necessary): Not applicable
- 22 Listing: Australian Securities Exchange (ASX Limited
(ABN 98 008 624 691))
- 23 ISIN: AU0000NIBHD4
- 24 Common Code: 049884915
- 25 Selling Restrictions: The Selling Restrictions are amended as set out in
the Schedule to this Pricing Supplement.
- 26 Additional Information: Not applicable

CONFIRMED

Nordic Investment Bank

By: 
Jens Høyerup
Authorised Officer of the Issuer
Director
Head of Funding and Investor Relations

By: 
Pernelle de Klauman
Authorised Officer of the Issuer
Senior Counsel

Date: 31 March 2010

SCHEDULE

Selling Restrictions

The Australian selling restriction set out on page 44 of the Information Memorandum is amended such that it further provides:

Australia

“Each Dealer has represented and agreed and each further Dealer appointed under the Program will be required to represent and agree that, unless the relevant Pricing Supplement (or another supplement to any Information Memorandum) otherwise provides, it has not made or invited, and will not make or invite, an offer of the MTNs for issue or sale in Australia (including an offer or invitation which is received by a person in Australia) to a “retail client” for the purposes of Chapter 7 of the Corporations Act.”

The New Zealand selling restriction set out on page 45 of the Information Memorandum is deleted and replaced with the following:

“New Zealand

Each Dealer represents and agrees, and each further Dealer appointed under the Program will be required to represent and agree, that:

- (a) it has not offered or sold, and will not offer or sell, directly or indirectly, any MTNs; and
- (b) it has not distributed and will not distribute, directly or indirectly, any offering materials or advertisement in relation to any offer of MTNs,

in each case in New Zealand unless :

- (i) the aggregate consideration payable is not less than NZ\$500,000 (disregarding any amount lent by the offeror or any associated person of the offeror); or
- (ii) the New Zealand MTNs are transferred to persons whose principal business is the investment of money or who in the course of and for the purposes of their business, habitually invest money within the meaning of the Securities Act 1978 of New Zealand or to eligible persons within the meaning of the Securities Act 1978 of New Zealand or in other circumstances where there is no contravention of the Securities Act 1978 of New Zealand.”

The United Kingdom selling restriction set out on page 46 of the Information Memorandum is deleted and replaced with the following:

“United Kingdom

Each Dealer has represented and agreed that:

- (a) it has complied and will comply with all applicable provisions of the Financial Services and Markets Act 2000 (“**FSMA**”) with respect to anything done by it in relation to any MTNs in, from or otherwise involving the United Kingdom;
- (b) in relation to such MTNs:
 - (i) it is a person whose ordinary activities involve acquiring, holding, managing or disposing of investments (as principal or agent) for the purposes of its business; and

- (ii) it has not offered or sold, and will not offer or sell, any MTNs other than to persons whose ordinary activities involve them in acquiring, holding, managing or disposing of investments (as principal or as agent) for the purposes of their businesses or who it is reasonable to expect will acquire, hold, manage or dispose of investments (as principal or agent) for the purposes of their businesses where the issue of the MTNs would otherwise constitute a contravention of section 19 of the FSMA by the Issuer; and
- (c) it has only communicated or caused to be communicated and will only communicate or cause to be communicated any invitation or inducement to engage in investment activity (within the meaning of section 21 of the FSMA) received by it in connection with the issue or sale of such MTNs in circumstances in which section 21(1) of the FSMA does not apply to the Issuer.”

The European Economic Area selling restriction set out on page 46 of the Information Memorandum is deleted and replaced with the following:

“European Economic Area

Unless otherwise stated in this “Selling Restrictions” section, in relation to each Member State of the European Economic Area (“**EEA State**”) which has implemented the Prospectus Directive (each, a “**Relevant EEA State**”), each Dealer has represented and agreed that with effect from and including the date on which the Prospectus Directive is implemented in that Relevant EEA State (the “**Relevant Implementation Date**”) it has not made and will not make an offer of MTNs which are the subject of the offering contemplated by this Information Memorandum in relation thereto to the public in that Relevant EEA State, except that it may, with effect from and including the Relevant Implementation Date, make an offer of such MTNs to the public in that Relevant EEA State:

- (a) at any time to legal entities which are authorised or regulated to operate in the financial markets or, if not so authorised or regulated, whose corporate purpose is solely to invest in securities;
- (b) at any time to any legal entity which has two or more of:
 - (i) an average of at least 250 employees during the last financial year;
 - (ii) a total balance sheet of more than €43,000,000; and
 - (iii) an annual net turnover of more than €50,000,000, as shown in its last annual or consolidated accounts;
- (c) at any time to fewer than 100 natural or legal persons (other than qualified investors as defined in the Prospectus Directive) subject to obtaining the prior consent of the relevant Dealer or Dealers nominated by the Issuer for any such offer;
- (d) at any time if the denomination per MTN being offered amounts to at least €50,000; or
- (e) at any time in any other circumstances falling within Article 3(2) of the Prospectus Directive,

provided that no such offer of MTNs referred to in (a) to (e) above shall require the Issuer or any Dealer to publish a prospectus pursuant to Article 3 of the Prospectus Directive or supplement a prospectus pursuant to Article 16 of the Prospectus Directive.

For the purposes of this provision, the expression an “**offer of Notes to the public**” in relation to any MTNs in any Relevant EEA State means the communication in any form and by any means of sufficient information on the terms of the offer and the MTNs to be offered so as to enable an investor to decide to purchase or subscribe the MTNs, as the same may be varied in that EEA State by any measure implementing the Prospectus Directive in that EEA State and the expression “**Prospectus Directive**” means Directive 2003/71/EC and includes any relevant implementing measure in each Relevant EEA State.”

The Hong Kong selling restriction set out on page 47 of the Information Memorandum is deleted and replaced with the following:

“Hong Kong

Each Dealer has represented and agreed that:

- (a) it has not offered or sold, and will not offer or sell, in Hong Kong by means of any document, any MTNs other than
 - (i) to “professional investors” as defined in the Securities and Futures Ordinance (Cap. 571) of Hong Kong (“**Securities and Futures Ordinance**”) and any rules made under that Ordinance, or
 - (ii) in other circumstances which do not result in the document being a “prospectus” as defined in the Companies Ordinance (Cap. 32) of Hong Kong or which do not constitute an offer to the public within the meaning of that Ordinance.
- (b) it has not issued or had in its possession for the purposes of issue, and will not issue or have in its possession for the purposes of issue, (in each case, whether in Hong Kong or elsewhere) any advertisement, invitation, or other offering material or other document relating to the MTNs, which is directed at, or the contents of which are likely to be accessed or read by, the public in Hong Kong (except if permitted to do so under the securities laws of Hong Kong) other than with respect to MTNs which are or are intended to be disposed of only to persons outside Hong Kong or only to “professional investors” within the meaning of the Securities and Futures Ordinance and any rules made under that Ordinance.”