

Series No.: 14

Tranche No.: 2

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

Issue of

**A\$125,000,000**

**3.50% Fixed Rate MTNs due 28 February 2018**

**(to be consolidated and form a single series with the Issuer's existing A\$400,000,000 3.50%  
Fixed Rate MTNs due 28 February 2018, issued on 28 February 2013)  
("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 30 September 2013 ("**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 terms and conditions of the MTNs ("**Conditions**") are as set out in the section entitled "Conditions of the MTNs" of the information memorandum dated 14 March 2008 (which apply in lieu of the terms and conditions set out on pages 21 to 41 of the Information Memorandum), as supplemented and amended by the Pricing Supplement. Such information memorandum is provided for the purposes of giving information in relation to the terms and conditions of the MTNs only. Any other information contained in that information memorandum is only accurate at 14 March 2008.

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 Manager and Dealer:	Standard Chartered Bank
5	Registrar and Calculation Agent:	Reserve Bank of Australia
6	Type of Issue:	Underwritten
7	Currency:	
	– of Denomination	Australian Dollars ("A\$")
	– of Payment	A\$

8	Aggregate principal amount of Tranche:	A\$125,000,000
9	If interchangeable with existing Series:	Yes, the MTNs are to be consolidated and form a single series with the Issuer's existing A\$400,000,000 3.50% Fixed Rate MTNs due 28 February 2018, issued on 28 February 2013
10	Issue Date:	12 February 2014
11	Issue Price:	100.935% which includes 1.598% on account of accrued interest for 168 days, from (and including) 28 August 2013 to (but excluding) 12 February 2014
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:	3.50% per annum paid semi-annually in arrear
	(ii) Interest Amount:	A\$17.50 per MTN of A\$1,000 denomination, payable on a semi-annual basis
	(iii) Interest Payment Dates:	28 February and 28 August of each year, commencing on 28 February 2014 and ending on the Maturity Date.
	(iv) Interest Period End Dates:	28 February and 28 August of each year, commencing on 28 February 2014 and ending on 28 February 2018.
	(v) Applicable Business Day Convention:	Following (Unadjusted)
	– 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, which means one divided by the number of Interest Payment Dates in a year (or where the Calculation Period does not constitute an Interest Period, the actual number of days in the Calculation Period divided by 365 (or, if any portion of the Calculation Period falls in a leap year, the sum of: <ul style="list-style-type: none"> <li>(a) the actual number of days in that portion of the Calculation Period falling in a leap year divided by 366; and</li> <li>(b) the actual number of days in that portion of the Calculation Period falling in a non-leap year divided by 365)).</li> </ul>
(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:	3.677% semi-annual
(b)	If non-interest bearing:	
	– Amortisation Yield:	Not applicable
15	Maturity Date:	28 February 2018
16	Maturity Redemption Amount:	Outstanding Principal Amount
17	Early Termination Amount:	Outstanding Principal Amount
18	Clearing Systems:	Austraclear / Euroclear / Clearstream, Luxembourg <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 (“<b>Euroclear</b>”) or through Clearstream Banking, société anonyme (“<b>Clearstream, Luxembourg</b>”). 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 JP Morgan Chase Bank N.A.).</p> <p>The rights of a holder of interests in the MTNs held through Euroclear or Clearstream, Luxembourg are</p>

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.

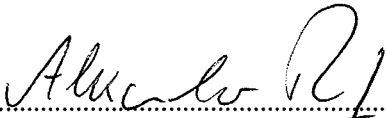
In addition any transfer of interests in the MTNs, which are held through Euroclear or Clearstream, Luxembourg will, to the extent such transfer will be recorded on the Austraclear System, be subject to the Corporations Act 2001 of Australia and the requirements for minimum consideration set out in the Conditions of the MTNs.

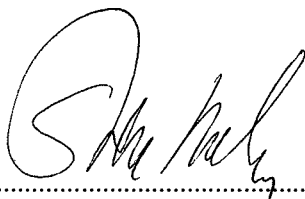
The Issuer will not be responsible for the operation of the clearing arrangements, which is a matter for the clearing institutions, their nominees, their participants and the investors.

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| 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 (operated by ASX Limited (ABN 98 008 624 691))  |
| 23 | ISIN:                               | AU0000NIBHH5   |
| 24 | Common Code:                        | 089604249  |
| 25 | Selling Restrictions:               | As set out in the Information Memorandum.  |
| 26 | Additional Information:             | Not applicable   |

**CONFIRMED**

**Nordic Investment Bank**

By:   
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**Authorised Officer of the Issuer**  
Alexander Ruf  
Senior Funding Manager  
Funding & Investor Relations  
NORDIC INVESTMENT BANK

By:   
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**Authorised Officer of the Issuer**  
Sten Holmberg  
Chief Counsel