

256392

## Pricing Supplement

EUROPEAN INVESTMENT BANK  
EURO 5,000,000,000  
Debt Issuance Programme

SERIES NO: 40  
TRANCHE NO: 1

ZAR 4,000,000,000 Zero Coupon Notes due 2018

### Issue Prices:

8.70 per cent. in respect of ZAR 2,000,000,000 principal amount of the Notes  
and 8.80 per cent. in respect of ZAR 2,000,000,000 principal amount of the Notes

**TD SECURITIES**  
Tradename of The Toronto-Dominion Bank

ABN AMRO

Caboto Holding SIM

Cassa di Risparmio Bologna S.p.A.

Commerzbank Aktiengesellschaft

Deutsche Bank AG London

DG BANK  
Deutsche Genossenschaftsbank

IMI Bank (Lux) S.A.

ING Barings

J. P. Morgan Securities Ltd.

Kredietbank International Group

Prudential-Bache Securities

Rabobank International

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The date of this Pricing Supplement is 29th April, 1998

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This Pricing Supplement, under which the Notes described herein (the "Notes") are issued, is supplemental to, and should be read in conjunction with, the Offering Circular (the "Offering Circular") dated 27th November, 1997 issued in relation to the EURO 5,000,000,000 Debt Issuance Programme of European Investment Bank. Terms defined in the Offering Circular have the same meaning in this Pricing Supplement. The Notes will be issued on the terms of this Pricing Supplement read together with the Offering Circular. EIB accepts responsibility for the information contained in this Pricing Supplement which, when read together with the Offering Circular, contains all information that is material in the context of the issue of the Notes.

This Pricing Supplement does not constitute, and may not be used for the purposes of, an offer of, or an invitation by or on behalf of anyone to subscribe or purchase any of the Notes.

Each Manager has represented and agreed that it has complied and will comply with all applicable provisions of the Financial Services Act 1986 with respect to anything done by it in relation to the Notes in, from or otherwise involving the United Kingdom.

Each Manager has represented and agreed that it has not offered or sold and will not offer or sell, directly or indirectly, any Notes in the Republic of South Africa or to persons resident in the Republic of South Africa except in accordance with South African Exchange Control Regulations 1961 (as amended), and in circumstances which would not constitute an offer to the public within the meaning of the South African Companies Act 1973 (as amended).

In connection with this issue, The Toronto-Dominion Bank may over-allot or effect transactions which stabilise or maintain the market price of the Notes at a level which might not otherwise prevail. Such stabilising, if commenced, may be discontinued at any time.

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The terms of the Notes and additional provisions relating to their issue are as follows:

**Provisions appearing on the face of the Notes**

1.	Series No:	40
2.	Tranche No:	1
3.	ISIN:	XS0086358628
4.	Currency:	South African Rand ("ZAR")
5.	Principal Amount of Tranche:	ZAR 4,000,000,000
6.	Issue Date:	30th April, 1998

**Provisions appearing on the back of the Notes**

7.	Form:	Bearer
8.	Denominations:	ZAR 5,000; ZAR 50,000; and ZAR 500,000
9.	Interest Commencement Date:	N/A
10.	Interest Rate (including after Maturity Date):	Zero Coupon
11.	Interest Payment Dates:	N/A
12.	Relevant Time (Floating Rate Notes):	N/A
13.	Interest Determination Date (Floating Rate Notes):	N/A
14.	Primary Source for Floating Rate (Floating Rate Notes):	N/A
15.	Reference Banks (Floating Rate Notes - if Primary Source is "Reference Banks"):	N/A
16.	Relevant Financial Centre (Floating Rate Notes):	N/A
17.	Benchmark (Floating Rate Notes):	N/A
18.	Representative Amount (Floating Rate Notes):	N/A
19.	Relevant Currency (Floating Rate Notes):	N/A
20.	Effective Date (Floating Rate Notes):	N/A
21.	Specified Duration (Floating Rate Notes):	N/A
22.	Margin (if applicable):	N/A
23.	Rate Multiplier (if applicable):	N/A

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24.	Maximum/Minimum Interest Rate (if applicable):	N/A
25.	Maximum/Minimum Instalment Amount (if applicable):	N/A
26.	Maximum/Minimum Redemption Amount (if applicable):	N/A
27.	Interest Amount (Fixed Rate Note or Variable Coupon Amount Note):	N/A
28.	Day Count Fraction:	30/360 for purposes of Condition 5(b)
29.	Interest Period Date(s) (if applicable):	N/A
30.	Redemption Amount (including early redemption):	Principal amount at final maturity. In the event of prepayment prior to maturity, an amortised amount will be payable.
31.	Maturity Date:	31st December, 2018
32.	Amortisation Yield (Zero Coupon Notes):	12.542 per cent.
33.	Terms of redemption at the option of EIB or description of any other EIB option (if applicable):	N/A
34.	EIB's Option Period (if applicable):	N/A
35.	Terms of redemption at the option of the Noteholders or description of any other Noteholders' option (if applicable):	N/A
36.	Noteholders' Option Period (if applicable):	N/A
37.	Instalment Date(s) (if applicable):	N/A
38.	Instalment Amount(s) (if applicable):	N/A
39.	Unmatured Coupons to become void upon early redemption:	N/A
40.	Talons to be attached to Notes and, if applicable, the number of Interest Payment Dates between the maturity of each Talon (if applicable):	N/A
41.	Business Day Jurisdictions for Condition 6(g) (jurisdictions required to be open for payment):	Johannesburg, Luxembourg and London.
42.	Details of any other additions or variations to the Conditions (if applicable):	Condition 5(b)(ii) shall be deleted and replaced by the following:  "(ii) Subject to the provisions of subparagraph (iii) below, the Amortised Face Amount of any such Note shall be an amount

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equal to the sum of 8.70 per cent. (the "Reference Price") and the product of the Amortisation Yield (compounded annually) being applied to the Reference Price from (and including) the Issue Date to (but excluding) the date fixed for redemption or (as the case may be) the date upon which such Note becomes due and repayable. Where such calculation is to be made for a period of less than a full year, it will be made on the basis of a 360 day year consisting of 12 months of 30 days each."

43. The Agents appointed in respect of the Notes are:

Citibank, N.A.  
336 Strand  
London WC2R 1HB

Banque Internationale à Luxembourg  
69, route d'Esch  
L-1470 Luxembourg

#### Provisions applicable to Global Notes

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| 44. | Notes to be represented on issue by:  | Temporary Global Note  |
| 45. | Applicable TEFRA exemption:   | N/A  |
| 46. | Temporary Global Note exchangeable for Definitive Notes:                              | Yes. Definitive Notes will be available not earlier than 40 days after the Issue Date. |
| 47. | Permanent Global Note exchangeable for Definitive Notes at the request of the holder: | N/A  |
| 48. | Permanent Global Notes exchangeable for Definitive Notes at the expense of:           | N/A  |
| 49. | Details of any variation to the exchange period for Registered Notes:                 | N/A  |

#### Provisions relating only to the sale and listing of the Notes

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|-----|---|---|
| 50. | Details of any additions or variations to the selling restrictions: | Each Manager has represented and agreed that it has complied and will comply with all applicable provisions of the Financial Services Act 1986 with respect to anything done by it in relation to the Notes in, from or otherwise involving the United Kingdom. |
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Each Manager has represented and agreed that it has not offered or sold and will not offer or sell, directly or indirectly, any Instruments in the Republic of South Africa or to persons resident in the Republic of South Africa except in accordance with South African Exchange Control Regulations 1961 (as amended), and in circumstances which would not constitute an offer to the public within the meaning of the South African Companies Act 1973 (as amended).

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| 51. | Listing:   | Luxembourg Stock Exchange  |
| 52. | Dealers' Commission:                                       | A total commission of 0.30 per cent. of the Principal Amount (being a combined management and underwriting commission of 0.10 per cent. and a selling concession of 0.20 per cent).  |
| 53. | Method of issue of Notes:                                  | Syndicated Issue   |
| 54. | The following Dealers are subscribing the Notes:           | <p>The Toronto-Dominion Bank<br/>         ABN AMRO Bank N.V.<br/>         Caboto Holding SIM S.p.A.<br/>         Cassa di Risparmio Bologna S.p.A.<br/>         Commerzbank Aktiengesellschaft<br/>         Coöperatieve Centrale Raiffeisen-<br/>         Boerenleenbank B.A.<br/>         Deutsche Bank AG London<br/>         DG BANK Deutsche Genossenschaftsbank<br/>         IMI Bank (Lux) S.A.<br/>         ING Bank N.V.<br/>         J. P. Morgan Securities Ltd.<br/>         Kredietbank N.V.<br/>         Prudential-Bache Securities (U.K.) Inc.<br/>         Société Générale</p> |
| 55. | Common Code:   | 8635862  |
| 56. | Sicovam to act as Central Depository:                      | No   |
| 57. | Governing Law:   | English law  |
| 58. | In the case of Notes listed on the Paris Stock Exchange:   |  |
|     | (a) the number of Notes to be issued in each Denomination: | N/A  |
|     | (b) Sicovam number (if any):                               | N/A  |
|     | (c) Paying agent in France:                                | N/A  |

- (d) (i) address in Paris where documents to  
be made available for inspection may  
be inspected: N/A
- (ii) list of such documents available for  
inspection: N/A
- (e) Specialist broker (French Franc Notes): N/A

**EUROPEAN INVESTMENT BANK**

By: J. C. BRESSON

By: L. THIRY

**DISTRIBUTION:**

**European Investment Bank ZAR 4,000,000,000  
Zero Coupon Notes due 31 December 2018**

<b>Fax Code Dial:</b>	<b>Syndication Member:</b>	<b>Attention:</b>
000	ABN AMRO Bank N.V.	Nicole Turpijn
102	Caboto Holding SIM S.p.A.	Raffaele Martino
104	CARISBO S.p.A. (Cassa di Risparmio in Bologna S.p.A)	Antonio Perini
021	Commerzbank AG	M Cronin
024	Coöperatieve Centrale Raiffeisen-Borenleenbank B.A.	F de Bruyn-Gibson
029	Deutsche Bank AG London	Jon Tickle
030	DG BANK Deutsche Genossenschaftsbank	Lohmann/Spatz
092	IMI Bank (Lux) S.A.	Alfred Gentile
038	ING Bank	Hans Schuitemaker
085	JP Morgan Securities Ltd.	Samantha Barwick
040	Kredietbank N.V.	J Suls
070	Prudential-Bache Securities (U.K.) Inc.	Paul McCormick
055	Société Générale Strauss Turnbull Securities Ltd.	C Bonhomme