

Final Terms dated February 27, 2012

International Bank for Reconstruction and Development

Issue of USD 50,000,000 Extendible Fixed Rate Notes due June 20, 2015

(Maturity Date Extendible at the Option of the Issuer)

under the

Global Debt Issuance Facility

Terms used herein shall be deemed to be defined as such for the purposes of the terms and conditions (the "**Conditions**") set forth in the Prospectus dated May 28, 2008. This document constitutes the Final Terms of the Notes described herein and must be read in conjunction with such Prospectus.

SUMMARY OF THE NOTES

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| 1. Issuer: | International Bank for Reconstruction and Development ("IBRD") |
| 2. (i) Series Number: | 4061 |
| (ii) Tranche Number: | 1 |
| 3. Specified Currency or Currencies (Condition 1(d)): | United States Dollar ("USD") |
| 4. Aggregate Nominal Amount: | |
| (i) Series: | USD 50,000,000 |
| (ii) Tranche: | USD 50,000,000 |
| 5. (i) Issue Price: | 100.00 per cent. of the Aggregate Nominal Amount |
| (ii) Net proceeds: | USD 49,931,000 |
| 6. Specified Denominations (Condition 1(b)): | USD 5,000 |
| 7. Issue Date: | 1 March 2012 |
| 8. Maturity Date (Condition 6(a)): | 20 June 2015 (" Initial Maturity Date ") subject to the Option of the Issuer to extend the Initial Maturity Date to 20 December 2017 (the " Final Maturity Date "), pursuant to the Issuer's Extension Option (further particulars specified below in Term 20) |
| 9. Initial Maturity Date: | 20 June 2015 |
| 10. Final Maturity Date: | 20 December 2017 |
| 11. Interest Basis (Condition 5): | Fixed Rate (further particulars specified below) |
| 12. Redemption/Payment Basis (Condition 6): | Redemption at par |
| 13. Change of Interest or Redemption/Payment Basis: | Not Applicable |
| 14. Call/Put Options (Condition 6): | Issuer's Extension Option (further particulars specified below in Term 20). |
| 15. Status of the Notes (Condition 3): | Unsecured and unsubordinated |
| 16. Listing: | Luxembourg Stock Exchange |

17. Method of distribution: Non-Syndicated

PROVISIONS RELATING TO INTEREST PAYABLE TO THE INITIAL MATURITY DATE

18. Fixed Rate Note Provisions (Condition 5(a)):

- (i) Rate of Interest: 0.92 per cent. per annum payable semi-annually in arrear
- (ii) Interest Payment Date(s): 20 June and 20 December in each year from and including 20 June 2012 to and including the Initial Maturity Date
- (iii) Fixed Coupon Amount: USD 23 per Specified Denomination
- (iv) Broken Amount(s): Initial broken amount of USD 13.93 per Specified Denomination, payable on 20 June 2012
- (v) Day Count Fraction (Condition 5(l)): 30/360
- (vi) Other terms relating to the method of calculating interest for Fixed Rate Notes: Not Applicable

PROVISIONS RELATING TO INTEREST (IF EXTENDED) PAYABLE TO THE FINAL MATURITY DATE

19. Fixed Rate Note Provisions (Condition 5(a)):

- (i) Rate of Interest: 1.95 per cent. per annum payable semi-annually in arrear
- (ii) Interest Payment Date(s): 20 June and 20 December in each year from and including 20 December 2015 to and including the Final Maturity Date
- (iii) Fixed Coupon Amount: USD 48.75 per Specified Denomination
- (iv) Broken Amount(s): Not Applicable
- (v) Day Count Fraction (Condition 5(l)): 30/360
- (vi) Other terms relating to the method of calculating interest for Fixed Rate Notes: Not Applicable

PROVISIONS RELATING TO REDEMPTION

20. Issuer's Extension Option: The Issuer may, at its option, on or before the Final Election Date (as defined below), extend the maturity of the Notes from the Initial Maturity Date to the Final Maturity Date, in whole and not in part, by giving notice to the Noteholders.

In no event shall the Maturity Date of the Notes be extended beyond the Final Maturity Date. If the Issuer exercises its Extension Option to extend the maturity of the Notes from the Initial Maturity Date to the Final Maturity Date in the manner described above, the Notes shall be finally redeemed at its Final Redemption Amount on the Final Maturity Date. If the Issuer does not exercise its Extension Option to extend the maturity of the Notes from the Initial Maturity Date to the Final Maturity Date in the manner described above, the Notes shall be finally redeemed at its Final Redemption Amount on the Initial Maturity Date

If and for so long as any Notes are listed on a stock exchange, all notices to Noteholders will be published in accordance with the rules of such stock exchange. If such Notes are listed on the Luxembourg Stock Exchange, such notices shall be published either on the website of the Luxembourg Stock Exchange (www.bourse.lu) or in a newspaper having general circulation in Luxembourg (which is expected to be the *Luxemburger Wort*).

21. Final Election Date: 15th London and New York Business Day prior to the Initial Maturity Date.
22. Final Redemption Amount of each Note (Condition 6): USD 5,000 per Specified Denomination
23. Early Redemption Amount (Condition 6(c)): As set out in the Conditions

GENERAL PROVISIONS APPLICABLE TO THE NOTES

24. Form of Notes (Condition 1(a)): Registered Notes:
Global Registered Certificate available on Issue Date
25. New Global Note: No
26. Financial Centre(s) or other special provisions relating to payment dates (Condition 7(h)): London and New York
27. Governing law (Condition 14): English
28. Other final terms: Not Applicable

DISTRIBUTION

29. (i) If syndicated, names of Managers and underwriting commitments: Not Applicable
- (ii) Stabilizing Manager(s) (if any): Not Applicable
30. If non-syndicated, name of Dealer: Skandinaviska Enskilda Banken AB (publ) settling through SEB Enskilda, Inc.
31. Total commission and concession: 0.138 per cent. of the Aggregate Nominal Amount
32. Additional selling restrictions: Not Applicable

OPERATIONAL INFORMATION

33. ISIN Code: US45905UKM52
34. Common Code: 075226365
35. CUSIP: 45905UKM5
36. Delivery: Delivery against payment
37. Registrar and Transfer Agent (if any): Citibank, N.A., London Branch
38. Intended to be held in a manner which would allow Eurosystem eligibility: No

GENERAL INFORMATION

IBRD's most recent Information Statement was issued on October 4, 2011.

SPECIAL ACCOUNT

An amount equal to the net proceeds of the issue of the Notes will be credited to a special account that will support IBRD's lending for Eligible Projects. So long as the Notes are outstanding and the special account has a positive balance, at the end of every fiscal quarter, funds will be deducted from the special account and added to IBRD's lending pool in an amount equal to all disbursements from that pool made during such quarter in respect of Eligible Projects.

ELIGIBLE PROJECTS

"**Eligible Projects**" means all projects funded, in whole or in part, by IBRD that promote the transition to low-carbon and climate resilient growth in the recipient country, as determined by IBRD. Eligible Projects may include projects that target (a) mitigation of climate change including investments in low-carbon and clean technology programs, such as energy efficiency and renewable energy programs and projects ("**Mitigation Projects**"), or (b) adaptation to climate change, including investments in climate-resilient growth ("**Adaptation Projects**").

Examples of Mitigation Projects include, without limitation:

- Rehabilitation of power plants and transmission facilities to reduce greenhouse gas emissions
- Solar and wind installations
- Funding for new technologies that permit significant reductions in GHG emissions
- Greater efficiency in transportation, including fuel switching and mass transport
- Waste management (methane emission) and construction of energy-efficient buildings
- Carbon reduction through reforestation and avoided deforestation

Examples of Adaptation Projects include, without limitation:

- Protection against flooding (including reforestation and watershed management)
- Food security improvement and stress-resilient agricultural systems which slow down deforestation
- Sustainable forest management and avoided deforestation

The above examples of Mitigation Projects and Adaptation Projects are for illustrative purposes only and no assurance can be provided that disbursements for projects with these specific characteristics will be made by IBRD during the term of the Notes.

LISTING APPLICATION

These Final Terms comprise the final terms required for the admission to the Official List of the Luxembourg Stock Exchange and to trading on the Luxembourg Stock Exchange's regulated market of the Notes described herein issued pursuant to the Global Debt Issuance Facility of International Bank for Reconstruction and Development.