

**Final Terms dated February 19, 2010**

**International Bank for Reconstruction and Development**

Issue of USD 10,000,000 Callable Zero Coupon Notes due February 23, 2040  
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**

- |   |  |
|---|--|
| 1. Issuer:  | International Bank for Reconstruction and Development (“ <b>IBRD</b> ”)  |
| 2. (i) Series Number:                                 | 3860   |
| (ii) Tranche Number:                                  | 1  |
| 3. Specified Currency or Currencies (Condition 1(d)): | United States Dollars (“ <b>USD</b> ”)   |
| 4. Aggregate Nominal Amount:                          |  |
| (i) Series:   | USD 10,000,000   |
| (ii) Tranche:   | USD 10,000,000   |
| 5. Issue Price:                                       | 100.00 per cent. of the Aggregate Nominal Amount   |
| 6. Specified Denominations (Condition 1(b)):          | USD 100,000  |
| 7. Issue Date:  | February 23, 2010  |
| 8. Maturity Date (Condition 6(a)):                    | February 23, 2040  |
| 9. Interest Basis (Condition 5):                      | Zero Coupon<br>(further particulars specified below)   |
| 10. Redemption/Payment Basis (Condition 6):           | 552.02239 per cent. of the Aggregate Nominal Amount<br>(which, for the avoidance of doubt, equates to USD 552,022.39 per Specified Denomination) |
| 11. Change of Interest or Redemption/Payment Basis:   | Not Applicable   |
| 12. Call/Put Options (Condition 6):                   | Call Option<br>(further particulars specified below)   |
| 13. Status of the Notes (Condition 3):                | Unsecured and unsubordinated   |
| 14. Listing:  | Luxembourg Stock Exchange  |
| 15. Method of distribution:                           | Non-syndicated   |

**PROVISIONS RELATING TO INTEREST (IF ANY) PAYABLE**

- |   |            |
|---|------------|
| 16. Zero Coupon Note Provisions (Condition 5(c)): | Applicable |
|---|------------|

- |  |                          |
|--|--------------------------|
| (i) Amortization Yield<br>(Condition 6(c)(ii)):                    | 5.86 per cent. per annum |
| (ii) Day Count Fraction<br>(Condition 5(l)):                       | 30/360                   |
| (iii) Any other formula/basis of<br>determining amount<br>payable: | Not Applicable           |

#### PROVISIONS RELATING TO REDEMPTION

- |   |   |
|---|---|
| 17. Call Option (Condition 6(d)):   | Applicable  |
| (i) Optional Redemption<br>Date(s):   | February 23 in each year from and including<br>February 23, 2011 to and including February 23, 2039   |
| (ii) Optional Redemption<br>Amount(s) of each Note<br>and method, if any, of<br>calculation of such<br>amount(s): | The Optional Redemption Amount for each Optional<br>Redemption Date is set out opposite such date in the table<br>below, expressed as a percentage of the Specified<br>Denomination, and payable on the applicable Optional<br>Redemption Date: |

|                                  |  |
|----------------------------------|--|
| <b>Optional Redemption Date:</b> | <b>Optional Redemption<br/>Amount expressed as<br/>a percentage of the<br/>Specified<br/>Denomination:</b> |
|----------------------------------|--|

|                   |                     |
|-------------------|---------------------|
| February 23, 2011 | 105.86000 per cent. |
| February 23, 2012 | 112.06340 per cent. |
| February 23, 2013 | 118.63031 per cent. |
| February 23, 2014 | 125.58205 per cent. |
| February 23, 2015 | 132.94116 per cent. |
| February 23, 2016 | 140.73151 per cent. |
| February 23, 2017 | 148.97837 per cent. |
| February 23, 2018 | 157.70851 per cent. |
| February 23, 2019 | 166.95022 per cent. |
| February 23, 2020 | 176.73351 per cent. |
| February 23, 2021 | 187.09009 per cent. |
| February 23, 2022 | 198.05357 per cent. |
| February 23, 2023 | 209.65951 per cent. |
| February 23, 2024 | 221.94556 per cent. |
| February 23, 2025 | 234.95157 per cent. |
| February 23, 2026 | 248.71973 per cent. |
| February 23, 2027 | 263.29470 per cent. |
| February 23, 2028 | 278.72377 per cent. |
| February 23, 2029 | 295.05699 per cent. |
| February 23, 2030 | 312.34733 per cent. |
| February 23, 2031 | 330.65088 per cent. |
| February 23, 2032 | 350.02702 per cent. |
| February 23, 2033 | 370.53861 per cent. |
| February 23, 2034 | 392.25217 per cent. |

|                   |                     |
|-------------------|---------------------|
| February 23, 2035 | 415.23814 per cent. |
| February 23, 2036 | 439.57110 per cent. |
| February 23, 2037 | 465.32997 per cent. |
| February 23, 2038 | 492.59830 per cent. |
| February 23, 2039 | 521.46456 per cent. |

- (iii) Notice period: 5 TARGET, London and New York Business Days prior to the relevant Optional Redemption Date
18. Final Redemption Amount of each Note (Condition 6): 552.02239 per cent. of the Aggregate Nominal Amount (which, for the avoidance of doubt, equates to USD 552,022.39 per Specified Denomination)
19. Early Redemption Amount (Condition 6(c)): As set out in the Conditions

#### **GENERAL PROVISIONS APPLICABLE TO THE NOTES**

20. Form of Notes (Condition 1(a)): Registered Notes:  
Global Registered Certificate available on Issue Date
21. New Global Note: Not applicable
22. Financial Centre(s) or other special provisions relating to payment dates (Condition 7(h)): London, New York and TARGET
23. Governing law (Condition 14): English
24. Other final terms: Not Applicable

#### **DISTRIBUTION**

25. (i) If syndicated, names of Managers and underwriting commitments: Not Applicable
- (ii) Stabilizing Manager(s) (if any): Not Applicable
26. If non-syndicated, name of Dealer: Société Générale  
Tours Société Générale  
17, cours Valmy  
92987 Paris-La Défense Cedex
27. Additional selling restrictions: Not Applicable

#### **OPERATIONAL INFORMATION**

28. ISIN Code: XS0485326838
29. Common Code: 048532683
30. Delivery: Delivery against payment
31. Registrar and Transfer Agent (if any): Citibank N.A., London Branch
32. Intended to be held in a manner which would allow Eurosystem eligibility: Not Applicable

Execution version

**GENERAL INFORMATION**

IBRD's most recent Information Statement was issued on September 28, 2009.

**RESPONSIBILITY**

IBRD accepts responsibility for the information contained in these Final Terms.

Signed on behalf of IBRD:

By: .....

Name:

Title:

Duly authorized