

Final Terms dated January 13, 2012
International Bank for Reconstruction and Development

Issue of USD 50,000,000 Callable Zero Coupon Notes due January 18, 2042
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: | 4050 |
| (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 per cent. of the Aggregate Nominal Amount |
| (ii) Net proceeds: | USD 50,000,000 |
| 6. Specified Denominations (Condition 1(b)): | USD 250,000 |
| 7. Issue Date: | January 18, 2012 |
| 8. Maturity Date (Condition 6(a)): | January 18, 2042 |
| 9. Interest Basis (Condition 5): | Zero Coupon
(further particulars specified below) |
| 10. Redemption/Payment Basis (Condition 6): | Each Note will be redeemed at its Optional Redemption Amount, its Early Redemption Amount or its Final Redemption Amount, as applicable. |
| 11. Change of Interest or Redemption/Payment Basis: | Not Applicable |
| 12. Call/Put Options (Condition 6): | Call Option
(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 (Condition 6(c)(ii)): 4.33 per cent. per annum

(ii) Day Count Fraction (Condition 5(l)): 30/360

(iii) Any other formula/basis of determining amount payable: Not Applicable

PROVISIONS RELATING TO REDEMPTION

17. Call Option (Condition 6(d)): Applicable

(i) Optional Redemption Date(s): As set out in Term 17(ii) below.

(ii) Optional Redemption Amount(s) of each Note and method, if any, of calculation of such amount(s): The Optional Redemption Amount for each Optional Redemption Date is set out opposite such date in the table below, expressed as a percentage of the Specified Denomination, and payable on the applicable Optional Redemption Date:

Optional Redemption Date	Optional Redemption Amount expressed as a percentage of the Specified Denomination
January 18, 2013	104.330000 per cent.
January 18, 2014	108.847489 per cent.
January 18, 2015	113.560585 per cent.
January 18, 2016	118.477759 per cent.
January 18, 2017	123.607846 per cent.
January 18, 2018	128.960065 per cent.
January 18, 2019	134.544036 per cent.
January 18, 2020	140.369793 per cent.
January 18, 2021	146.447805 per cent.
January 18, 2022	152.788995 per cent.
January 18, 2023	159.404758 per cent.
January 18, 2024	166.306984 per cent.
January 18, 2025	173.508077 per cent.
January 18, 2026	181.020977 per cent.
January 18, 2027	188.859185 per cent.
January 18, 2028	197.036787 per cent.
January 18, 2029	205.568480 per cent.
January 18, 2030	214.469596 per cent.
January 18, 2031	223.756129 per cent.

January 18, 2032	233.444769 per cent.
January 18, 2033	243.552928 per cent.
January 18, 2034	254.098770 per cent.
January 18, 2035	265.101247 per cent.
January 18, 2036	276.580130 per cent.
January 18, 2037	288.556050 per cent.
January 18, 2038	301.050527 per cent.
January 18, 2039	314.086015 per cent.
January 18, 2040	327.685939 per cent.
January 18, 2041	341.874741 per cent.

- (iii) Notice period: 5 Frankfurt, London and New York Business Days prior to the relevant Optional Redemption Date
18. Final Redemption Amount of each Note (Condition 6): 356.677917 per cent. of the Aggregate Nominal Amount (which for the avoidance of doubt equates to USD 891,694.7925 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: No
22. Financial Centre(s) or other special provisions relating to payment dates (Condition 7(h)): Frankfurt, London and New York
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: DZ BANK AG
Deutsche Zentral-Genossenschaftsbank, Frankfurt am Main
Platz der Republik
60265 Frankfurt am Main
Germany
27. Additional selling restrictions: Not Applicable

OPERATIONAL INFORMATION

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|---|-------------------------------|
| 28. ISIN Code: | XS0732567986 |
| 29. Common Code: | 073256798 |
| 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: | No |

GENERAL INFORMATION

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

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.

RESPONSIBILITY

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

Signed on behalf of IBRD:

By:

Name:

Title:

Duly authorized