

Final Terms dated January 26, 2012

International Bank for Reconstruction and Development

Issue of USD 273,000,000 Callable Zero Coupon Notes due January 31, 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

- | | |
|---|--|
| 1. Issuer: | International Bank for Reconstruction and Development (“ IBRD ”) |
| 2. (i) Series Number: | 4053 |
| (ii) Tranche Number: | 1 |
| 3. Specified Currency or Currencies (Condition 1(d)): | United States Dollar (“ USD ”) |
| 4. Aggregate Nominal Amount: | |
| (i) Series: | USD 273,000,000 |
| (ii) Tranche: | USD 273,000,000 |
| 5. (i) Issue Price: | 29.063189 per cent. of the Aggregate Nominal Amount |
| (ii) Net proceeds: | USD 79,342,505.23 |
| 6. Specified Denominations (Condition 1(b)): | USD 250,000 |
| 7. Issue Date: | January 31, 2012 |
| 8. Maturity Date (Condition 6(a)): | January 31, 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)): 4.205 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 31, 2013	30.285296 per cent.
January 31, 2014	31.558793 per cent.
January 31, 2015	32.885840 per cent.
January 31, 2016	34.268689 per cent.
January 31, 2017	35.709688 per cent.
January 31, 2018	37.211280 per cent.
January 31, 2019	38.776014 per cent.
January 31, 2020	40.406546 per cent.
January 31, 2021	42.105641 per cent.
January 31, 2022	43.876183 per cent.
January 31, 2023	45.721177 per cent.
January 31, 2024	47.643752 per cent.
January 31, 2025	49.647172 per cent.
January 31, 2026	51.734836 per cent.

January 31, 2027	53.910285 per cent.
January 31, 2028	56.177213 per cent.
January 31, 2029	58.539465 per cent.
January 31, 2030	61.001049 per cent.
January 31, 2031	63.566143 per cent.
January 31, 2032	66.239100 per cent.
January 31, 2033	69.024454 per cent.
January 31, 2034	71.926932 per cent.
January 31, 2035	74.951460 per cent.
January 31, 2036	78.103168 per cent.
January 31, 2037	81.387407 per cent.
January 31, 2038	84.809747 per cent.
January 31, 2039	88.375997 per cent.
January 31, 2040	92.092208 per cent.
January 31, 2041	95.964685 per cent.

- (iii) Notice period: 5 London, New York and TARGET Business Days prior to the relevant Optional Redemption Date
18. Final Redemption Amount of each Note (Condition 6): 100 per cent. of the Aggregate Nominal Amount (which for the avoidance of doubt equates to USD 250,000 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)): 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: 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

28. ISIN Code: XS0736513283
29. Common Code: 073651328
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