

Final Terms dated 4 December 2012

International Bank for Reconstruction and Development

Issue of U.S.\$ 113,900,000 Callable Zero Coupon Notes due 6 December 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: | 4123 |
| (ii) Tranche Number: | 1 |
| 3. Specified Currency or Currencies (Condition 1(d)): | United States dollars (“U.S.\$”) |
| 4. Aggregate Nominal Amount: | |
| (i) Series: | U.S.\$ 113,900,000 |
| (ii) Tranche: | U.S.\$ 113,900,000 |
| 5. (i) Issue Price: | 35.115342 per cent. of the Aggregate Nominal Amount |
| (ii) Net proceeds: | U.S.\$ 39.996,374.54 |
| 6. Specified Denominations (Condition 1(b)): | U.S.\$ 100,000 |
| 7. Issue Date: | 6 December 2012 |
| 8. Maturity Date (Condition 6(a)): | 6 December 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

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| 16. Zero Coupon Note Provisions (Condition 5(c)): | Applicable |
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| (i) | Amortization Yield
(Condition 6(c)(ii)): | 3.55 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

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| 17. | Call Option (Condition 6(d)): | Applicable |
| (i) | Optional Redemption
Date(s): | 6 December in each year, from and including 6 December 2013 to and including 6 December 2041. |
| (ii) | Optional Redemption
Amount(s) of each Note and
method, if any, of calculation
of such amount(s): | The Optional Redemption Amount per Specified Denomination 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
6 December 2013	36.361937 per cent.
6 December 2014	37.652785 per cent.
6 December 2015	38.989459 per cent.
6 December 2016	40.373585 per cent.
6 December 2017	41.806847 per cent.
6 December 2018	43.290990 per cent.
6 December 2019	44.827821 per cent.
6 December 2020	46.419208 per cent.
6 December 2021	48.067090 per cent.
6 December 2022	49.773472 per cent.
6 December 2023	51.540430 per cent.
6 December 2024	53.370115 per cent.
6 December 2025	55.264754 per cent.
6 December 2026	57.226653 per cent.
6 December 2027	59.258199 per cent.
6 December 2028	61.361866 per cent.
6 December 2029	63.540212 per cent.
6 December 2030	65.795889 per cent.
6 December 2031	68.131643 per cent.
6 December 2032	70.550317 per cent.

	6 December 2033	73.054853 per cent.
	6 December 2034	75.648300 per cent.
	6 December 2035	78.333815 per cent.
	6 December 2036	81.114665 per cent.
	6 December 2037	83.994236 per cent.
	6 December 2038	86.976031 per cent.
	6 December 2039	90.063680 per cent.
	6 December 2040	93.260941 per cent.
	6 December 2041	96.571704 per cent.
(iii) Notice period:	Not less than five London, TARGET and New York Business Days prior to the Optional Redemption Date	
18. Final Redemption Amount of each Note (Condition 6):	U.S.\$ 100,000 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, TARGET 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:	Société Générale Tour Société Générale 17 Cours Valmy 92987, Paris-La Défense Cedex France
27. Additional selling restrictions:	Not Applicable

OPERATIONAL INFORMATION

28. ISIN Code:	XS0860926897
29. Common Code:	086092689
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 September 19, 2012.

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