

Decrease in Fixed Spread for IBRD Flexible Loans

As of 12:01 a.m. July 27, 2017, Washington D.C. time the fixed spread over LIBOR (or EURIBOR) will **decrease for new IBRD Flexible Loans (IFLs) for all maturities and all currencies.** The fixed spreads shown in the table below will apply to **all fixed spread loans signed on or after July 28, 2017**, local time at the place of signing.

	For IFL Fixed Spread Loans Signed On or After July 28, 2017					
	Less than 8 Years*	Greater than 8 to 10 Years*	Greater than 10 to 12 Years*	Greater than 12 to 15 Years*	Greater than 15 to 18 Years*	Greater than 18 Years*
Contractual Spread	+0.50%	+0.50%	+0.50%	+0.50%	+0.50%	+0.50%
Maturity Premium	-	+0.10%	+0.20%	+0.30%	+0.40%	+0.50%
Market Risk Premium	+0.10%	+0.10%	+0.10%	+0.10%	+0.15%	+0.15%
Projected Funding Cost	+ 0.10%	+ 0.20%	+ 0.20%	+ 0.30%	+ 0.35%	+ 0.35%
USD Lending Rate	LIBOR + 0.70%	LIBOR + 0.90%	LIBOR + 1.00%	LIBOR + 1.20%	LIBOR + 1.40%	LIBOR + 1.50%
Change from previous pricing	-0.05%	-0.10%	-0.10%	-0.10%	-0.15%	-0.15%
EUR Lending Rate**	EURIBOR + 0.55%	EURIBOR + 0.75%	EURIBOR + 0.85%	EURIBOR + 1.05%	EURIBOR + 1.25%	EURIBOR + 1.35%
JPY Lending Rate**	LIBOR + 0.35%	LIBOR + 0.55%	LIBOR + 0.65%	LIBOR + 0.85%	LIBOR + 1.05%	LIBOR + 1.15%
GBP Lending Rate**	LIBOR + 0.65%	LIBOR + 0.85%	LIBOR + 0.95%	LIBOR + 1.15%	LIBOR + 1.35%	LIBOR + 1.45%

* As measured by average repayment maturity of the loan at commitment.

** A basis swap adjustment of -0.15% is applicable to EUR fixed spread, -0.35% is applicable to the JPY fixed spread, and -0.05% is applicable to GBP fixed spread.

The decrease in the fixed spread is the result of a decrease in IBRD's projected funding cost, which Bank management reviews at least quarterly to ensure that it reflects evolving, underlying market conditions.

Up-to-date lending rates are available on: <http://treasury.worldbank.org/bdm/htm/ibrd.html>

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