GLOBAL DEBT ISSUANCE FACILITY

No. 2422

US$45,615,000
Callable Variable Interest Rate Range Notes
due November 7, 2014

Morgan Stanley

The date of this Pricing Supplement is November 5, 2002
This document ("Pricing Supplement") is issued to give details of an issue by International Bank for Reconstruction and Development (the "Bank") under its Global Debt Issuance Facility.

This Pricing Supplement supplements the terms and conditions in, and incorporates by reference, the Prospectus dated October 7, 1997, and all documents incorporated by reference therein (the "Prospectus"), and should be read in conjunction with the Prospectus. Unless otherwise defined in this Pricing Supplement, terms used herein have the same meaning as in the Prospectus.

Terms and Conditions

The following items under this heading "Terms and Conditions" are the particular terms which relate to the issue the subject of this Pricing Supplement. These are the only terms which form part of the form of Notes for such issue:

1. No.: 2422
2. Aggregate Principal Amount: US$45,615,000.
3. Issue Price: 100.00 per cent. of the Aggregate Principal Amount.
4. Issue Date: November 7, 2002.
5. Form of Notes (Condition 1(a)): Registered Notes only.
6. Authorized Denominations (Condition 1(b)): Minimum denomination of US$1,000.
7. Specified Currency (Condition 1(d)): United States dollars ("US$").
8. Maturity Date (Conditions 1(a) and 6(a)): November 7, 2014.
9. Interest Basis (Condition 5): Variable Interest Rate (Condition 5(II)).
10. Basis of Calculation of Variable Interest Rate and Interest Payment Dates and default interest where Condition 5(II)(b)(i) to (vii), 5(II)(c), 5(II)(d) and 5(II)(e) do not apply (Conditions 5(II)(b)):

(a) Calculation of Interest Amounts: The Interest Amount per Authorized Denomination shall be determined by the Calculation Agent in accordance with the following formula:

\[ 7.00\% \times \frac{N}{2 \times M} \times \text{Authorized Denomination} \]

Where:

"N" is the total number of days in respect of each relevant Interest Period on which the Reference Rate is greater than zero per cent. and less than or equal to 7.00 per cent. as determined by the Calculation Agent

"M" is the total number of days in the relevant Interest Period, as determined by the
Calculation Agent

“Reference Rate” for any day in the Interest Period means 6 month US$ LIBOR, being the rate for deposits in US$ for a period of six months which appears on the Moneyline/Telerate Page 3750 (or such other page that may replace that page on that service or a successor service) at 11.00 a.m. London time on the fifth Relevant Business Day prior to such day.

If such rate does not appear at the time and day designated above in respect of any day in the Interest Period, the Calculation Agent shall determine the Relevant Rate by requesting the principal London office of each of four major banks in the London interbank market (the “Reference Banks”) to provide a quotation for the rate at which deposits in US$ dollars were offered to prime banks in the London interbank market for a period of 6 months at approximately 11:00 a.m. London time on the fifth Relevant Business Day prior to such day. If at least two such quotations are provided, the Relevant Rate will be the arithmetic mean of the quotations.

If only one such quotation is provided, the Calculation Agent may determine that such quotation shall be the Relevant Rate. If no such quotations are provided, and the Calculation Agent determines in its sole discretion that no suitable replacement Reference Banks who are prepared to quote are available, the Calculation Agent shall be entitled to calculate the Relevant Rate in its sole discretion, acting in good faith and in a commercially reasonable manner.

(b) Interest Payment Dates: November 7 and May 7 of each year commencing on May 7, 2003 and ending on the Maturity Date

11 Relevant Financial Centre: New York.


13 Issuer’s Optional Redemption (Condition 6(e)): Yes.

(a) Notice Period: Not less than 5 Relevant Business Days.
(b) Amount: All and not less than all.

(c) Date(s): Each Interest Payment Date commencing on November 7, 2003 and ending on May 7, 2014.

(d) Early Redemption Amount (Bank): Principal amount of the Notes to be redeemed.

(e) Notices: As long as the Notes are represented by a DTC Global Note and the DTC Global Note is being held on behalf of a clearing system, notwithstanding Condition 13, notices to Noteholders may be given by delivery of the relevant notice to that clearing system for communication by it to entitled accountholders, provided that so long as the Notes are listed on the Luxembourg Stock Exchange, and the rules of the exchange so require, notice shall be published in a leading daily newspaper in either French or German language and of general circulation in Luxembourg.

Any notice delivered to a clearing system in accordance with the preceding sentence shall be deemed to have been given to the Noteholders on the day on which such notice is delivered to the clearing system.

14 Redemption at the option of the Noteholders (Condition 6(f)): No.

15 Long Maturity Note (Condition 7(f)): No.

16 Talons for Future Coupons to be attached to Definitive Bearer Notes (Condition 7(h)): No.

17 Early Redemption Amount (including accrued interest, if applicable) (Condition 9): Principal amount of the Notes to be redeemed plus accrued interest thereon.

18 Governing Law of the Notes: English

Other Relevant Terms


20 Details of Clearance System approved by the Bank and the Global Agent and Clearance and Settlement Procedures: DTC, Clearstream Banking, société anonyme and Euroclear Bank S.A./N.V., as operator of the Euroclear System. Payment for the Notes will be on a delivery versus payment basis
will be on a delivery versus payment basis.

21 Syndicated: No.

22 Commissions and Concessions: None.

23 Codes:
   (a) CUSIP 99E999CH0
   (b) ISIN US45905UCK88
   (c) Common Code 015691450

24 Identity of Dealer(s)/Manager(s): Morgan Stanley & Co. International Limited.

25 Provisions for Registered Notes:
   (a) Individual Definitive Registered Notes Available on Issue Date: No. Interests in the DTC Global Note will be exchangeable for definitive Registered Notes only in the limited circumstances described in the Prospectus.
   (b) DTC Global Note(s): Yes; one.
   (c) Other Registered Global Notes: No.

General Information and Recent Developments

The Bank's latest Information Statement was issued on September 17, 2002.

Under new procedures approved by the Executive Directors, the Bank will conduct quarterly reviews of the credit quality of its loan portfolio and determine if any changes in the Accumulated Loan Loss Provision are warranted. After completing the review for the quarter ended September 30, 2002, the Bank has determined that an additional provisioning charge of approximately $249 million will be taken for the quarter. This determination reflects the current assessment of the overall credit quality of the loan portfolio, and it does not reflect any increase in the volume of non-performing loans. For the fiscal year ended June 30, 2002, the Bank's accumulated provision for loan losses was $4.078 billion, constituting about 3.3 per cent. of its loans outstanding plus the present value of its exposure under guarantees, and its equity capital to loans ratio was approximately 23 per cent.

The following additional selling restrictions shall apply to the issue:

United Kingdom: Each Dealer is required to comply with all applicable provisions of the Financial Services and Markets Act 2000 with respect to anything done by it in relation to the Notes in, from or otherwise involving the United Kingdom.
INTERNATIONAL BANK FOR RECONSTRUCTION AND DEVELOPMENT.

By:

Authorized Officer.
INTERNATIONAL BANK FOR RECONSTRUCTION AND DEVELOPMENT
1818 H Street, NW
Washington, D.C. 20433

GLOBAL AGENT

Citibank, N.A.
P.O. Box 18055
5 Carmelite Street
London EC4Y 0PA

CALCULATION AGENT

Citibank, N.A.
P.O. Box 18055
5 Carmelite Street
London EC4Y 0PA

LISTING AND SPECIAL AGENT AND PAYING AGENT

BNP Paribas Securities Services
23, Avenue de la Porte-Neuve
L-2085 Luxembourg

LEGAL ADVISERS TO THE MANAGER

Linklaters
One Silk Street
London EC2Y 8HQ