Final Terms dated 22 June 2010

International Bank for Reconstruction and Development

Issue of USD 10,000,000 Zero Coupon Callable Notes due 25 June 2040

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 June 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: 3896
(ii) Tranche Number: 1
3. Specified Currency or Currencies (Condition 1(d)): United States Dollars (“USD”)
4. Aggregate Nominal Amount:
   (i) Series: USD 10,000,000
   (ii) Tranche: USD 10,000,000
5. (i) Issue Price: 100.00 per cent. of the Aggregate Nominal Amount
   (ii) Net proceeds: USD 10,000,000
6. Specified Denominations (Condition 1(b)): USD 100,000
7. Issue Date: 25 June, 2010
8. Maturity Date (Condition 6(a)): 25 June, 2040
9. Interest Basis (Condition 5): Zero Coupon (further particulars specified below in Term 16)
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 in Term 17)
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)): 9.45 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): 25 June in each year, from and including 25 June 2011, to
               and including 25 June 2039

   (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 | Amount expressed as a percentage of the Specified Denomination |
       |--------------------------|---------------------------------------------------------------|
       | June 25, 2011            | 109.45 per cent                                               |
       | June 25, 2012            | 118.90 per cent                                               |
       | June 25, 2013            | 128.35 per cent                                               |
       | June 25, 2014            | 137.80 per cent                                               |
       | June 25, 2015            | 147.25 per cent                                               |
       | June 25, 2016            | 156.70 per cent                                               |
       | June 25, 2017            | 166.15 per cent                                               |
       | June 25, 2018            | 175.60 per cent                                               |
       | June 25, 2019            | 185.05 per cent                                               |
       | June 25, 2020            | 194.50 per cent                                               |
       | June 25, 2021            | 203.95 per cent                                               |
       | June 25, 2022            | 213.40 per cent                                               |
       | June 25, 2023            | 222.85 per cent                                               |
       | June 25, 2024            | 232.30 per cent                                               |
       | June 25, 2025            | 241.75 per cent                                               |
       | June 25, 2026            | 251.20 per cent                                               |
       | June 25, 2027            | 260.65 per cent                                               |
       | June 25, 2028            | 270.10 per cent                                               |
       | June 25, 2029            | 279.55 per cent                                               |
       | June 25, 2030            | 289.00 per cent                                               |
       | June 25, 2031            | 298.45 per cent                                               |
       | June 25, 2032            | 307.90 per cent                                               |
       | June 25, 2033            | 317.35 per cent                                               |
June 25, 2034  326.80 per cent
June 25, 2035  336.25 per cent
June 25, 2036  345.70 per cent
June 25, 2037  355.15 per cent
June 25, 2038  364.60 per cent
June 25, 2039  374.05 per cent

(iii) Notice period: Not less than five (5) London and New York Business Days prior to the relevant Optional Redemption Date

18. Final Redemption Amount of each Note (Condition 6): 383.50 per cent. of the Aggregate Nominal Amount (which, for the avoidance of doubt, equates to USD 383,500 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 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: Banco Bilbao Vizcaya Argentaria, S.A.

27. Total commission and concession: Not Applicable

28. Additional selling restrictions: Not Applicable

OPERATIONAL INFORMATION

29. ISIN Code: XS0518629026
30. Common Code: 051862902

31. Any clearing system(s) other than Euroclear Bank S.A./N.V., Clearstream Banking, société anonyme and The Depository Trust Company and the relevant identification number(s):
   Not Applicable

32. Delivery: Delivery against payment
33. Registrar and Transfer Agent (if any):
   Citibank N.A., London Branch

34. Intended to be held in a manner which would allow Eurosystem eligibility: Not Applicable

GENERAL INFORMATION
   IBRD’s most recent Information Statement was issued on September 28, 2009

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