

Pricing Supplement



International Bank for Reconstruction and Development

Global Debt Issuance Facility

No. 1853

COP 100,000,000,000 8.50 per cent. Notes due November 8, 2010
payable in United States Dollars

JPMorgan

The date of this Pricing Supplement is November 5, 2007

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: 1853
2. Aggregate Principal Amount: COP 100,000,000,000
3. Issue Price: 98.74 per cent. of the Aggregate Principal Amount
4. Issue Date: November 8, 2007
5. Form of Notes (Condition 1(a)): Registered Notes only
6. Authorized Denominations (Condition 1(b)): COP 1,000,000
7. Specified Currency (Condition 1(d)): The lawful currency of Colombia, the Colombian Peso ("**COP**") provided that all payments in respect of the Notes will be made in United States Dollars ("**USD**")
8. Specified Principal Payment Currency (Conditions 1(d) and 7(i)): USD
9. Specified Interest Payment Currency (Conditions 1(d) and 7(i)): USD
10. Maturity Date: November 8, 2010
11. Interest Basis (Condition 5): Fixed Interest Rate (see paragraph 12 below)
12. Fixed Interest Rate (Condition 5(I)): Condition 5(I), as amended and supplemented below, shall apply to the Notes. The bases of Calculation of the Interest Amount, Interest Payment Dates and default interest are as set forth below.
 - (a) Interest Rate: 8.50 per cent. per annum
The Calculation Agent will calculate the amount of interest (the "Interest Amount") per Authorized Denomination for the relevant Interest Period, payable in USD, by applying the following formula:-
Authorized Denomination *multiplied by* Fixed

Interest Rate *multiplied by* Fixed Rate Day Count Fraction *multiplied by* (1 *divided by* COP Rate_{VD})

where "COP Rate_{VD}" is the COP Rate for the Relevant Valuation Date (all as defined below)

- (b) Fixed Rate Interest Payment Date(s): November 8, 2008, November 8, 2009 and November 8, 2010
- (c) Fixed Rate Day Count Fraction: Actual/Actual (ICMA). For the avoidance of doubt, Actual/Actual (ICMA) refers to a fraction equal to "number of days accrued/number of days in year" as such terms are used in Rule 251 of the statutes, by-laws, rules and recommendations of the International Capital Markets Association (the "ICMA Rule Book") calculated in accordance with Rule 251 of the ICMA Rule Book as applied to non US dollar denominated straight and convertible notes issued after 31 December 1998.
13. Relevant Financial Centre: Bogota and New York City
14. Relevant Business Days: London, Bogota, New York City
15. Redemption Amount (if other than Principal Amount) (Condition 6(a)): The Redemption Amount per Authorized Denomination will be payable in USD and determined by the Calculation Agent as follows, on the Rate Fixing Date prior to the Maturity Date:
- Authorized Denomination multiplied by (1 *divided by* COP Rate) and rounded down to the nearest cent.
- Where:
- "**Calculation Agent**" means Citibank, N.A.
- "**COP Rate**" means the Colombian Peso/U.S. Dollar fixing rate, expressed as the amount of Colombian Pesos per one U.S. Dollar, for settlement on the same day, as reported by the Colombian Banking Superintendency (the "CBS") (or any successor entity designated by the government to replace the CBS) which appears on the Reuters Screen CO/COL03 Page opposite the caption "TCRM" ("Tasa de Cierre Representativa del Mercado") below the heading "Hoy" at approximately 12:00 noon, Bogota time, on the first Bogota Business Day following the Relevant Valuation Date or such other page as may replace such Reuters Screen CO/COL03 Page for the purposes of displaying the COP/USD fixing rate reported by the CBS (or any successor entity designated by the

government to replace the CBS) at approximately 12:00 noon, Bogota time, on the first Bogota Business Day following the Relevant Valuation Date as determined by the Calculation Agent.

If the COP Rate is not reported by the CBS with regard to the Relevant Valuation Date or the COP Rate does not appear on the Reuters Screen identified above on the date and time set forth above in respect of the Relevant Valuation Date then the COP Rate in respect of the Relevant Valuation Date shall be determined by the Calculation Agent in accordance with the provisions of the following paragraph.

The Calculation Agent will select in its sole discretion 4 leading dealers in the COP/USD foreign exchange market and will request the Specified Office of each of such dealers to provide a quotation of what the COP Rate would have been had it been published, reported or available for the Relevant Valuation Date, based on each such dealer's experience in the foreign exchange market for COP and general activity in such market on the Relevant Valuation Date. The quotations used to determine the COP Rate for the Relevant Valuation Date will be determined in each case for the Relevant Valuation Date, and will be requested on the first Bogota Business Day following the Relevant Valuation Date as soon as it is determined that it is impossible to obtain the COP Rate in the manner referenced in the first sentence of the prior paragraph. If four quotations are provided, the COP Rate in respect of the Relevant Valuation Date will be the arithmetic mean of the quotations obtained from the dealers, without regard to the quotations having the highest and lowest value. For this purpose, if more than one quotation has the same highest value or lowest value, then only one of such quotations shall be disregarded. If two or three quotations are provided, the COP Rate in respect of the Relevant Valuation Date will be the arithmetic mean of the quotations provided. If fewer than two quotations are provided, the Calculation Agent shall determine the COP Rate in respect of the Relevant Valuation Date in its sole discretion, acting in good faith and in a commercially reasonable manner, having taken into account relevant market practice.

“**Relevant Valuation Date**” means the date two Relevant Business Days prior to each Fixed Rate Interest Payment Date and the Maturity Date.

“**Specified Office**” means with respect to a specified dealer the office or branch of the dealer located in any major market for the purchase and sale of COP and USD outside of Colombia, as selected by the Calculation Agent.

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| 16. | Issuer's Optional Redemption (Condition 6(e)): | No |
| 17. | Redemption at the option of the Noteholders (Condition 6(f)): | No |
| 18. | Long Maturity Note (Condition 7(f)): | No |
| 19. | Unmatured Coupons Void: | No |
| 20. | Talons for future coupons to be attached to the Definitive Bearer Notes (Condition 7(h)): | No |
| 21. | Early Redemption Amount (including accrued interest, if applicable) (Condition 9): | The Redemption Amount as determined in accordance with Term 15 above plus accrued interest payable in USD. |
| 22. | Prescription (Condition 8): | |
| | (a) Principal: | 10 years |
| | (b) Interest: | 5 years |
| 23. | Governing Law of the Notes: | English |

Other Relevant Terms

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| 1. | Listing (if yes, specify Stock Exchange): | Yes - Luxembourg Stock Exchange |
| 2. | Details of Clearance System approved by the Bank and the Global Agent and Clearance and Settlement Procedures: | Clearstream Banking, <i>société anonyme</i> and Euroclear Bank S.A./N.V.. Payment for the Notes will be on a payment versus delivery basis. |
| 3. | Syndicated: | No |
| 5. | Commissions and Concessions: | Not Applicable |
| 6. | Codes: | |
| | (a) ISIN: | XS0329765068 |
| | (b) Common Code: | 032976506 |
| 7. | Identity of Dealer: | J.P. Morgan Securities Ltd. |
| 8. | Provisions for Registered Notes: | |
| | (a) Individual Definitive Registered Notes available: | No |
| | (b) DTC Global Note(s): | No |

- (c) Other Registered Global Notes: Yes, one
9. Other Address at which Bank Information available: None

General Information

The Bank's latest Information Statement was issued on 14 September 2007.

CERTAIN UNITED STATES FEDERAL INCOME TAX CONSEQUENCES

United States Internal Revenue Service Circular 230 Notice: To ensure compliance with Internal Revenue Service Circular 230, prospective investors are hereby notified that: (a) any discussion of U.S. federal tax issues contained or referred to in this Pricing Supplement, the Prospectus or any other document referred to herein is not intended or written to be used, and cannot be used by prospective investors for the purpose of avoiding penalties that may be imposed on them under the United States Internal Revenue Code; (b) such discussions are written for use in connection with the promotion or marketing of the transactions or matters addressed herein; and (c) prospective investors should seek advice based on their particular circumstances from an independent tax advisor.

This summary supplements, and to the extent inconsistent therewith, supersedes the summary entitled "Tax Matters" in the Prospectus.

Under the provisions of the Jobs and Growth Tax Relief Reconciliation Act of 2003 ("JAGTRRA"), a capital gain of a noncorporate United States Holder that is recognised before 1 January 2009 is generally taxed at a maximum rate of 15% for property that is held more than one year. Holders should consult their tax advisors with respect to the provisions of JAGTRRA.

The following additional selling restrictions apply to the issue:

1. United Kingdom: The Dealer has represented and agreed that it has complied and will 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.
2. Japan: The Notes have not been and will not be registered under the Financial Instruments and Exchange Law of Japan (the "**Financial Instruments and Exchange Law**") and the Dealer has represented and agreed that it is purchasing Notes as principal and that in connection with the offering of the Notes, it will not offer or sell any Notes, directly or indirectly, in Japan or to, or for the benefit of, any resident of Japan (which term as used herein means any person resident in Japan, including any corporation or other entity organised under the laws of Japan), or to others for re-offering or resale, directly or indirectly, in Japan or to a resident of Japan except pursuant to an exemption from the registration requirements of, or otherwise in compliance with the Financial Instruments and Exchange Law and any applicable laws and regulations of

Japan and furthermore undertakes that any securities dealer to whom it sells any Notes will agree that it is purchasing the Notes as principal and that it will not offer or sell any Note, directly or indirectly, in Japan or to or for the benefit of any residents of Japan (except as aforesaid)

3. Colombia:

This Pricing Supplement does not constitute and may not be used for, or in connection with a public offer as such procedure is defined under the laws of the Republic of Colombia, and shall be valid in Colombia only to the extent permitted by Colombian law. The Dealer has represented and agreed that the Notes have not been, and will not be registered at the National Register of Securities and Issuers (*Registro Nacional de Valores y Emisores*) managed by the Finance Superintendence of Colombia (*Superintendencia Financiera de Colombia*) and that the Notes will not be offered under a public offering of securities in Colombia and may only be exchanged within the territory of the Republic of Colombia to the extent permitted by applicable law, accordingly, the offering has not been, and will not be authorised by the Finance Superintendence of Colombia.

INTERNATIONAL BANK FOR RECONSTRUCTION AND DEVELOPMENT

By:

Authorized Officer

**INTERNATIONAL BANK FOR
RECONSTRUCTION AND DEVELOPMENT**

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