

PRICING SUPPLEMENT

**INTERNATIONAL BANK FOR
RECONSTRUCTION AND DEVELOPMENT**

Global Debt Issuance Facility

No. 783-2

U.S.\$500,000,000

5.50 per cent. Notes due April 19, 2006

**to be consolidated and form a single series with
U.S.\$500,000,000 5.50 per cent. Notes due April 19,
2006 which were issued on April 19, 1999**

Barclays Capital

Nomura International

The date of this Pricing Supplement is July 25, 2001

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.: | 783-2 |
| 2 | Aggregate Principal Amount: | U.S.\$500,000,000 Subject to paragraph 8(a) under "Other Relevant Terms", below the Notes will be fungible and form a single issue with the Bank's existing U.S.\$500,000,000 5.50 per cent. Notes due 2006 (the "Original Notes"). |
| 3 | Issue Price: | 100.58 per cent. of the Aggregate Principal Amount plus U.S.\$7,715,277.78 accrued interest on the Aggregate Principal Amount |
| 4 | Issue (Settlement) Date: | July 30, 2001 |
| 5 | Form of Notes (Condition 1(a)): | Bearer Notes only |
| 6 | Authorized Denominations (Condition 1(b)): | U.S.\$1,000, U.S.\$10,000 and U.S.\$100,000 |
| 7 | Specified Currency (Condition 1(d)): | United States dollars ("U.S.\$") |
| 8 | Maturity Date (Conditions 1(a) and 6(a)): | April 19, 2006 |
| 9 | Interest Basis (Condition 5): | Fixed Interest Rate (Condition 5(I)) |
| 10 | Fixed Interest Rate (Condition 5(I)): | |
| | (a) Interest Rate: | 5.50 per cent. per annum |
| | (b) Fixed Rate Interest Payment Dates: | April 19, in each year commencing on April 19, 2002 and ending on April 19 2006 |
| 11 | Relevant Financial Centre: | New York |
| 12 | Relevant Business Day: | London and New York |
| 13 | Issuer's Optional Redemption (Condition 6(e)): | No |

| | | |
|-----------|---|--|
| 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 | Prescription (Condition 8): | |
| | (a) Principal: | 10 years |
| | (b) Interest: | 5 years |
| 18 | Early Redemption Amount (Condition 9): | Principal Amount of the Notes to be redeemed plus accrued interest |
| 19 | Governing Law of the Notes: | English |

Other Relevant Terms

| | | |
|----------|--|---|
| 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, 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 |
| 3 | Syndicated: | Yes |
| 4 | If Syndicated: | |
| | (a) Liability | Joint and several |
| | (b) Lead Managers | Barclay Bank PLC Nomura International plc |
| | (c) Stabilising Manager | Nomura International plc |
| 5 | Commissions and Concessions: | Combined management and underwriting commission: 0.10 per cent. of the Aggregate Principal Amount Selling concession: 0.15 per cent. of the Aggregate Principal Amount |

- 6** Codes:
- (a) Temporary Common Code: 013304971
 - (b) Temporary ISIN: XS0133049717
 - (c) Common Code: 9657142
 - (d) ISIN: XS0096571426
- 7** Identity of Dealers/Managers: Barclays Bank PLC
Nomura International plc
- 8** Provisions for Bearer Notes:
- (a) Exchange Date: Not earlier than September 9, 2001 at which date the Notes shall become fungible and form a single issue with the Original Notes.
 - (b) Permanent Global Note: Yes
 - (c) Definitive Bearer Notes: No

General Information

The Bank's latest Information Statement was issued on September 15, 2000.

Recent Developments: Following completion of its normal year-end review of the credit quality of the loan portfolio, the Bank's Management has proposed to the Executive Directors that an additional provisioning charge of approximately U.S.\$400,000,000 be taken at the end of the fourth quarter of the fiscal year ended June 30, 2001. This recommendation reflects Management's 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. The Executive Directors will review Management's recommendation shortly. At the end of the third quarter of fiscal year 2001, the Bank's accumulated provision for loan losses was U.S.\$3,600,000,000 constituting about 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 21 per cent.

The following additional selling restrictions shall apply to the issue:—

1 United Kingdom:

Each Dealer is required to comply with all applicable provisions of the Financial Services Act 1986 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: _____
Authorised Officer

**INTERNATIONAL BANK FOR
RECONSTRUCTION AND DEVELOPMENT**

1818 H Street, NW
Washington, DC 20433

GLOBAL AGENT

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P.O. Box 18055
5 Carmelite Street
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**LISTING AND SPECIAL AGENT,
PAYING AGENT
AND TRANSFER AGENT**

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LEGAL ADVISERS TO THE MANAGERS

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