Offering Circular

International Development Association

DISCOUNT NOTES

The International Development Association (the "Association") intends to offer on a continuous basis notes ("Discount Notes") with maturities of 397 days or less at a discount rate that may be a positive or negative number and, in certain circumstances, on an interest-bearing basis. The Discount Notes are offered through a group of dealers (the "Dealers"), a current list of which is available at https://treasury.worldbank.org/en/about/unit/treasury/ida-funding/ida-discount-notes (which list shall be deemed incorporated by reference herein) and can also be obtained upon written request to the Association at its principal office at The World Bank, 1818 H St NW, Washington, D.C. 20433, Attention Treasury, Capital Markets. Dealers may be added or removed from time to time at the discretion of the Association. The Association may also offer and sell Discount Notes directly to investors on its own behalf. The Discount Notes may be offered in the United States and Eurodollar markets. Neither the Dealers nor the Association will accept any customer's order for Discount Notes to be issued by the Association for less than $50,000 aggregate face amount per maturity date. Discount Notes are available in denominations of $1,000 and integral multiples thereof. The maturities of Discount Notes offered by the Association and the discount rate (which may be a positive or negative number) for various maturities will be established from time to time by the Association. Information as to the maturities available and such discount rates (as well as the corresponding interest rates for Discount Notes to be sold on an interest-bearing basis) may be obtained from the Dealers.

Each of the Dealers has undertaken to the Association to use its best efforts to facilitate a secondary market for the Discount Notes.

Pursuant to a Fiscal Agency Agreement, the Federal Reserve Bank of New York, together with any other Federal Reserve Bank performing fiscal and paying agency services thereunder, acts as Fiscal Agent of the Association. On original issuance, all Discount Notes will be issued only in book-entry form through the office of the Federal Reserve Bank of New York in New York, as Fiscal Agent. Discount Notes will be held by Holding Institutions (as defined below) designated by the Dealers as depositaries for Euroclear Bank S.A./N.V., as operator of the Euroclear System, and Clearstream Banking,

société anonyme, respectively. After original issuance, Discount Notes will continue to be held by such Holding Institutions unless a purchaser arranges for the transfer of its Discount Notes to another Holding Institution. Payment of the purchase price for Discount Notes and payment of Discount Notes at maturity are to be made in immediately available funds to accounts of Holding Institutions.

The Discount Notes are not obligations of the International Bank for Reconstruction and Development, International Finance Corporation or of any government.

The validity and the terms and conditions of the Discount Notes will be governed by the law of the State of New York.

No person has been authorized to give any information or to make any representation other than those contained in this Offering Circular in connection with the offering or sale of the Discount Notes and, if given or made, such information or representation must not be relied upon as having been authorized by the Association or any Dealer. Neither the delivery of this Offering Circular nor any offering or sale made in connection herewith shall, under any circumstances, create any implication that there has been no change in the financial condition or affairs of the Association since the date hereof or the date upon which this Offering Circular has been most recently amended or supplemented or the date of any documents most recently incorporated by reference in, and forming part of, the Offering Circular (as described in "Availability of Information" and "Incorporation by Reference" below) or that any other information supplied in connection with the Discount Notes is correct as of any time subsequent to the date on which it is supplied or, if different, the date indicated in the document containing the same.

This Offering Circular does not constitute an offer of, or an invitation by or on behalf of the Association or any Dealer to subscribe for, or purchase, any Discount Notes in any jurisdiction in which such offer or invitation is not authorized or to any person to whom it is not permitted to make such offer or invitation. Neither this Offering Circular nor any other information supplied in connection with the Discount Notes should be considered as a recommendation by the Association or any of the Dealers that any potential investor should purchase any Discount Notes. Each investor contemplating purchasing any Discount Notes should make its own independent investigation of the financial condition and affairs, and its own appraisal of the creditworthiness, of the Association.

Purchase Price of Discount Notes and Payments at Maturity

The Discount Notes will generally be non-interest bearing obligations sold at a discount rate that may be a positive or negative number, with the face amount thereof payable in full on the maturity date thereof. If the discount rate for a Discount Note is negative, the face amount payable on the maturity date of the Discount Note will be less than the purchase price for the Discount Note.

The Discount Notes will be sold at a fixed price. The initial offering price of an issue of Discount Notes will be equal to the difference between the face amount of the Discount Notes and the amount derived from the following formula:

Face Amount of Discount Notes	X	Percentage of Discount Rates (may be a positive or negative number)	X	Number of Days from the Issue Date to, but Excluding the Maturity Date of the Discount Notes
		360 days		

Interest-bearing Discount Notes will be sold at par, such that the purchase price of an interest-bearing Discount Note will be equal to its face amount. Each interest-bearing Discount Note will pay interest at least annually at fixed intervals on designated interest payment dates and will accrue interest at a fixed rate from the date such Discount Note is originally issued or from the last date in respect of which interest has been paid or duly provided for, as the case may be, until the principal thereof is paid or deemed paid. The face amount of an interest-bearing Discount Note will be payable in full on the maturity date, together with interest accrued and unpaid thereon to the maturity date.

The Association will not offer a Discount Note having a maturity date that is not expected to be a business day. For this purpose, the term "business day" means any day other than a Saturday, a Sunday or any other day on which the Federal Reserve Bank of New York is closed for business. In the event that the Federal Reserve Bank of New York is, however, closed for business on the maturity date of any Discount Note, the maturity date for that Discount Note shall be deemed to be the next day on which the Federal Reserve Bank of New York is open for business, but without any adjustment to the amount payable on that Discount Note.

Book-entry System

The Federal Reserve Bank of New York, as Fiscal Agent, will take delivery of and hold Discount Notes as record owner and custodian for other Federal Reserve Banks and for Holding Institutions located in the Second Federal Reserve District. Holding Institutions located in other Federal Reserve Districts can hold Discount Notes through their respective Federal Reserve Banks or Branches. A "Holding Institution" is a depository institution that has an appropriate book-entry account with a Federal Reserve Bank or Branch.

The aggregate holdings of Discount Notes of each Holding Institution will be reflected in the book-entry account of such Holding Institution with its Federal Reserve Bank or Branch. The Notes may be held of record only by Holding Institutions, which are entities eligible to maintain book-entry accounts with the Federal Reserve Banks. A Holding Institution may not be the beneficial holder of a Note. Beneficial holders will ordinarily hold the Notes through one or more financial intermediaries, such as banks, brokerage firms and securities clearing organizations. Each Holding Institution, and each other intermediate holder in the chain to the ultimate beneficial owner, will have the responsibility of establishing and maintaining accounts for its customers having interests in Discount Notes.

Federal Reserve Banks will be responsible only for maintaining the book-entry accounts of Holding Institutions, effecting transfers on their books and ensuring that payments from the Association, through the Federal Reserve Bank of New York, are credited to appropriate Holding Institutions. With respect to Discount Notes, Federal Reserve Banks will act only on the instructions of Holding Institutions for which they maintain such Discount Notes. The Federal Reserve Banks will not record pledges of Discount Notes.

The Association will not impose fees in respect of Discount Notes. However, owners of Discount Notes may incur fees payable in respect of the maintenance and operation of the book-entry accounts in which such Discount Notes are held.

United States Membership in the Association

The United States became a member of the Association pursuant to the President's ratification of the Articles of Agreement in 1960, as authorized by Congress (22 U.S.C. § 284). The United States is the Association's largest subscriber, having 9.52% of the total voting power at June 30, 2026. The United States is represented on the Association's Board of Governors by the Secretary of the Treasury. The United States also selects one of the Association's 25 Executive Directors, who is appointed by the President of the United States with the advice and consent of the Senate.

Approval of the United States Government

As required by its Articles of Agreement (the "Articles"), the Association has obtained the approval of the United States Government for the raising of funds in United States dollars.

Status Under Securities Acts

Under the provisions of Section 7070(b)(7) of the Consolidated Appropriations Act, 2026, the Discount Notes are exempted securities within the meaning of Section 3(a)(2) of the Securities Act of 1933, as amended, and Section 3(a)(12) of the Securities Exchange Act of 1934, as amended.

Validity of the Discount Notes

The validity of the Discount Notes has been passed upon by the Deputy General Counsel, Finance, of the Association and by Sullivan & Cromwell LLP, counsel for the Dealers, who, with respect to certain matters, have relied upon the opinion of the counsel of the Association. The opinions of counsel of the Association and of Sullivan & Cromwell LLP are conditioned upon, and subject to certain assumptions regarding, future action required to be taken by the Association in connection with the issuance and sale of any particular Discount Note and other matters which cannot be ascertained on the date of their opinions.

Use of Proceeds

The net proceeds from the sale of Discount Notes will be used by the Association to support its mission of sustainable development in member countries.

Tax Matters

The following is a summary of certain anticipated United States Federal income tax consequences resulting from the ownership of Discount Notes. It applies to holders who acquire Discount Notes in an initial offering and hold the Discount Notes as capital assets for tax purposes. It does not apply to a holder that is a member of a class of holders subject to special rules, such as a dealer in securities, a trader in securities that elects to use a mark-to-market method of accounting for its securities holdings, a bank, a life insurance company, a tax-exempt organization, a person that owns Discount Notes that are a hedge or that are hedged against interest rate risks, a person that owns Discount Notes as part of a straddle or conversion transaction for tax purposes, a person that purchases or sells Discount Notes as part of a wash sale for tax purposes, or a United States Person (as defined below) whose functional currency for tax purposes is not the U.S. dollar. This summary is based upon the Internal Revenue Code of 1986, as amended (the "Code"), its legislative history, existing and proposed regulations under the Code, published rulings and court decisions, all as currently in effect. These laws are subject to change, possibly on a retroactive basis.

If a partnership holds the Discount Notes, the United States Federal income tax treatment of a partner will generally depend on the status of the partner and the tax treatment of the partnership. A partner in a partnership holding the Discount Notes should consult its tax counsel with regard to the United States Federal income tax treatment of an investment in the Discount Notes.

This summary does not discuss all of the tax consequences that may be relevant to a United States Person in light of its individual circumstances, including foreign, state or local tax consequences, and tax consequences arising under the Medicare contribution tax on net investment income or any alternative minimum tax. It is not intended as tax advice to any person, and all persons considering the purchase of Discount Notes should consult their own tax counsel or other expert.

A holder is a United States Person if it is a United States citizen or resident alien individual, or a United States domestic corporation, trust or estate. A non-United States Person is a holder that is neither a United States person nor a partnership.

United States Persons

This subsection describes the tax consequences to a United States Person. If you are not a United States Person, this subsection does not apply to you and you should refer to "Non-United States Persons" below.

Discount Notes with a Term of More Than One Year

The following subsection addresses the tax treatment of Discount Notes that have a term in excess of one year. The tax treatment of Discount Notes that have a term that is one year or less is discussed below under "Discount Notes with a Term of Not More Than One Year".

If the Discount Notes bear periodic stated interest, you will be taxed on any interest on your Discount Notes as ordinary income at the time you receive the interest or when it accrues, depending on your method of accounting for tax purposes.

If the offering price for the Discount Notes is not greater than 99.75% of the stated maturity payment under the Discount Notes, then the excess of the maturity payment under the Discount Notes over the offering price for the Discount Notes in ordinary income will be treated as original issue discount ("OID"), which you will be required to accrue on a constant yield basis over the term of the Discount Notes.

Discount Notes with a Term of Not More Than One Year

The following subsection addresses the tax treatment of Discount Notes that have a term that is one year or less.

All stated interest on a Discount Note as well as any excess of the Discount Note's principal amount over its issue price, is treated as OID, and a United States Person will be taxable on such OID in the manner described below. Accrual-basis taxpayers, generally will be required to include OID in income over the period in which a Discount Note is held. Cash-basis taxpayers generally will not be required to accrue OID unless they elect to do so or fall into certain special classes (including, but not limited to, regulated investment companies, common trust funds, and certain pass-through entities). It is likely, however, that cash basis taxpayers will be required to include any stated interest on the Discount Notes in income as they receive it. In addition, any gain recognized by a cash basis taxpayer on the sale or redemption of Discount Notes will be treated as ordinary income to the extent of accrued OID attributable to the period during which the selling taxpayer held such Discount Notes, which such taxpayer has not previously included in income. Furthermore, cash basis taxpayers will be required to defer interest deductions in respect of borrowings allocable to the Discount Notes to the extent of the accrued OID on their Discount Notes that they have not included in income.

Sale and Retirement of the Discount Notes

A United States Person's tax basis in a Discount Note will generally be its cost, adjusted by adding any OID previously included in income with respect to the Discount Note. A holder will generally recognize gain or loss on the sale or retirement of the Discount Note equal to the difference between the amount realized on the sale or retirement, excluding any amounts attributable to accrued but unpaid stated interest (which will be treated as interest payments), and the holder's tax basis in the Discount Note. Such gain and loss will be capital gain or loss, except, in the case of gain, to the extent described above under "Discount Notes with a Term of Not More Than One Year". Capital gain of a

non-corporate United States Person is generally taxed at preferential rates where the holder has a holding period greater than one year.

Amortizable Bond Premium

If a Discount Note is issued for a price that exceeds the sum of the face amount of the Discount Note, then a United States Person will be treated as holding the Discount Note with amortizable bond premium in an amount equal to such excess. If the United States Person makes an election to amortize bond premium with respect to the Discount Note and it holds the Discount Note until maturity, then it will recognize an ordinary deduction (that is not treated as a miscellaneous itemized deduction) at such time that is equal to the amount of amortizable bond premium. If the United States Person makes an election to amortize bond premium and it sells the Discount Note prior to maturity, then it will recognize an ordinary deduction (that is not treated as a miscellaneous itemized deduction) at the time of the sale equal to the amount of the bond premium that accrued during the period that the United States Person held the Discount Note. In either case, the United States Person's basis in the Discount Note would be reduced by the amount of the ordinary deduction. If a United States Person does not elect to amortize bond premium with respect to a Discount Note, then the United States Person's basis will include the amortizable bond premium, and thus a United States Person that holds the Discount Note until maturity would recognize a loss upon the maturity of the Discount Note that is equal to the amount of amortizable bond premium. A United States Person's ability to use capital losses is subject to limitations. If a taxpayer makes an election to amortize bond premium, it would apply to all debt instruments, other than debt instruments the interest on which is excludible from gross income, that the taxpayer holds at the beginning of the first taxable year to which the election applies or that it thereafter acquires, and the election may not be revoked without the consent of the IRS.

Information with Respect to Foreign Financial Assets

Owners of "specified foreign financial assets" with an aggregate value in excess of $50,000 (and in some circumstances, a higher threshold) may be required to file an information report with respect to such assets with their tax returns. "Specified foreign financial assets" may include financial accounts maintained by foreign financial institutions, as well as the following, but only if they are held for investment and not held in accounts maintained by financial institutions: (i) stocks and securities issued by non-United States Persons, (ii) financial instruments and contracts that have non-United States issuers or counterparties, and (iii) interests in foreign entities. Persons considering the purchase of Discount Notes should consult their tax advisor regarding the application of this reporting requirement to their investment in the Discount Notes.

Non-United States Persons

The Association's payments of interest, including amounts attributable to OID, ordinarily would not be subject to United States Federal income tax, if paid to a non-United States Person, including nonresident alien individual (or foreign estate or trust) or to a foreign corporation. However, absent any treaty exception, such payments would be subject to United States Federal income tax if: (a) such payments are derived by such

person in the active conduct of a banking, financing or similar business within the United States or are received by a corporation the principal business of which is trading in stock or securities for its own account, and in either case such payments are attributable to an office or other fixed place of business of such person within the United States; or (b) such person is a foreign corporation taxable as an insurance company carrying on a United States insurance business and such payments are attributable to its United States business.

A non-United States Person generally will not be taxable on gain or loss on the sale or exchange of a Discount Note unless ownership of the Discount Note is effectively connected with the conduct of a trade or business in the United States or, in the case of a nonresident alien individual, such individual is present in the United States for 183 or more days in the taxable year of the sale or exchange and certain other conditions are met.

Information Reporting and Backup Withholding

Brokers, trustees, custodians and other intermediaries within the United States are subject to the information reporting and backup withholding requirements with respect to certain payments of interest and principal and accruals of OID on Discount Notes held for the account of certain non-corporate United States Persons. Non-United States persons holding Discount Notes within the United States through such intermediaries may be required to establish their status in order to avoid information reporting and backup withholding of tax by such intermediaries in respect of payments and accruals on such Discount Notes.

Availability of Information

For each financial year ended 30 June, the Association publishes a Management's Discussion & Analysis and Financial Statements and may publish an information statement (an "Information Statement"), which describe the Association, its capital, operations, administration, the Articles and legal status and include the Association's audited annual financial statements. The Association also publishes unaudited quarterly financial statements. The statements described in this paragraph are collectively the "Association Information".

Association Information may be obtained at the Internet address https://treasury.worldbank.org/en/about/unit/treasury/ida-funding/ida-financials-and-ratings. In addition, copies of the Association Information, Fiscal Agency Agreement, Articles, and decisions made by the Executive Directors of IDA on questions of interpretation of the Articles will be available without charge upon written or telephone request to the office of the Association at 1818 H Street, NW, Washington, DC 20433; Tel: 1-202-458-0746.

Incorporation by Reference

The Management's Discussion & Analysis and Financial Statements for the financial year ended June 30, 2026, the Information Statement dated September 24, 2025 and any Information Statement, any Management's Discussion & Analysis and Financial Statements, and any quarterly or annual financial statements published by the Association

subsequent to August 25, 2026 and prior to the termination of the offering of Discount Notes under this Offering Circular shall be deemed to be incorporated by reference into this Offering Circular and to be a part hereof.

Any statement contained in a document which is incorporated by reference herein shall be deemed to be modified or superseded for the purpose of this Offering Circular to the extent that a statement contained herein modifies or supersedes such earlier statement (whether expressly, by implication or otherwise). Any statement so modified or superseded shall not be deemed, except as so modified or superseded, to constitute a part of this Offering Circular.

The information on any website referred to in this Offering Circular (including the website of the Association) does not form part of this Offering Circular, except where that information has been incorporated by reference into this Offering Circular.