

PRICING SUPPLEMENT

Inter-American Development Bank

Global Debt Program

Series No: 405

U.S.\$202,000,000 Zero Coupon Callable Notes due February 22, 2042 (the “Notes”)

Issue Price: 29.61234495 percent

Application has been made for the Notes to be admitted to the
Official List of the United Kingdom Listing Authority and
to trading on the London Stock Exchange plc’s
Regulated Market

DZ BANK AG

The date of this Pricing Supplement is February 17, 2012

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 January 8, 2001 (the “Prospectus”), which for the avoidance of doubt does not constitute a “prospectus” for the purposes of Part VI of the UK Financial Services and Markets Act 2000 or a “base prospectus” for the purposes of the EU Prospectus Directive, which are incorporated by reference into the Inter-American Development Bank’s (the “Bank”) United Kingdom Listing Authority Listing Particulars dated August 10, 2011 (the “Listing Particulars”). This Pricing Supplement must be read in conjunction with the Prospectus and the Listing Particulars. This document is issued to give details of an issue by the Bank under its Global Debt Program and to provide information supplemental to the Prospectus and the Listing Particulars. Complete information in respect of the Bank and this offer of the Notes is provided on the basis of the combination of the information contained in this Pricing Supplement, the Prospectus and the Listing Particulars.

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.	Series No.:	405
2.	Aggregate Principal Amount:	USD202,000,000
3.	Issue Price:	USD59,816,936.80, which is 29.61234495 percent of the Aggregate Principal Amount
4.	Issue Date:	February 22, 2012
5.	Form of Notes (Condition I(a)):	Bearer only. The Notes will initially be represented by a temporary global note in bearer form (the “Temporary Bearer Global Note”). Interests in the Temporary Bearer Global Note will, not earlier than the Exchange Date, be exchangeable for interests in a permanent global note in bearer form (the “Permanent Bearer Global Note”). Interests in the Permanent Bearer Global Note will be exchangeable for definitive Notes in bearer form (“Definitive Bearer Notes”), with all Coupons in respect of interest attached, in the following circumstances: (i) if the Permanent Bearer Global Note is held on behalf of a clearing system and such clearing system is closed for business for a continuous period of fourteen (14) days (other than by reason of holidays, statutory or otherwise) or announces its intention to permanently cease business or does in fact do so, by any such holder giving written notice to the Global Agent; and (ii) at the option of any such holder upon not less than sixty (60) days written notice to the Bank and the Global Agent from Euroclear and Clearstream, Luxembourg on behalf of such holder;

		provided that no such exchanges will be made by the Global Agent, and no Noteholder may require such an exchange, during a period of fifteen (15) days ending on the due date for any payment of principal on the Notes.
6.	Authorized Denomination(s) (Condition 1 (b)):	USD100,000
7.	Specified Currency (Condition 1(d)):	United States Dollars (USD) being the lawful currency of the United States of America
8.	Specified Principal Payment Currency (Conditions 1(d) and 7(h)):	USD
9.	Specified Interest Payment Currency (Conditions 1(d) and 7(h)):	Not Applicable
10.	Maturity Date (Condition 6(a); Zero Coupon):	February 22, 2042
11.	Interest Basis (Condition 5):	Zero Coupon (Condition 5(IV))
12.	Interest Commencement Date (Condition 5(III))	Issue Date
13.	Zero Coupon (Conditions 5(IV) and 6(c)):	
	(a) Amortization Yield:	4.14 percent per annum
	(b) Reference Price:	Issue Price
	(c) Fixed Rate Day Count Fraction(s) if not 30/360 basis:	30/360, unadjusted
14.	Relevant Financial Center:	London, New York, Frankfurt
15.	Relevant Business Days:	London, New York, Frankfurt
16.	Redemption Amount:	Unless previously redeemed or purchased and cancelled as specified in the Terms and Conditions, the Notes will be redeemed by the Issuer by payment of the Redemption Amount on the Maturity Date. The Redemption Amount will be USD202,000,000 being 100 percent of the

		Aggregate Principal Amount, subject to Item 17 (Issuer's Optional Redemption) below	
17.	Issuer's Optional Redemption (Condition 6(e)):	Yes, in whole but not in part	
	(a) Notice Period:	No less than five (5) Relevant Business Days	
	(b) Amount:	Notwithstanding Condition 6(c), the Issuer's Optional Redemption under this paragraph shall be as follows:	
	Redemption Date	Redemption Price (%)	Redemption Amount (USD) per Aggregate Principal Amount
	February 22, 2014	32.11500149	64,872,303.01
	February 22, 2015	33.44456255	67,558,016.35
	February 22, 2016	34.82916744	70,354,918.23
	February 22, 2017	36.27109497	73,267,611.84
	February 22, 2018	37.77271830	76,300,890.97
	February 22, 2019	39.33650884	79,459,747.86
	February 22, 2020	40.96504031	82,749,381.42
	February 22, 2021	42.66099298	86,175,205.81
	February 22, 2022	44.42715809	89,742,859.33
	February 22, 2023	46.26644243	93,458,213.71
	February 22, 2024	48.18187315	97,327,383.76
	February 22, 2025	50.17660270	101,356,737.45
	February 22, 2026	52.25391405	105,552,906.38
	February 22, 2027	54.41722609	109,922,796.70
	February 22, 2028	56.67009925	114,473,600.48
	February 22, 2029	59.01624136	119,212,807.54
	February 22, 2030	61.45951375	124,148,217.78
	February 22, 2031	64.00393762	129,287,953.99
	February 22, 2032	66.65370064	134,640,475.29
	February 22, 2033	69.41316384	140,214,590.96
	February 22, 2034	72.28686883	146,019,475.03
	February 22, 2035	75.27954520	152,064,681.30
	February 22, 2036	78.39611837	158,360,159.10
	February 22, 2037	81.64171767	164,916,269.69
	February 22, 2038	85.02168478	171,743,803.25
	February 22, 2039	88.54158253	178,853,996.71
	February 22, 2040	92.20720405	186,258,552.17
	February 22, 2041	96.02458229	193,969,656.23
	(c) Date(s):	As set out in (b) above, subject to adjustment for payment only in accordance with the Following Business Day convention.	

18.	Redemption at the Option of the Noteholders (Condition 6(f)):	No
19.	Early Redemption Amount (including accrued interest, if applicable) (Condition 9):	<p>In the event of any Note becoming due and payable prior to the Maturity Date in accordance with Condition 9 (but, for the avoidance of doubt, not Condition 6(e)), the Early Redemption Amount will be an amount equal to the Amortized Face Amount of such Note (calculated in accordance with Condition 6(c)), except that:</p> <p>(i) Condition 6(c)(ii)(B) shall be deleted and replaced in its entirety with the following: “(B) the aggregate amortization of the difference between the Reference Price and the Redemption Amount (on the Maturity Date) of the Note from the Issue Date to the date on which the Note becomes due and payable calculated using a rate per annum (expressed as a percentage) equal to the Amortization Yield specified on the Note applied to the Reference Price in the manner specified on such Note;” and</p> <p>(ii) the last sentence of Condition 6(c)(iii) shall be deleted and replaced in its entirety with the following: “The calculation of the Amortized Face Amount in accordance with this Condition 6(c)(iii) will continue to be made (before and, to the extent permitted by applicable law, after judgment), until the Relevant Date (as defined in Condition 8) unless the Relevant Date falls on or after the Maturity Date, in which case the amount due and payable shall be the Redemption Amount of such Note (on the Maturity Date) together with any interest which may accrue in accordance with Condition 5(I).”</p>
20.	Governing Law:	New York
21.	Selling Restrictions:	
	(a) United States:	Under the provisions of Section 11(a) of the Inter-American Development Bank Act, the Notes are exempted securities within the meaning of Section 3(a)(2) of the U.S. Securities Act of 1933, as amended, and Section 3(a)(12) of the U.S. Securities Exchange Act of 1934, as amended.

		Notes in bearer form are subject to U.S. tax law requirements and may not be offered, sold or delivered within the United States or its possessions or to U.S. persons, except in certain transactions permitted by U.S. tax regulations.
	(b) United Kingdom:	The Dealer represents and agrees 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 such Notes in, from or otherwise involving the United Kingdom.
	(c) General:	No action has been or will be taken by the Issuer that would permit a public offering of the Notes, or possession or distribution of any offering material relating to the Notes in any jurisdiction where action for that purpose is required. Accordingly, the Dealer agrees that it will observe all applicable provisions of law in each jurisdiction in or from which it may offer or sell Notes or distribute any offering material.
	Other Relevant Terms	
1.	Listing:	Application has been made for the Notes to be admitted to the Official List of the United Kingdom Listing Authority and to trading on the London Stock Exchange plc's Regulated Market with effect from the Issue Date.
2.	Details of Clearance System Approved by the Bank and the Global Agent and Clearance and Settlement Procedures:	Euroclear and Clearstream
3.	Syndicated:	No
4.	Commissions and Concessions:	No commissions or concessions are payable in respect of the Notes. An affiliate of the Dealer has arranged a swap with the Bank in connection with this transaction and will receive amounts thereunder that may comprise compensation.
5.	Estimated Total Expenses:	None. The Dealer has agreed with the Issuer to pay for certain expenses related to the issuance of the Notes.

6.	Codes:	
	(a) Common Code:	074710565
	(b) ISIN:	XS0747105657
7.	Identity of Dealer:	DZ BANK AG Deutsche Zentral-Genossenschaftsbank, Frankfurt am Main
8.	Provisions for Bearer Notes:	
	(a) Exchange Date:	Not earlier than April 2, 2012, which is the date that is 40 days after the Issue Date.
	(b) Permanent Global Note:	Yes
	(c) Definitive Bearer Notes:	No, except in the circumstances described under “Form of Notes” herein and in the Prospectus.
	(b) Individual Definitive Registered Notes:	No
	(a) Registered Global Notes:	No
9.	Additional Risk Factors:	<p>There are various risks associated with the Notes including, but not limited to, price risk and liquidity risk. Investors should consult with their own financial, legal and accounting advisors about the risks associated with an investment in these Notes, the appropriate tools to analyze that investment, and the suitability of the investment in each investor’s particular circumstances. Holders of the Notes should also consult with their professional tax advisors regarding tax laws applicable to them and, in particular, with respect to tax laws relating to debt securities in bearer form.</p> <p>The Issuer may hedge its obligations under the Notes by entering into a swap transaction with the Dealer or one of its affiliates as swap counterparty. Assuming no change in market conditions or any other relevant factors, the price, if any, at which the Dealer or another purchaser might be willing to purchase Notes in a secondary market transaction is expected to be lower, and could be substantially lower, than the original issue price of the</p>

		Notes. This is due to a number of factors, including that (i) the potential profit to the secondary market purchaser of the Notes may be incorporated into any offered price and (ii) the cost of funding used to value the Notes in the secondary market is expected to be higher than our actual cost of funding incurred in connection with the issuance of the Notes. In addition, the original issue price of the Notes included, and secondary market prices are likely to exclude, the projected profit that our swap counterparty or its affiliates may realize in connection with this swap. Further, as a result of dealer discounts, mark-ups or other transaction costs, any of which may be significant, the original issue price may differ from values determined by pricing models used by our swap counterparty or other potential purchasers of the Notes in secondary market transactions.
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General Information

Additional Information Regarding the Notes

1. The EU has adopted a Directive regarding the taxation of savings income (the “Savings Directive”). The Savings Directive requires Member States (as defined below) to provide to the tax authorities of other Member States details of payments of interest and other similar income paid by a person to an individual in another Member State, except that Austria and Luxembourg will instead impose a withholding system for a transitional period unless during such period they elect otherwise.

The Bank undertakes that it will ensure that it maintains a paying agent in a country which is a member of the European Union (a “Member State”) that will not be obliged to withhold or deduct tax pursuant to the Savings Directive.

2. United States Tax Matters

Due to changes in law, the following updates to the information presented in the “Tax Matters” section of the Prospectus are applicable:

A) *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.

B) The “Tax Matters” section of the Prospectus and any tax disclosure in this pricing supplement is of a general nature only, is not exhaustive of all possible tax considerations and is not intended to be, and should not be construed to be, legal, business or tax advice to any particular prospective investor. Each prospective investor should consult its own tax advisor as to the particular tax consequences to it of the acquisition, ownership, and disposition of the Notes, including the effects of applicable U.S. federal, state, and local tax laws and non-U.S. tax laws and possible changes in tax laws.

C) Due to a change in law since the date of the Prospectus, the second paragraph of “—Payments of Interest” under the United States Holders section should be read as follows: “Interest paid by the Bank on the Notes constitutes income from sources outside the United States and will, depending on the holder’s circumstances, be “passive” or “general” income for purposes of computing the foreign tax credit.”

D) Due to a change in law since the date of the Prospectus, the fourth paragraph of “—Purchase, Sale and Retirement of the Notes” under the United States Holders section should be read as follows: “Capital gain of a noncorporate United States holder that is recognized in taxable years beginning before January 1, 2013 is generally taxed at a maximum rate of 15% where the holder has a holding period greater than one year.”