

Final Terms dated 25 June 2012

IDB Trust Services Limited

Issue of U.S.\$800,000,000 Trust Certificates due 2017

with, *inter alia*, the benefit of a Guarantee (in respect of the payment obligations arising under the Portfolio relating to the Certificates) provided by

THE ISLAMIC DEVELOPMENT BANK

under the

U.S.\$6,500,000,000

Trust Certificate Issuance Programme

The Base Prospectus referred to below (as completed by these Final Terms) has been prepared on the basis that any offer of Trust Certificates in any Member State of the European Economic Area which has implemented the Prospectus Directive (2003/71/EC) (**Prospective Directive**) (each, a **Relevant Member State**) will be made pursuant to an exemption under the Prospectus Directive, as implemented in that Relevant Member State, from the requirement to publish a prospectus for offers of the Trust Certificates. Accordingly any person making or intending to make an offer in that Relevant Member State of the Trust Certificates may only do so in circumstances in which no obligation arises for IDB Trust Services Limited or any Dealer to publish a prospectus pursuant to Article 3 of the Prospectus Directive or supplement a prospectus pursuant to Article 16 of the Prospectus Directive, in each case, in relation to such offer. Neither IDB Trust Services Limited, the IsDB nor any Dealer has authorised, nor do they authorise, the making of any offer of Trust Certificates in any other circumstances.

Part A – Contractual Terms

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 Base Prospectus dated 8 June 2012 which constitutes a base prospectus (the **Base Prospectus**) for the purposes of the Prospectus Directive (Directive 2003/71/EC) (the **Prospectus Directive**). This document constitutes the Final Terms of the Trust Certificates described herein for the purposes of Article 5.4 of the Prospectus Directive. These Final Terms contain the final terms of the Trust Certificates and must be read in conjunction with such Base Prospectus.

Full information on the Issuer, the IsDB and the offer of the Trust Certificates described herein is only available on the basis of the combination of these Final Terms and the Base Prospectus. The Base Prospectus is available for viewing during normal business hours at the specified office of the Principal Paying Agent set out in the Base Prospectus.

1. (i) Issuer, Trustee : IDB Trust Services Limited
(ii) Guarantor (in respect of The Islamic Development Bank (the **IsDB**) obligations under the Portfolio):
2. Series Number: 10
3. Specified Currency or Currencies: U.S. Dollar
4. Aggregate Nominal Amount of Series: U.S.\$800,000,000

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|-----|---------------------------------------------------------------------------------|---------------------------------------------------------------------------------------|
| 5. | Issue Price: | 100 per cent. of the Aggregate Nominal Amount |
| 6. | (i) Specified Denominations: | U.S.\$200,000 and integral multiples of U.S.\$1,000 up to and including U.S.\$199,000 |
| | (ii) Calculation Amount: | U.S.\$1,000 |
| 7. | (i) Issue Date: | 26 June 2012 |
| | (ii) Return Accrual Commencement Date: | The Issue Date |
| 8. | Maturity Date: | 26 June 2017 |
| 9. | Periodic Distribution Amount Basis: | 1.357 per cent. Fixed Periodic Distribution Amount |
| 10. | Dissolution Basis: | Dissolution at par |
| 11. | Change of Periodic Distribution Amount or Dissolution Basis: | Not Applicable |
| 12. | (i) Call Options: | Not Applicable |
| | (ii) Date of Issuer Board approval for issuance of Trust Certificates obtained: | 25 June 2012 |
| 13. | Status of the Trust Certificates: | Limited recourse, unsubordinated obligations |
| 14. | Method of distribution: | Syndicated |

PROVISIONS RELATING TO PERIODIC DISTRIBUTION AMOUNTS (IF ANY) PAYABLE

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|-----|------------------------------------------------------------------------------------------------|--------------------------------------------------------------------------------------------------------|
| 15. | Fixed Periodic Distribution Amount Provisions | Applicable |
| | (i) Fixed Amount: | U.S.\$6.785 per Calculation Amount |
| | (ii) Periodic Distribution Date(s): | 26 June and 26 December in each year adjusted in accordance with the Following Business Day Convention |
| | (iii) Rate: | 1.357 per cent. per annum payable semi-annually in arrear |
| | (iv) Return Accumulation Period: | Condition 7.5 (<i>Return Accumulation Period</i>) applies |
| | (v) Broken Amount(s): | Not Applicable |
| | (vi) Day Count Fraction: | 30/360 |
| | (vii) Other terms relating to the method of calculating Periodic Distribution Amount for Fixed | Not Applicable |

Periodic Distribution Amount
Trust Certificates:

16. **Floating Periodic Distribution Amount Provisions** Not Applicable

PROVISIONS RELATING TO DISSOLUTION

17. Optional Dissolution (Call) Not Applicable
18. Final Dissolution Amount U.S.\$1,000 per Calculation Amount
19. Early Dissolution Amount (Tax): Final Dissolution Amount
20. Dissolution Event As listed in sub-paragraphs (a) to (f) inclusive of Condition 14 (*Dissolution Events*)

GENERAL PROVISIONS APPLICABLE TO THE TRUST CERTIFICATES

21. Form of Trust Certificates: **Registered Trust Certificates:**
Global Trust Certificate exchangeable for interests in Individual Trust Certificates in the limited circumstances specified in the Global Trust Certificate.
22. Additional Financial Centre(s) or other special provisions relating to Periodic Distribution Dates: Not Applicable
23. Other terms or special conditions Not Applicable

DISTRIBUTION

24. If syndicated, names of Managers: Joint Bookrunners
BNP Paribas, CIMB Bank (L) Limited, HSBC Bank plc, NCB Capital Company, Standard Chartered Bank
Joint Lead Managers
Barwa Bank P.Q.S.C., BNP Paribas, CIMB Bank (L) Limited, HSBC Bank plc, NCB Capital Company, Standard Chartered Bank
Co-Lead Manager
Al Hilal Bank PJSC
25. If non-syndicated, name of Dealer: Not Applicable
26. Additional selling restrictions: Not Applicable

Note to investors:

A final copy of the Base Prospectus was deposited by CIMB Investment Bank Berhad, who has been appointed as principal adviser in connection with any dealing with Malaysian authorities, with the Securities Commission Malaysia on 11 June 2012 in accordance with the Capital Markets and Services Act 2007 of Malaysia (the CMSA), and the Islamic Securities Guidelines revised on 12 July 2011 and effective on 12 August 2011 (the Sukuk Guidelines)

27. Non-exempt Offer: Not Applicable

PROVISIONS IN RESPECT OF THE PORTFOLIO

28. Portfolio: As specified in Annex 1
29. Trust Assets: Condition 5.1 (*Trust Assets*) applies
30. Application of Trust Assets (Prior to Dissolution): As specified in Condition 5.2 (*Application of Trust Assets prior to Dissolution*)
31. Application of Trust Assets (Following a Dissolution): As specified in Condition 5.3 (*Application of Trust Assets on Dissolution Date*)
32. (i) Maximum Rate of Return: 2.5 per cent. per annum
33. Certificateholder Contribution: U.S.\$800,000,000
34. Certificateholder Entitlement: As set out in the Master Trust Deed
35. Record Date: Whilst Trust Certificates are represented by a Global Trust Certificate, the date which is at the close of the business day (being for this purpose a day on which Euroclear and Clearstream, Luxembourg are open for business) before each Periodic Distribution Date.
- Whilst Trust Certificates are in individual registered form, the date as at opening of business (local time in the place of the specified office of the Registrar) on the fifteenth (15th) day before each Periodic Distribution Date
36. Calculation Date(s): 22nd of June and December in each year, the first Calculation Date being 22 December 2012
37. Calculation Period: Semi-annually
38. Report Date(s): The first (1st) day after each Calculation Date (or if such day is not a Business Day, the next following Business Day). The first Report Date is expected to be 23 December

2012

39. Settlement Date(s)

The day falling four days after each Calculation Date (or if such date is not a Business Day, the next following Business Day)

PURPOSE OF FINAL TERMS

These Final Terms comprise the final terms required for issue and admission to trading on the Regulated Market of the London Stock Exchange of the Trust Certificates described herein pursuant to the U.S.\$6,500,000,000 Trust Certificate Issuance Programme of IDB Trust Services Limited with, *inter alia*, the benefit of a Guarantee provided by the IsDB in respect of the payment obligations relating to the assets constituting the Portfolio.

RESPONSIBILITY

Each of IDB Trust Services Limited and the IsDB accepts responsibility for the information contained in these Final Terms.

Signed on behalf of **IDB Trust Services Limited:**

By:




Peter Gatehouse
Director

Duly authorised

Signed on behalf of the **Islamic Development Bank:**

By: Dr. Ahmet Tiktik, Vice President



Duly authorised

Part B – Other Information

1 LISTING

- (i) Listing London Stock Exchange/Bursa Malaysia (under the Exempt Regime)
- (ii) Admission to trading Application has been made by the Trustee (or on its behalf) for the Trust Certificates to be admitted to trading on the Regulated Market of the London Stock Exchange with effect from 26 June 2012.

2 RATINGS

Ratings: The Programme has been rated:

Standard & Poor's (Dubai) Limited: AAA

Moody's Investors Service Ltd.: Aaa

Fitch France S.A.S.: AAA

Standard & Poor's (Dubai) Limited is not established in the European Union and is not registered in accordance with Regulation (EC) No. 1060/2009 (as amended). The ratings by Standard & Poor's (Dubai) Limited are expected to be endorsed by Standard & Poor's Credit Market Services Europe Limited in accordance with Regulation (EC) No.1060/2009 (as amended).

Moody's Investors Service Ltd. is established in the European Union and is registered under Regulation (EC) No. 1060/2009 (as amended). As such, Moody's Investors Service Ltd. is included in the list of credit rating agencies published by the European Securities and Markets Authority on its website in accordance with such Regulation.

Fitch France S.A.S. is established in the European Union and is registered under Regulation (EC) No. 1060/2009 (as amended).

3 INTERESTS OF NATURAL AND LEGAL PERSONS INVOLVED IN THE ISSUE/OFFER

Save as discussed in "*Subscription and Sale*" of the Base Prospectus, so far as the Issuer or the IsDB is aware, no person involved in the offer of the Trust Certificates has an interest material to the offer.

4 ESTIMATED TOTAL EXPENSES

Estimated total expenses GBP 4,000
related to the admission to
trading:

5 Fixed Periodic Distribution Amount Trust Certificates only – YIELD

Indication of yield: 1.357 per cent.

As set out above, the yield is calculated at the Issue Date on the basis of the Issue Price. It is not an indication of future yield.

6 Floating Periodic Distribution Amount Trust Certificates only – HISTORIC RATES

Not Applicable

7 OPERATIONAL INFORMATION

ISIN Code: XS0796312055

Common Code: 079631205

Any clearing system(s) other than Euroclear Bank S.A./N.V. and Clearstream Banking Société Anonyme and the relevant identification number(s): Not Applicable

Delivery: Delivery against payment

Names and addresses of initial paying agent(s): HSBC Bank plc, 8 Canada Square, London E14 5HQ, United Kingdom

Names and addresses of additional paying agent(s) (if any): Not Applicable

Annex 1

Portfolio

The Issuer does not intend to provide post-issuance information to investors

List of Assets Comprised in the Portfolio in Respect of US\$ 800 million Trust Certificates (Series 10)

Annex 1

Items	Assets	Amount (in USD)	Composition
1	Completed infra's	75,619,970	9.07%
2	Installment sales	72,848,738	8.98%
3	Completed leasing	312,884,079	38.57%
4	Leasing under Disbursement	133,402,878	16.44%
5	Infra under Disbursement	185,469,272	22.85%
6	Sukuk	33,217,448	4.09%
Total:		811,540,385	
SOP Weighted Average rate of return:		2.53%	

Intangible

Tangible

S/N	Project ID	Description	Installment Dates	Amount (ID)	Amount (USD)	Income (ID)	Income (USD)	Principal (ID)	Principal (USD)	# of Installments	Maturity date	Mark-up (%)
1	26A-001	CONST. OF THE FRANGHIL-LEONAKABALA	7-Jul-04	1,553,459.30	2,106,009.75	942,274.00	1,145,894.42	31,129,564.00	48,498,226.18	23	7-Jun-23	5.00%
2	2IN0218	ISLAM UNIVERSITY OF ALAUIN MAKASSAR	10-Jul-04	735,610.53	1,144,624.79	311,015.00	493,682.76	15,183,433.00	25,353,745.42	22	10-Jun-23	5.10%
(A) COMPLETED INFRA												

S/N	Project ID	Description	Installment Dates	Amount (ID)	Amount (USD)	Income (ID)	Income (USD)	Principal (ID)	Principal (USD)	# of Installments	Maturity date	Mark-up (%)
1	2KH0072	KAZAKH FARMERS PRODUCTION CAPACITIES PR	16-Jul-04	1,582,388.06	2,271,432.47	374,846.45	582,480.55	21,231,152.85	34,600,454.57	14	16-Oct-28	6%
2	2UG0088	SOALIGUTAR-SURAHAN TRANSMISSION LINE	29-Nov-04	1,021,121.46	1,393,552.47	254,410.00	385,867.05	14,578,815.00	35,245,182.23	24	29-Nov-23	3.02%
(B) MURABAH INSTALLMENT SALE TOTAL												

S/N	Project ID	Description	Installment Dates	Amount (ID)	Amount (USD)	Income (ID)	Income (USD)	Principal (ID)	Principal (USD)	# of Installments	Maturity date	Mark-up (%)
1	05ALU00	RABIGH REFINERY AND PEROXHEMICAL PROIEC	20-Jun-04	3,203,951.64	4,955,413.30	17,489.00	27,980.12	57,674,133.00	89,237,439.48	18.00	20-Dec-20	6M LIB + 0.6%
2	05ALU01	SABIC-VANSAB PETROCHEMICAL PROJECT	30-Jun-04	5,001,034.31	7,331,709.40	N/A	N/A	65,013,436.00	101,163,272.24	13.00	20-Jun-13	6M LIB + 0.5%
3	2B4-0005	WATER TRANSMISSION PROJECT OF AL-HIDD ST	28-Jul-04	2,282,730.80	2,595,554.78	800,537.00	984,447.55	31,088,270.00	49,898,859.49	25.00	26-Jul-24	3.10%
4	210-0109	CATRAMA ELECTRIC POWER COMPANY	15-Dec-04	2,496,488.52	2,328,586.06	33,656.00	52,802.81	46,391,164.00	71,385,547.89	31.00	15-Jun-27	6M LIB + 3.75%
(C) COMPLETED LEASING												

Project ID	Description	Approved Amount ID	Approved Amount USD	Disbursed amount ID	Disbursed amount USD	Completion %
2A-0028	MINGSHAR HYDRO POWER PROJECT (PHASE-II)	51,413,221	80,000,000	36,782,895.45	57,250,030.56	71.56%
2A-0100	THE ELECTRICITY TRANSMISSION SYSTEM	34,300,330	53,271,600	20,549,722.71	31,975,785.09	59.05%
2MAU0324	QUELIS EXPANSION PROJECT	57,413,221	80,000,000	28,910,571.13	44,217,081.71	55.22%
(D) LEASING UNDER DISBURSEMENT						

Project ID	Description	Approved Amount ID	Approved Amount USD	Disbursed amount ID	Disbursed amount USD	Completion %
2MAU004	KUALA LUMPUR TO SELANGOR TOLL EXPRESSWAY (KES)	59,125,004.05	92,000,000	49,049,519.63	76,322,064.620	84.67%
2MA-002	SOUTH KLANG VALLEY EXPRESSWAY PROJECT	48,159,894.66	75,000,000.00	34,944,555.00	54,325,045.760	65.774%
2UD0022	SIDI BOLDI HIGHER INSTITUTE FOR TECHNOLOGICAL	7,200,102.35	11,204,743.38	5,446,270.00	8,674,595.040	71.800%
2VCO035	CONSTRUCTION OF SINGGIDU-YAMGOU SSSOURD HIGHWAY	39,306,892.78	61,162,000.00	29,753,895.26	46,357,656.110	71.070%
(E) ISTISNA UNDER DISBURSEMENT						

S/N	Project ID	Description	Installment Dates	Repayment (ID)	Repayment (USD)	Return (ID)	Return (USD)	Principal (ID)	Principal (USD)	Maturity date	Mark-up	Coupon rate
1	SIB Sukuk Company Limited (ISIN XS0625554835)		25-Nov-04	1,940,700.00	3,019,748.01	91,504.01	142,882.06	1,940,700.00	3,019,748.01	25/05/2008	Fixed	4.75%
2	HSBC Bank Middle east Sukuk (ISIN XS0631952403)		2-Dec-04	16,172,500.00	25,164,733.45	578,166.88	899,639.22	16,172,500.00	25,164,733.45	02/05/2016	Fixed	3.52%
3	RAIS for Al-Yamanah Sukuk (ISIN XS0642209895)		22-Jul-04	3,234,500.00	5,032,946.69	268,760.00	462,655.74	3,234,500.00	5,032,946.69	22/07/2024	Fixed	8.00%
(F) SUKUK TOTAL												

* ID Exchange rate	
ID #	1.55602 USD
in Labo#	0.746%