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2 Client Buyback Program
IBRD BUYBACK PROGRAM

Objectives of IBRD Buyback Program

✓ Enhance the brand of the IBRD Funding Program
  ➢ by providing effective, back stop liquidity to investors

▪ How do buybacks support Funding Program?

✓ Support for illiquid bonds (MTNs, structured bonds, special circumstances)
✓ Enhance attractiveness of IBRD bonds
✓ Promote efficient pricing of IBRD bonds in the secondary market
✓ Support innovative financing
✓ Reinforces investor confidence in IBRD as a funder
IBRD BUYBACK PROGRAM

IBRD Buyback Procedures

- Receive buyback enquiry
  - Reverse inquiry, relationships with dealers
- Internal Due diligence
  - Eligibility, pricing, guidelines
- Provide buyback mandate to approved counterparty
- Choice of execution
- Settlement and post-trade considerations
## IBRD Buybacks at a glance

<p>| | |</p>
<table>
<thead>
<tr>
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<tbody>
<tr>
<td>Average buyback volume/year</td>
<td>USDeq 1.5 bln</td>
</tr>
<tr>
<td>Avg # of trades/ year</td>
<td>100</td>
</tr>
<tr>
<td>Average trade size</td>
<td>USDeq 15 mln</td>
</tr>
<tr>
<td>Avg # of currencies/year</td>
<td>10-15</td>
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</tbody>
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BUYBACK PROGRAM

Some Key Considerations for Buybacks

- **Objective**: Clarity of objective
- **Managing the message and investor expectations**
- **Consistency**
  - Pricing
  - Procedures
  - Useful to have guidelines