

**A. RESULTS OF 182 DAYS TREASURY BILLS ISSUE NO. 1855 VALUE DATED 25/01/2010**

This week the Central Bank of Kenya offered 182 day Treasury Bills for a total of Kshs 7 Billion. The total number of bids received was 207 amounting to Kshs 13.4 Billion, representing a 191% subscription rate. Bids accepted amounted to Kshs 8.2 Billion. The auction registered a decline in the weighted average rate for successful bids from the previous auction's 7.136% to 6.900%.

Due Date	26/07/2010
Amount Offered (Kshs. M)	7,000.00
Bids Received (Kshs. M)	13,402.60
Performance Rate (%)	191
Number of Bids Received	207
Number of Successful Bids	167
Amount Accepted (Kshs. M)	8,225.14
Of which : Competitive bids	7,694.59
: Non-Competitive bids	530.55
Purpose / Application of Funds:	
Rollover / Redemptions-91 days	3,476.41
Rollover / Redemptions-182 days	5,237.60
Total Redemptions	8,714.01
Net Repayment	488.87
Average Interest Rate	6.900%
Price per Kshs 100 at Average Rate	96.674
Cut-off Interest Rate	7.000%
Price per Kshs 100 at Cut-off Rate	96.627
12 week Moving Average	7.760%

B. COMPARATIVE INTEREST RATES

	This Auction	Last Auction	Variance
Value Dates	25/01/2010	11/01/2010	
Average Interest Rates (%)	6.900	7.136	0.236 ↓
Cut-off Interest Rates (%)	7.000	7.245	0.245 ↓

C. NEXT WEEK'S TREASURY BILLS AUCTION : ISSUE NO.1856/91 VALUE DATED 01/02/2010

OFFER AMOUNT (Kshs M) of which:	3,500.00
Redemptions	-
New Borrowing	3,500.00

The actual amount to be realised from the auction will be subject to Treasury's immediate liquidity requirements for the week. Competitive bids above cut-off may be accepted and allocated on a pro-rata basis at a price equivalent to cut-off rate. The Central Bank reserves the right to accept/reject bids in part or in full without giving any reason. Individual bids must be of a minimum face value of Kshs 100,000.00. Only CDS holders with updated mandates are eligible.

Bids must be submitted using the specified format and must reach the Central Bank (HQ or Branch) by 2.00 p.m. on Thursday, 28th January 2010. Payments of Kshs.1 Million and above must be made by electronic transfer using KEPSS and by Banker's Cheque for amounts below Kshs.1.Million and must reach the Central Bank on Monday 1st February 2010 not later than 2.00 p.m. for Cheques and 3.00p.m. for KEPSS transfers. Please provide the following details with each payment: Name, Reference No., CDS account No., and include 'Government Treasury Bills account No. 01-070-0001' when using KEPSS.

D. NON-COMPETITIVE BIDS

Non-competitive bids are subject to a maximum of Kshs. 10 Million per investor and are issued at the average tender rate.

E. ROLLOVERS

Investors wishing to rollover maturing Treasury Bills can do so by submitting rollover instructions to the Central Bank of Kenya by 2.00 p.m. on Wednesday 27th January 2010.