



**A. RESULTS OF 182 & 364 DAY TREASURY BILLS ISSUES 1936/182 & 1876/364 DATED**

**11/06/2012**

This week the Central Bank of Kenya offered 182 and 364 Days Treasury Bills for a total of Kshs 4 Billion. The total number of bids received was 73 amounting to Kshs. 283 Million representing 14% subscription and 22 non-competitive bids amounting to Kshs. 48 Million representing 2% subscription for 182 and 364 days respectively. Bids accepted amounted to Kshs. 283 Million for 182 day Treasury Bill. The weighted average rate of accepted bids, which will be applied for non-competitive bids, was 10.750% for the 182 Day Treasury Bill. There being no competitive bids for the 364 day Treasury Bill the weighted average rate for the last 364 day auction of 12.431% will be applied to the non-competitive bids. The other auction statistics are summarised in the table below.

	182 DAYS	364 DAYS	TOTAL
Due Date	10/12/2012	10/06/2013	
Amount Offered (Kshs. M)	2,000.00	2,000.00	4,000.00
Bids Received (Kshs. M)	282.89	42.62	325.50
Performance Rate (%)	14.14	2.13	8.14
Number of Bids Received	73	22	95
Number of Accepted Bids	73	22	95
Total Amount Accepted (Kshs. M)	282.88	42.62	325.50
Of which: Competitive bids	18.98	-	18.98
: Non-competitive bids	263.90	42.62	306.52
Purpose / Application of Funds:			
Rollover / Redemptions	71.64	280.80	352.44
New Borrowing/Net Repayment	211.24	238.18	
Market Weighted Average Rate	10.750%	-	
Weighted Average Rate of accepted bids	10.750%	12.431%	
Price per Kshs 100 at average rate	94.912	88.970	

**B. COMPARATIVE AVERAGE INTEREST RATES**

	This Auction (%)	Last Auction (%)	Variance
182 - day	10.750	10.327	0.423 ↑
364 - day	12.431	12.431	0.000

**C. NEXT TREASURY BILLS AUCTION: ISSUE NOS. 1956/91 & 1937/182 DATED 18/06/2012**

TENOR	91 DAYS	182 DAYS	TOTAL
Offer amount (Kshs. M)	2,000.00	2,000.00	4,000.00
AUCTION DATES & BIDS CLOSURE	14/06/2012	13/06/2012	
RESULTS ANNOUNCEMENT	15/06/2012	14/06/2012	
Redemptions			4,078.12
Net Repayment			78.12

The actual amount to be realised from the auction will be subject to Treasury's immediate liquidity requirements for the week. Where several successful bidders quote a common rate, the Central Bank of Kenya reserves the right to allot bids on a pro-rata basis. 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, Branch or Currency Centre) by 2.00 p.m. on Wednesday 13th June 2012 for 182 and Thursday 14th June 2012 for 91 Day Treasury Bills. Payments above Kshs.1 Million must be made by electronic transfer using RTGS. Payments below Kshs. 1 Million may be made by Banker's Cheque or RTGS and must reach the Central Bank not later than 2.00 p.m. on Monday 18th June 2012 for Cheques and 3.00 p.m for RTGS electronic fund transfers. Please provide the following details with each payment: Name, Reference No., Issue No., and include the Portfolio number and the Investor's virtual account number when using RTGS.

**D. NON-COMPETITIVE BIDS**

Non-competitive bids are subject to a maximum of Kshs. 20 Million per investor and are issued at the weighted average of accepted bids.

GERALD A. NYAOMA  
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06/06/2012