

**BANKI
KUU YA
KENYA**



**CENTRAL
BANK OF
KENYA**

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A. RESULTS OF 182 DAYS TREASURY BILLS ISSUE NO. 1938 VALUE DATED

25/06/2012

This week the Central Bank of Kenya offered 182 day Treasury Bills for a total of Kshs 2 Billion. The total number of bids received was 73 amounting to Kshs 1.17 Billion, representing a subscription of 59%. Bids accepted amounted to Ksh. 1.17 Billion. The market weighted average rate was 10.857% while the weighted average rate of accepted bids, which will be applied for non-competitive bids was 10.857% down from 10.737% recorded in the previous auction. The other auction statistics are summarised in the table below.

Due Date	24/12/2012
Amount Offered (Kshs. M)	2,000.00
Bids Received (Kshs. M)	1,172.80
Performance Rate (%)	59
Number of Bids Received	73
Number of accepted Bids	73
Amount Accepted (Kshs. M)	1,172.80
Of which : Competitive bids	995.79
: Non-Competitive bids	177.02
Purpose / Application of Funds:	
Rollover / Redemptions	733.10
New Borrowing	439.71
Market Weighted Average Rate	10.857%
Weighted Average Rate of accepted bids	10.857%
Price per Kshs 100 at Weighted Average Rate for accepted bids	94.864

B. COMPARATIVE INTEREST RATES

	This Auction	Last Auction	Variance
Value Dates	25/06/2012	18/06/2012	
Weighted Average Rate of Accepted bids (%)	10.857	10.737	0.120

C. NEXT WEEK'S TREASURY BILLS AUCTIONS: ISSUE NOS. 1958/91 & 1939/182 DATED 02/07/2012

TENOR	91 DAYS	182 DAYS	TOTAL
Offer Amount (Kshs. M)	2,000.00	2,000.00	4,000.00
Auction Dates & Bids Closure	6/28/12	6/27/12	
Results Announcement	6/29/12	6/28/12	
Redemptions			1,500.27
New Borrowing			2,499.73

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 27th June 2012 for 182 and Thursday 28th June 2012 for 91 days Treasury Bills respectively. Payments exceeding 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 2nd July 2012 for Cheques and 3.00 p.m for RTGS electronic fund transfers. Please provide the following details with each payment: Investor's Name, Reference Number and Portfolio Account Number, Please remit the payments to your Virtual Account at Central Bank of Kenya.

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
DIRECTOR, FINANCIAL MARKETS DEPARTMENT
Wednesday, June 20, 2012