

BANKI  
KUU YA  
KENYA



CENTRAL  
BANK OF  
KENYA

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**A. RESULTS OF 182 DAYS TREASURY BILLS ISSUE NO. 1947 VALUE DATED 27/08/2012**

This week the Central Bank of Kenya offered 182 day Treasury Bills for a total of Kshs 4 Billion. The total number of bids received was 87 amounting to Kshs 4.99 Billion, representing a subscription of 125%. Bids accepted amounted to Ksh. 4.22 Billion. The market weighted average rate was 10.340% while the weighted average rate of accepted bids, which will be applied for non-competitive bids was 10.032% down from 11.366% recorded in the previous auction. The other auction statistics are summarised in the table below.

Due Date	25/02/2013
Amount Offered (Kshs. M)	4,000.00
Bids Received (Kshs. M)	4,994.63
Performance Rate (%)	125
Number of Bids Received	87
Number of accepted Bids	81
Amount Accepted (Kshs. M)	4,220.19
Of which : Competitive bids	3,825.96
: Non-Competitive bids	394.23
Purpose / Application of Funds:	
Rollover / Redemptions	940.85
New Borrowing/Net Repayment	3,279.34
Market Weighted Average Rate	10.340%
Weighted Average Rate of accepted bids	10.032%
Price per Kshs 100 at Weighted Average Rate for accepted bids	95.236

**B. COMPARATIVE INTEREST RATES**

	This Auction	Last Auction	Variance
Value Dates	27/08/2012	20/08/2012	
Weighted Average Rate of Accepted bids (%)	10.032	11.366	1.334 ↓

**C. NEXT WEEK'S TREASURY BILLS AUCTIONS: ISSUE NOS. 1967/91, 1948/182 & 1880/364 DATED 03/09/2012**

TENOR	91 DAYS	182 DAYS	364 DAYS	TOTAL
Offer Amount (Kshs. M)	4,000.00	4,000.00	7,000.00	15,000.00
Auction Dates & Bids Closure	30/08/2012	29/08/2012	29/08/2012	
Results Announcement	31/08/2012	30/08/2012	30/08/2012	
Redemptions				7,097.89
New Borrowing				7,902.11

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 29th August 2012 for 182 & 364 day and Thursday 30th August 2012 for 91 day 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 3rd September 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.

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DIRECTOR, FINANCIAL MARKETS DEPARTMENT  
22/08/2012