



**A. RESULTS OF 182 & 364 DAY TREASURY BILLS ISSUES 1948/182 & 1881/364 DATED**

**03/09/2012**

This week the Central Bank of Kenya offered 182 and 364 Days Treasury Bills for a total of Kshs 11 Billion. The total number of bids received was 92 amounting to Kshs. 4.42 billion representing 110.51% subscription and 44 bids amounting to Kshs. 4.54 Billion representing 64.84% subscription for 182 and 364 days respectively. Bids accepted amounted to Kshs. 4.33 Billion for 182 days and 4.54 Billion for 364 days Treasury Bills. The weighted average rate of accepted bids, which will be applied for non-competitive bids, was 9.848% for the 182 Day and 10.336% for 364 days Treasury Bills. The other auction statistics are summarised in the table below.

	182 DAYS	364 DAYS	TOTAL
Due Date	04/03/2013	02/09/2013	
Amount Offered (Kshs. M)	4,000.00	7,000.00	11,000.00
Bids Received (Kshs. M)	4,420.49	4,538.54	8,959.03
Performance Rate (%)	110.51	64.84	81.45
Number of Bids Received	92	44	136
Number of Accepted Bids	91	44	135
Total Amount Accepted (Kshs. M)	4,325.80	4,538.54	8,864.34
Of which: Competitive bids	3,776.43	4,435.10	8,211.53
: Non-competitive bids	549.37	103.44	652.81
Purpose / Application of Funds:			
Rollover / Redemptions	5,983.87	-	5,983.87
New Borrowing/Net Repayment	1,658.07	4,538.54	
Market Weighted Average Rate	9.883%	10.336%	
Weighted Average Rate of accepted bids	9.848%	10.336%	
Price per Kshs 100 at average rate	95.319	90.656	

**B. COMPARATIVE AVERAGE INTEREST RATES**

	This Auction	Last Auction	Variance
	(%)	(%)	
182 - day	9.848	10.032	0.184 ↓
364 - day	10.336	12.853	2.517 ↓

**C. NEXT TREASURY BILLS AUCTION: ISSUE NOS. 1968/91 & 1949/182 DATED 10/09/2012**

TENOR	91 DAYS	182 DAYS	TOTAL
Offer amount (Kshs. M)	4,000.00	4,000.00	8,000.00
AUCTION DATES & BIDS CLOSURE	06/09/2012	05/09/2012	
RESULTS ANNOUNCEMENT	07/09/2012	06/09/2012	
Redemptions			2,425.56
New Borrowing			5,574.44

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 5th September 2012 for 182 and Thursday 6th September 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 10th September 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.