

BANKI
KUU YA
KENYA



CENTRAL
BANK OF
KENYA

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A. RESULTS OF 91 DAYS TREASURY BILLS ISSUE NO. 1957 VALUE DATED 25/06/2012

This week the Central Bank of Kenya offered 91 day Treasury Bills for a total of **Kshs 2 Billion**. The total number of bids received was **131** amounting to **Kshs. 1.68 Billion**, representing a subscription of **84%**. Bids accepted amounted to **Kshs 1.45 Billion**. The market weighted average rate was **10.886%**, and the weighted average of accepted bids which will be applied for non-competitive bids was **10.675%** up from **10.537%** in the previous auction. The other auction statistics are summarised in the table below.

Due Date	24/09/2012
Amount Offered (Kshs. M)	2,000.00
Bids Received (Kshs. M)	1,679.10
Performance Rate (%)	84
Number of Bids Received	131
Number of accepted Bids	128
Amount Accepted (Kshs. M)	1,447.43
Of which : Competitive bids	1,032.33
: Non-Competitive bids	415.10
Purpose / Application of Funds:	
Rollover / Redemptions	891.36
Total Redemptions	891.36
New Borrowing	556.07
Market Weighted Average Rate	10.886%
Weighted Average Rate of accepted bids	10.675%
Price per Kshs 100 at Weighted Average Rate for accepted bids	97.408

B. COMPARATIVE INTEREST RATES

	This Auction	Last Auction	Variance
Value Dates	25/06/2012	18/06/2012	
Weighted Average Rate of Accepted bids (%)	10.675	10.537	0.138 ↑

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	28/06/2012	27/06/2012	
Results Announcement	29/06/2012	28/06/2012	
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 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, 2nd July 2012 for Cheques and 3.00 p.m for RTGS electronic fund transfers. Please provide the following details with each payment: Name, Reference No., the New CDS Portfolio and the customer's Virtual account No.

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
21/06/2012