

BANKI  
KUU YA  
KENYA



CENTRAL  
BANK OF  
KENYA

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**A. RESULTS OF 91 DAYS TREASURY BILLS ISSUE NO. 1958 VALUE DATED 02/07/2012**

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 147 amounting to Kshs. 785 Million, representing a subscription of 39%. Bids accepted amounted to Kshs 785 Million. The market weighted average rate which is the same rate that will be applied for non-competitive bids was 10.780% up from 10.675% recorded in the previous auction. The other auction statistics are summarised in the table below.

	01/10/2012
Amount Offered (Kshs. M)	2,000.00
Bids Received (Kshs. M)	785.10
Performance Rate (%)	39
Number of Bids Received	147
Number of accepted Bids	147
Amount Accepted (Kshs. M)	785.11
Of which : Competitive bids	457.12
: Non-Competitive bids	327.99
<b>Purpose / Application of Funds:</b>	
Rollover / Redemptions	1,132.04
<b>Total Redemptions</b>	<b>1,132.04</b>
Net Repayment	346.93
<b>Market Weighted Average Rate</b>	<b>10.780%</b>
<b>Weighted Average Rate of accepted bids</b>	<b>10.780%</b>
Price per Kshs 100 at Weighted Average Rate for accepted bids	97.383

**B. COMPARATIVE INTEREST RATES**

	This Auction	Last Auction	Variance
Value Dates	02/07/2012	25/06/2012	
Weighted Average Rate of Accepted bids (%)	10.780	10.675	0.105 ↑

**C. NEXT WEEK'S TREASURY BILLS AUCTIONS: ISSUE NOS. 1959/91, 1940/182 & 1877/364 DATED 09/07/2012**

TENOR	91 DAYS	182 DAYS	364 DAYS	TOTAL
Offer Amount (Kshs. M)	2,000.00	2,000.00	3,000.00	7,000.00
Auction Dates & Bids Closure	05/07/2012	04/07/2012	04/07/2012	
Results Announcement	06/07/2012	05/07/2012	05/07/2012	
Redemptions				4,093.54
New Borrowing				2,906.47

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 4th July 2012 for 182 & 364 and Thursday 5th July 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 9th 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.

P.M. ODUDE  
ASSISTANT DIRECTOR, FINANCIAL MARKETS DEPARTMENT  
28/06/2012