

BANKI
KUU YA
KENYA



CENTRAL
BANK OF
KENYA

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A. RESULTS OF 91 DAYS TREASURY BILLS ISSUE NO. 1960 VALUE DATED 16/07/2012

This week the Central Bank of Kenya offered 91 day Treasury Bills for a total of Kshs 3 Billion. The total number of bids received was 155 amounting to Kshs. 1.3 Billion, representing a subscription of 43%. Bids accepted amounted to Kshs 1.3 Billion. The market weighted average rate was 12.001%, and the weighted average of accepted bids which will be applied for non-competitive bids was 12.001% up from 10.835% in the previous auction. The other auction statistics are summarised in the table below.

	15/10/2012
Amount Offered (Kshs. M)	3,000.00
Bids Received (Kshs. M)	1,298.74
Performance Rate (%)	43
Number of Bids Received	155
Number of accepted Bids	155
Amount Accepted (Kshs. M)	1,298.74
Of which : Competitive bids	878.37
: Non-Competitive bids	420.37
Purpose / Application of Funds:	
Rollover / Redemptions	1,588.52
Total Redemptions	1,588.52
New Borrowing/Net Repayment	289.78
Market Weighted Average Rate	12.001%
Weighted Average Rate of accepted bids	12.001%
Price per Kshs 100 at Weighted Average Rate for accepted bids	97.095

B. COMPARATIVE INTEREST RATES

	This Auction	Last Auction	Variance
Value Dates	16/07/2012	09/07/2012	
Weighted Average Rate of Accepted bids (%)	12.001	10.835	1.166 ↑

C. NEXT WEEK'S TREASURY BILLS AUCTIONS: ISSUE NOS. 1961/91 & 1942/182 DATED 23/07/2012

TENOR	91 DAYS	182 DAYS	TOTAL
Offer Amount (Kshs. M)	3,000.00	3,000.00	6,000.00
Auction Dates & Bids Closure	19/07/2012	18/07/2012	
Results Announcement	20/07/2012	19/07/2012	
Redemptions			8,251.33
New Borrowing/Net Repayment			2,251.33

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 18th July 2012 for 182 and Thursday 19th 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 23rd 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.

MWENDA K. MARETE
ASSISTANT DIRECTOR, FINANCIAL MARKETS DEPARTMENT
12/07/2012