

BANKI  
KUU YA  
KENYA



CENTRAL  
BANK OF  
KENYA

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**A. RESULTS OF 91 DAYS TREASURY BILLS ISSUE NO. 1965 VALUE DATED 20/08/2012**

This week the Central Bank of Kenya offered 91 day Treasury Bills for a total of **Kshs 4 Billion**. The total number of bids received was **287** amounting to **Kshs. 17.6 Billion**, representing a subscription of **439 %**. Total bids accepted amounted to **Kshs 5.5Billion**. The market weighted average rate was **10.852%**, and the weighted average of accepted bids which will be applied for non-competitive bids was **10.267%** down from **12.000%** in the previous auction. The other auction statistics are summarised in the table below.

Due Date	19/11/2012
Amount Offered (Kshs. M)	4,000.00
Bids Received (Kshs. M)	17,575.30
Performance Rate (%)	439
Number of Bids Received	287
Number of accepted Bids	239
Amount Accepted (Kshs. M)	5,453.31
Of which : Competitive bids	4,808.81
: Non-Competitive bids	644.50
<b>Purpose / Application of Funds:</b>	
Rollover / Redemptions	2,775.83
<b>Total Redemptions</b>	<b>2,775.83</b>
New Borrowing/Net Repayment	2,677.48
<b>Market Weighted Average Rate</b>	<b>10.852%</b>
<b>Weighted Average Rate of accepted bids</b>	<b>10.267%</b>
Price per Kshs 100 at Weighted Average Rate for accepted bids	97.504

**B. COMPARATIVE INTEREST RATES**

	This Auction	Last Auction	Variance
Value Dates	20/08/2012	13/08/2012	
	10.267	12.000	1.733 ↓

**C. NEXT WEEK'S TREASURY BILLS AUCTIONS: ISSUE NOS. 1966/91 & 1947/182 DATED 27/08/2012**

TENOR	91 DAYS	182 DAYS	TOTAL
Offer Amount (Kshs. M)	4,000.00	4,000.00	8,000.00
Auction Dates & Bids Closure	23/08/2012	22/08/2012	
Results Announcement	24/08/2012	23/08/2012	
Redemptions			2,184.41
New Borrowing/Net Repayment			5,815.59

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 22nd August 2012 for 182 and Thursday 23rd August 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 27th August 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.

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DIRECTOR, FINANCIAL MARKETS DEPARTMENT  
16/08/2012