

A. RESULTS OF 91 & 182 DAYS TREASURY BILLS ISSUES 1922/91 & 1903/182 DATED 24/10/2011

This week the Central Bank of Kenya offered 91 and 182 Days Treasury Bills for a total of Kshs 7 Billion. The total number of bids received was 351 amounting Kshs. 3.1 Billion representing 77% subscription and 114 bids amounting to Kshs. 0.98 Billion representing a 33% subscription for 91 and 182 days respectively. Bids accepted amounted to Kshs. 2.4 Billion for 91 and Kshs 0.97 Billion for the 182 day. The weighted average rate of accepted bids, which will be applied for non-competitive bids, was 15.091% and 15.287% for the 91 and 182 Day Treasury Bills respectively. The other auction statistics are summarised in the table below.

	91 DAYS	182 DAYS	TOTAL
Due Date	23/01/2012	23/04/2012	
Amount Offered (Kshs. M)	4,000.00	3,000.00	7,000.00
Bids Received (Kshs. M)	3,085.96	977.52	4,063.48
Performance Rate (%)	77.15	32.58	58.05
Number of Bids Received	351	114	465
Number of Accepted Bids	317	109	426
Total Amount Accepted (Kshs. M)	2,439.85	976.70	3,416.55
Of which: Competitive bids	1,020.98	425.93	1,446.91
: Non-competitive bids	1,418.87	550.77	1,969.63
Purpose / Application of Funds:			
Rollover / Redemptions	2,825.67	180.63	3,006.29
New Borrowing/Net repayment	385.82	796.07	
Market Weighted Average Rate	15.603%	15.294%	
Weighted Average Rate of accepted bids	15.091%	15.287%	
Price per Kshs 100 at average rate	96.374	92.917	

B. COMPARATIVE AVERAGE INTEREST RATES

	This Auction	Last Auction	Variance
	(%)	(%)	
91 - day	15.091	14.997	0.094 ↑
182 - day	15.287	14.973	0.314 ↑

C. NEXT TREASURY BILLS AUCTIONS: ISSUE NOS. 1923/91 & 1904/182 DATED 31/10/2011

TENOR	91 DAYS	182 DAYS	TOTAL
Offer amount (Kshs. M)	4,000.00	3,000.00	7,000.00
AUCTION DATES & BIDS CLOSURE	27/10/2011	26/10/2011	
RESULTS ANNOUNCEMENT	28/10/2011	27/10/2011	

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 or Branch) by 2.00 p.m. on Wednesday, 26th October 2011 for 182 days and Thursday 27th October 2011 for 91 day T/Bills. Payments above Kshs. 1 Million must be made transfer using RTGS. Payments below Kshs. 1 Million may be made by Banker's Cheque and must reach the Central Bank not later than 2.00 p.m. on Monday 31st October for both 91 and 182 Days. Please provide the following details with each payment: Name, Reference No., CDS account No., and include 'Government Treasury Bills Suspense A/c no. 01-070-0001' when using RTGS.

D. NON-COMPETITIVE BIDS

Non-competitive bids are subject to a maximum of Kshs. 20 Million per investor per tenor.

DIRECTOR, FINANCIAL MARKETS DEPARTMENT
Wednesday 19th October 2011