

A. RESULTS OF 182 & 364 DAYS TREASURY BILLS ISSUES 1901/182 & 1866/364 DATED 10/10/2011

This week the Central Bank of Kenya offered 182 and 364 Days Treasury Bills for a total of Kshs 8 Billion. The total number of bids received was 69 amounting Kshs. 4.07 Billion representing 136% subscription and 41 bids amounting to Kshs. 219 Million representing a 4% subscription for 182 and 364 days respectively. Bids accepted amounted to Kshs. 3.5 Billion for 182 and Kshs 182 Million for the 364 day . The weighted average rate of accepted bids, which will be applied for non-competitive bids, was 14.283% and 14.499% for the 182 and 364 Day Treasury Bills respectively. The other auction statistics are summarised in the table below.

IMPORTANT NOTICE: Please note that 182 Day Treasury Bill is on offer in next week's auction, value date 17th October 2011.

	182 DAYS	364 DAYS	TOTAL
Due Date	09/04/2012	08/10/2012	
Amount Offered (Kshs. M)	3,000.00	5,000.00	8,000.00
Bids Received (Kshs. M)	4,069.18	218.50	4,287.68
Performance Rate (%)	135.64	4.37	53.60
Number of Bids Received	69	41	110
Number of Accepted Bids	61	34	95
Total Amount Accepted (Kshs. M)	3,507.63	182.20	3,689.83
Of which: Competitive bids	3,242.46	34.95	3,277.41
: Non-competitive bids	265.17	147.26	412.42
Purpose / Application of Funds:			
Rollover / Redemptions	1,612.57	7,120.18	8,732.75
New Borrowing/Net repayment	1,895.06	6,937.98	
Market Weighted Average Rate	14.476%	15.422%	
Weighted Average Rate of accepted bids	14.283%	14.499%	
Price per Kshs 100 at average rate	93.352	87.367	

B. COMPARATIVE AVERAGE INTEREST RATES

	This Auction (%)	Last Auction (%)	Variance
182 - day	14.283	13.493	0.790 ↑
364 - day	14.499	12.536	1.963 ↑

C. NEXT 182 & 364 DAYS TREASURY BILLS AUCTION: ISSUE NOS. 1902/182 & 1867/364

TENOR	182 DAYS	364 DAYS	TOTAL
Offer amount (Kshs. M)	3,000.00	6,000.00	9,000.00
AUCTION DATES & BIDS CLOSURE	12/10/2011	09/11/2011	
RESULTS ANNOUNCEMENT	13/10/2011	10/11/2011	

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, 12th October 2011 for 182 days and Wednesday 9th November 2011 for 364 day T/Bills. Payments above Kshs.1 Million must be 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 17th October for the 182 Days and 14th November 2011 for the 364 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.

GERALD A. NYAOMA
DIRECTOR, FINANCIAL MARKETS DEPARTMENT
 Wednesday, October 5, 2011