

A. RESULTS OF 182 & 364 DAYS TREASURY BILLS ISSUES 1910/182 & 1870/364 DATED

12/12/2011

This week the Central Bank of Kenya offered 182 and 364 Days Treasury Bills for a total of Kshs 6 Billion. The total number of bids received was 29 amounting Kshs. 123 Million representing 4% subscription and 30 bids amounting to Kshs. 3.8 Billion representing a 129% subscription for 182 and 364 days respectively. Bids accepted amounted to Kshs. 82 Million for 182 and 707 Million for the 364 day. The weighted average rate of accepted bids, which will be applied for non-competitive bids, was 17.679% and 20.955% for the 182 and 364 Day Treasury Bills respectively. The other auction statistics are summarised in the table below.

Important Notice: The Issue Number for 364 Days Treasury Bill is 1870/364, Not 1868/364 as reported earlier

	182 DAYS	364 DAYS	TOTAL
Due Date	11/06/2012	10/12/2012	
Amount Offered (Kshs. M)	3,000.00	3,000.00	6,000.00
Bids Received (Kshs. M)	123.40	3,871.80	3,995.20
Performance Rate (%)	4.11	129.06	66.59
Number of Bids Received	29	30	59
Number of Accepted Bids	26	19	45
Total Amount Accepted (Kshs. M)	81.74	707.50	789.24
Of which: Competitive bids	34.00	688.68	722.68
: Non-competitive bids	47.74	18.82	66.56
Purpose / Application of Funds:			
Rollover / Redemptions	-	5,469.24	5,469.24
New Borrowing/Net repayment	81.74	4,761.74	
Market Weighted Average Rate	18.140%	25.760%	
Weighted Average Rate of accepted bids	17.679%	20.955%	
Price per Kshs 100 at average rate	91.899	82.715	

B. COMPARATIVE AVERAGE INTEREST RATES

	This Auction	Last Auction	Variance
	(%)	(%)	
182 - day	17.679	16.543	1.136 ↑
364 - day	20.955	16.617	4.338 ↑

C. NEXT TREASURY BILLS AUCTION: ISSUE NOS. 1930/91 & 1911/182 DATED 19/12/2011

TENOR	91 DAYS	182 DAYS	TOTAL
Offer amount (Kshs. M)	4,000.00	3,000.00	7,000.00
AUCTION DATES & BIDS CLOSURE	15/12/2011	14/12/2011	
RESULTS ANNOUNCEMENT	16/12/2011	15/12/2011	
Redemptions			14,578.31
Net Repayment			7,578.31

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 14th December 2011 for 182 and Thursday 15th December 2011 for 91 Day Treasury Bills. 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 19th December 2011 for Cheques and 3.00 p.m for RTGS electronic fund transfers. 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 and are issued at the weighted average of accepted bids.