

**A. RESULTS OF 91 DAYS TREASURY BILLS ISSUE NO. 1916 VALUE DATED 12/09/2011**

This week the Central Bank of Kenya offered 91 day Treasury Bills for a total of Kshs 2 Billion. The total number of bids received was 213 amounting to Kshs. 8.8 Billion, representing a subscription of 441%. Bids accepted amounted to Kshs 8.8 Billion. The market weighted average rate of accepted bids, which will be applied for non-competitive bids, was 11.685% up from 10.281% in the previous auction. The other auction statistics are summarised in the table below.

**IMPORTANT NOTICE: Please note that 182 Day Treasury Bill is on offer in the next week's auction.**

Due Date	12/12/2011
Amount Offered (Kshs. M)	2,000.00
Bids Received (Kshs. M)	8,812.81
Performance Rate (%)	441
Number of Bids Received	213
Number of accepted Bids	213
Amount Accepted (Kshs. M)	8,812.81
Of which : Competitive bids	7,808.71
: Non-Competitive bids	1,004.10
<b>Purpose / Application of Funds:</b>	
Rollover / Redemptions-91 days	17,141.09
Rollover / Redemptions-182 days	-
<b>Total Redemptions</b>	<b>17,141.09</b>
Net Repayment	8,328.28
<b>Market Weighted Average Rate</b>	<b>11.685%</b>
<b>Weighted Average Rate of accepted bids</b>	<b>11.685%</b>
Price per Kshs 100 at Weighted Average Rate for accepted bids	97.169

**B. COMPARATIVE INTEREST RATES**

	This Auction	Last Auction	Variance
Value Dates	12/09/2011	05/09/2011	
Weighted Average Rate of Accepted bids (%)	11.685	10.281	1.404 ↑

**C. NEXT WEEK'S TREASURY BILLS AUCTION: ISSUE NOS. 1917/91 & 1898/182 DATED 19/09/2011**

TENOR	91 DAYS	182 DAYS	TOTAL
Offer amount (Kshs. M)	5,000.00	6,500.00	11,500.00
<b>AUCTION DATES &amp; BIDS CLOSURE</b>	<b>15/09/2011</b>	<b>14/09/2011</b>	
<b>RESULTS ANNOUNCEMENT</b>	<b>16/09/2011</b>	<b>15/09/2011</b>	
<b>DUE DATES</b>	<b>19/12/2011</b>	<b>19/03/2012</b>	

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 14th September 2011 and 15th September 2011 for the 182 and 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 19th September 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.

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**DIRECTOR, FINANCIAL MARKETS DEPARTMENT**  
 Thursday, September 08, 2011