

A. RESULTS OF 91 DAYS TREASURY BILLS ISSUE NO. 1918 VALUE DATED 26/09/2011

This week the Central Bank of Kenya offered 91 day Treasury Bills for a total of Kshs 5 Billion. The total number of bids received was 291 amounting to Kshs. 7.9 Billion, representing a subscription of 158%. Bids accepted amounted to Kshs 5.9 Billion. The market weighted average rate of accepted bids, which will be applied for non-competitive bids, was 13.193% up from 12.570% 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 next week's auction, value date 3rd October 2011.

Due Date	26/12/2011
Amount Offered (Kshs. M)	5,000.00
Bids Received (Kshs. M)	7,895.18
Performance Rate (%)	158
Number of Bids Received	291
Number of accepted Bids	265
Amount Accepted (Kshs. M)	5,857.62
Of which : Competitive bids	4,899.87
: Non-Competitive bids	957.75
Purpose / Application of Funds:	
Rollover / Redemptions-91 days	5,819.79
Rollover / Redemptions-182 days	-
Total Redemptions	5,819.79
New Borrowing	37.83
Market Weighted Average Rate	13.593%
Weighted Average Rate of accepted bids	13.193%
Price per Kshs 100 at Weighted Average Rate for accepted bids	96.816

B. COMPARATIVE INTEREST RATES

	This Auction	Last Auction	Variance
Value Dates	26/09/2011	19/09/2011	
Weighted Average Rate of Accepted bids (%)	13.193	12.570	0.623 ↑

C. NEXT WEEK'S TREASURY BILLS AUCTIONS: ISSUE NOS. 1919/91 & 1900/182 VALUE DATED 03/10/2011

TENOR	91 DAYS	182 DAYS	TOTAL
Offer amount (Kshs. M)	4,000.00	3,000.00	7,000.00
AUCTION DATES & BIDS CLOSURE	29/09/2011	28/09/2011	
RESULTS ANNOUNCEMENT	30/09/2011	29/09/2011	
DUE DATES	02/01/2012	02/04/2012	
Redemptions			1,431.96
New Borrowing			5,568.04

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 28th September 2011 and 29th September 2011 for the 182 and 91 day 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 3rd October 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.