

**A. RESULTS OF 182 DAYS TREASURY BILLS ISSUE NO. 1931 VALUE DATED 07/05/2012**

This week the Central Bank of Kenya offered 182 day Treasury Bills for a total of Kshs 2 Billion. The total number of bids received was 151 amounting to Kshs 7.67 Billion, representing a subscription of 383%. Bids accepted amounted to Ksh. 1.81 Billion. The market weighted average rate was 15.280% while the weighted average rate of accepted bids, which will be applied for non-competitive bids was 14.775% down from 16.623% recorded in the previous auction. The other auction statistics are summarised in the table below.

Due Date	05/11/2012
Amount Offered (Kshs. M)	2,000.00
Bids Received (Kshs. M)	7,668.45
Performance Rate (%)	383
Number of Bids Received	151
Number of accepted Bids	127
Amount Accepted (Kshs. M)	1,814.80
Of which : Competitive bids	1,397.08
: Non-Competitive bids	417.73
Purpose / Application of Funds:	
Rollover / Redemptions	463.93
New Borrowing	1,350.87
Market Weighted Average Rate	15.280%
Weighted Average Rate of accepted bids	14.775%
Price per Kshs 100 at Weighted Average Rate for accepted bids	93.138

B. COMPARATIVE INTEREST RATES

	This Auction	Last Auction	Variance
Value Dates	07/05/2012	30/04/2012	
Weighted Average Rate of Accepted bids (%)	14.775	16.623	1.848 ↓

C. NEXT WEEK'S TREASURY BILLS AUCTIONS: ISSUE NOS. 1951/91, 1932/182 & 1875/364 DATED 14/05/2012

TENOR	91 DAYS	182 DAYS	364 DAYS	TOTAL
Offer Amount (Kshs. M)	2,000.00	2,000.00	2,000.00	6,000.00
Auction Dates & Bids Closure	10/05/2012	09/05/2012	09/05/2012	
Results Announcement	11/05/2012	10/05/2012	10/05/2012	
Redemptions				12,430.72
Net Repayment				6,430.72

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 9th May 2012 for 182 and 364 days and Thursday 10th May 2012 for 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 14th May 2012 for Cheques and 3.00 p.m for RTGS electronic fund transfers. Please provide the following details with each payment: Name, Reference No., the New CDS Portfolio and the customer's Virtual account No.

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.

IMPORTANT NOTICE

- The auctions for 182 and 91 days Treasury Bills have reverted back to Wednesdays and Thursdays respectively.
- Payments for successful bid must be remitted to the Investor's Virtual account at the Central Bank of Kenya and NOT the Treasury Bills account.