

BANKI  
KUU YA  
KENYA



CENTRAL  
BANK OF  
KENYA

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**A. RESULTS OF 91 & 182 DAY TREASURY BILLS ISSUES 1948/91 & 1929/182 DATED**

23/04/2012

This week the Central Bank of Kenya offered 91 and 182 Days Treasury Bills for a total of Kshs 7 Billion. The total number of bids received was 195 amounting to Kshs. 2.7 Billion representing 67% subscription and 193 bids amounting to Kshs. 5.3 Billion representing 177% subscription for 91 and 182 days respectively. Bids accepted amounted to Kshs. 2.7 Billion for 91 and Kshs. 4.16 Billion for the 182 day. The weighted average rate of accepted bids, which will be applied for non-competitive bids, was 15.93% and 16.638% for the 91 and 182 Day Treasury Bills respectively. The other auction statistics are summarised in the table below.

|  | 91 DAYS    | 182DAYS    | TOTAL    |
|--|------------|------------|----------|
| Due Date                               | 23/07/2012 | 22/10/2012 |          |
| Amount Offered (Kshs. M)               | 4,000.00   | 3,000.00   | 7,000.00 |
| Bids Received (Kshs. M)                | 2,669.33   | 5,317.32   | 7,986.65 |
| Performance Rate (%)                   | 66.73      | 177.24     | 114.10   |
| Number of Bids Received                | 195        | 193        | 388      |
| Number of Accepted Bids                | 195        | 187        | 382      |
| Total Amount Accepted (Kshs. M)        | 2,669.33   | 4,166.76   | 6,836.09 |
| Of which: Competitive bids             | 2,129.33   | 3,541.72   | 5,671.05 |
| : Non-competitive bids                 | 540.00     | 625.04     | 1,165.05 |
| <b>Purpose / Application of Funds:</b> |            |            |          |
| Rollover / Redemptions                 | 7,031.74   | 973.96     | 8,005.70 |
| Net Repayment/New Borrowing            | 4,362.41   | 3,192.80   |          |
| Market Weighted Average Rate           | 15.930%    | 16.850%    |          |
| Weighted Average Rate of accepted bids | 15.930%    | 16.638%    |          |
| Price per Kshs 100 at average rate     | 96.180     | 92.339     |          |

**B. COMPARATIVE AVERAGE INTEREST RATES**

|           | This Auction | Last Auction | Variance |
|-----------|--------------|--------------|----------|
|           | (%)          | (%)          |          |
| 91 - day  | 15.930       | 16.078       | 0.148 ↓  |
| 182 - day | 16.638       | 16.737       | 0.099 ↓  |

**C. NEXT WEEK'S TREASURY BILLS AUCTIONS: ISSUE NOS. 1949/91 & 1930/182 DATED 30/04/2012**

| TENOR                                   | 91 DAYS    | 182 DAYS   | TOTAL    |
|---|------------|------------|----------|
| Offer amount (Kshs. M)                  | 2,000.00   | 2,000.00   | 4,000.00 |
| <b>AUCTION DATES &amp; BIDS CLOSURE</b> | 26/04/2012 | 25/04/2012 |          |
| <b>RESULTS ANNOUNCEMENT</b>             | 27/04/2012 | 26/04/2012 |          |
| Redemptions                             |            |            | 5,145.68 |
| New Repayment                           |            |            | 1,145.68 |

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 25th April 2012 for 182 days and Thursday 26th April 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 30th April 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**

- Investors to note that from next week the auctions for 182 and 91 days will revert back to Wednesdays and Thursdays respectively
- All payments must be remitted to the Investor's Virtual account at the Central Bank of Kenya and NOT the Treasury Bills account as in the past.

GERALD A. NYAOMA  
DIRECTOR, FINANCIAL MARKETS DEPARTMENT  
Thursday, April 19, 2012