

**BANKI
KUU YA
KENYA**



**CENTRAL
BANK OF
KENYA**

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A. RESULTS OF 91 DAYS TREASURY BILLS ISSUE NO. 1951 VALUE DATED 14/05/2012

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 250 amounting to Kshs. 6.042 Billion, representing a subscription of 302%. Bids accepted amounted to Kshs 2.561 Billion. The market weighted average rate was 12.220%, and the weighted average of accepted bids which will be applied for non-competitive bids was 11.381% down from 13.382% in the previous auction. The other auction statistics are summarised in the table below.

	13/08/2012
Amount Offered (Kshs. M)	2,000.00
Bids Received (Kshs. M)	6,042.87
Performance Rate (%)	302
Number of Bids Received	250
Number of accepted Bids	235
Amount Accepted (Kshs. M)	2,561.09
Of which : Competitive bids	2,015.23
: Non-Competitive bids	545.86
Purpose / Application of Funds:	
Rollover / Redemptions	8,223.45
Total Redemptions	8,223.45
Net Repayment	5,662.35
Market Weighted Average Rate	12.220%
Weighted Average Rate of accepted bids	11.381%
Price per Kshs 100 at Weighted Average Rate for accepted bids	97.241

B. COMPARATIVE INTEREST RATES

	This Auction	Last Auction	Variance
Value Dates	14/05/2012	07/05/2012	
Weighted Average Rate of Accepted bids (%)	11.381	13.382	2.001 ↓

C. NEXT WEEK'S TREASURY BILLS AUCTIONS: ISSUE NOS. 1952/91, 1933/182 DATED 21/05/2012

TENOR	91 DAYS	182 DAYS	TOTAL
Offer Amount (Kshs. M)	2,000.00	2,000.00	4,000.00
AUCTION DATES & BIDS CLOSURE	17/05/2012	16/05/2012	
RESULTS ANNOUNCEMENT	18/05/2012	17/05/2012	
Redemptions			3,446.26
Net Repayment			553.74

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 16th May 2012 for 182 days and Thursday 17th 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 21st 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.

MWENDA K. MARETE
ASSISTANT DIRECTOR, FINANCIAL MARKETS DEPARTMENT
10/05/2012