

BANKI
KUU YA
KENYA



CENTRAL
BANK OF
KENYA

Haile Selassie Avenue
P.O. Box 60000 Nairobi Kenya
Telephone 226431 Telex 22324

A. RESULTS OF 91 DAYS TREASURY BILLS ISSUE NO. 1971 VALUE DATED 01/10/2012

This week the Central Bank of Kenya offered 91-day Treasury Bills for a total of Kshs 4 Billion. The total number of bids received was 159 amounting to Kshs 1.2 Billion, representing a subscription of 31%. All bids were accepted. The market weighted average rate was 8.093%. The weighted average rate of accepted bids which will be applied for non-competitive bids was 8.093% up from 7.647% recorded in the previous auction. The other auction statistics are summarised in the table below.

Due Date	31/12/2012
Amount Offered (Kshs. M)	4,000.00
Bids Received (Kshs. M)	1,242.43
Performance Rate (%)	31
Number of Bids Received	159
Number of accepted Bids	159
Amount Accepted (Kshs. M)	1,242.43
Of which : Competitive bids	737.37
: Non-Competitive bids	505.06
Purpose / Application of Funds:	
Rollover / Redemptions	756.67
New Borrowing	485.76
Market Weighted Average Rate	8.093%
Weighted Average Rate of accepted bids	8.093%
Price per Kshs 100 at Weighted Average Rate for accepted bids	98.022

B. COMPARATIVE INTEREST RATES

	This Auction	Last Auction	Variance
Value Dates	01/10/2012	24/09/2012	
Weighted Average Rate of Accepted bids (%)	8.093	7.647	0.446 ↑

C. NEXT WEEK'S TREASURY BILLS AUCTIONS: ISSUE NOS. 1972/91, 1953/182 & 1882/364 DATED 08/10/2012

TENOR	91 DAYS	182 DAYS	364 DAYS	TOTAL
Offer Amount (Kshs. M)	4,000.00	4,000.00	6,000.00	14,000.00
Auction Dates & Bids Closure	04/10/2012	03/10/2012	03/10/2012	
Results Announcement	05/10/2012	04/10/2012	04/10/2012	
Redemptions				3,520.55
New Borrowing				10,479.45

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 3rd October, 2012 for 182 and 364 days and Thursday 4th October 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 8th October 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 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.

GERALD A. NYAOMA
DIRECTOR, FINANCIAL MARKETS DEPARTMENT
27/09/2012