

**A. RESULTS OF 91 DAYS TREASURY BILLS ISSUE NO. 1908 VALUE DATED 18/07/2011**

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 121 amounting to Kshs. 2.2 Billion, representing a 108% subscription rate. Bids accepted amounted to Kshs. 1.2 Billion. The weighted average rate of accepted bids, which will be applied for non-competitive bids, was 8.999% slightly up from 8.954% in the previous auction. The other auction statistics are summarised in the table below.

Due Date	17/10/2011
Amount Offered (Kshs. M)	2,000.00
Bids Received (Kshs. M)	2,165.29
Performance Rate (%)	108
Number of Bids Received	121
Number of accepted Bids	116
Amount Accepted (Kshs. M)	1,162.37
Of which : Competitive bids	734.23
: Non-Competitive bids	428.14
<b>Purpose / Application of Funds:</b>	
Rollover / Redemptions-91 days	4,239.57
Rollover / Redemptions-182 days	-
<b>Total Redemptions</b>	<b>4,239.57</b>
Net Repayment	3,077.20
Market Weighted Average Rate	11.787%
Weighted Average Rate of accepted bids	8.999%
Price per Kshs 100 at Weighted Average Rate for accepted bids	97.806

**B. COMPARATIVE INTEREST RATES**

	This Auction	Last Auction	Variance
Value Dates	18/07/2011	11/07/2011	
Weighted Average Rate of Accepted bids (%)	8.999	8.954	0.045 ↑

**C. NEXT WEEK'S TREASURY BILLS AUCTION: ISSUE NOS. 1909/91 VALUE DATED 25/07/2011**

OFFER AMOUNT (Kshs M) of which:	2,000.00
Rollover / Redemptions	1,834.18
New Borrowing	165.82

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 Thursday, 21st July 2011. 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 25th July 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.

**DIRECTOR, FINANCIAL MARKETS DEPARTMENT**

**Thursday, July 14, 2011**