

**A. RESULTS OF 182 DAYS TREASURY BILLS ISSUE NO. 1933 VALUE DATED 21/05/2012**

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 182 amounting to Kshs 3.34 Billion, representing a subscription of 167%. Bids accepted amounted to Ksh. 1.94 Billion. The market weighted average rate was 13.340% while the weighted average rate of accepted bids, which will be applied for non-competitive bids was 12.078% down from 13.076% recorded in the previous auction. The other auction statistics are summarised in the table below.

Due Date	19/11/2012
Amount Offered (Kshs. M)	2,000.00
Bids Received (Kshs. M)	3,342.03
Performance Rate (%)	167
Number of Bids Received	146
Number of accepted Bids	143
Amount Accepted (Kshs. M)	1,943.18
Of which : Competitive bids	1,301.57
: Non-Competitive bids	641.61
Purpose / Application of Funds:	
Rollover / Redemptions	731.03
New Borrowing	1,212.14
Market Weighted Average Rate	13.340%
Weighted Average Rate of accepted bids	12.078%
Price per Kshs 100 at Weighted Average Rate for accepted bids	94.320

B. COMPARATIVE INTEREST RATES

	This Auction	Last Auction	Variance
Value Dates	21/05/2012	14/05/2012	
Weighted Average Rate of Accepted bids (%)	12.078	13.076	0.998 ↓

C. NEXT WEEK'S TREASURY BILLS AUCTIONS: ISSUE NOS. 1953/91 & 1934/182 DATED 28/05/2012

TENOR	91 DAYS	182 DAYS	TOTAL
Offer Amount (Kshs. M)	2,000.00	2,000.00	4,000.00
Auction Dates & Bids Closure	24/05/2012	23/05/2012	
Results Announcement	25/05/2012	24/05/2012	
Redemptions			4,655.98
Net Repayment			655.98

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 23rd May 2012 for 182 and Thursday 24th 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 28th 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.

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16th May 2012