

A. RESULTS OF TWO AND FIFTEEN YEAR TREASURY BONDS ISSUE NOS. FXD 2/2016/2 & FXD 1/2012/15 DATED 20/06/2016

This month the Central Bank of Kenya offered 2 and 15 year Treasury Bonds for a total amount of Kshs 30 Billion. The total number of bids received was 777 amounting to Kshs 34.70 Billion and 632 amounting to Kshs 16.11 Billion for the 2 year and 15 year bond respectively. The Weighted average rate for successful bids was 11.508% for the 2-year Bond and 14.335% for the 15-year Bond. The other auction statistics are summarised in the table below.

TENOR	2 YEAR	15 YEAR	
Due Dates	21/05/2018	06/09/2027	
Total Amount Offered (Kshs. M)			30,000.00
Total bids Received (Kshs. M)	34,703.41	16,105.26	50,808.67
Performance Rate (%)			169.36
Total Number of Bids Received	777	632	1,409
Number of Successful Bids	611	398	1,009
Total Amount Accepted (Kshs. M)	25,722.13	4,898.80	30,620.93
Of which : Competitive bids	22,549.16	3,514.85	26,064.01
: Non-competitive bids	3,172.97	1,383.95	4,556.92
Average Redemption yield (%)	11.508	14.335	
Price per Kshs 100 at average yield	101.764	84.339	
Coupon Rate (%)	12.020	11.000	
Purpose/ Application of funds:			
Redemptions			-
Net Repayment			30,620.93

B. COMPARATIVE INTEREST RATES

	THIS AUCTION (%)	LAST AUCTION (%) - 23/05/16	VARIANCE
2 YEAR - MARKET WEIGHTED AVERAGE RATE	11.725	12.489	0.764
- WEIGHTED AVERAGE RATE OF ACCEPTED BIDS	11.508	12.020	0.512

	THIS AUCTION (%)	LAST AUCTION (%) - 21/03/16	VARIANCE
15 YEAR - MARKET WEIGHTED AVERAGE RATE	14.897	15.320	0.423
- WEIGHTED AVERAGE RATE OF ACCEPTED BIDS	14.335	14.979	0.644

C. FORTHCOMING TREASURY BOND(S) ISSUES FOR THE MONTH OF JULY 2016

- (i) The forthcoming issue(s) will be dated 25th July 2016.
- (ii) The specific features of the Bond(s), that is the Tenor, Amounts, Coupon rates and issue terms will be provided in the prospectus and in the press before the issue date.

John K. Birech
 Ag. Director, Financial Markets
 June 15, 2016