

A. RESULTS OF TWO AND NINE YEAR TREASURY BONDS ISSUE NOS. FXD 2/2016/2 & IFB1/2016/9 DATED 23/05/2016

This month the Central Bank of Kenya offered 2 and 9 year Treasury Bonds for a total amount of Kshs 30 Billion. The total number of bids received was 713 amounting to Kshs 41.51 Billion and 922 amounting to Kshs 39.43 Billion for the 2 year and 9 year bond respectively. The Weighted average rate for successful bids was 12.020% for the 2-year Bond and 13.339% for the 9-year Bond. The other auction statistics are summarised in the table below.

TENOR	2 YEAR	9 YEAR	
Due Dates	21/05/2018	12/05/2025	
Total Amount Offered (Kshs. M)			30,000.00
Total bids Received (Kshs. M)	41,510.36	39,429.43	80,939.79
Performance Rate (%)			269.80
Total Number of Bids Received	713	922	1,635
Number of Successful Bids	377	842	1,219
Total Amount Accepted (Kshs. M)	4,728.53	34,902.28	39,630.81
Of which : Competitive bids	541.93	32,766.97	33,308.90
: Non-competitive bids	4,186.60	2,135.31	6,321.91
Average Redemption yield (%)	12.020	13.339	
Price per Kshs 100 at average yield	100.000	96.112	
Coupon Rate (%)	12.020	12.500	
Purpose/ Application of funds:			
Redemptions			20,278.41
New Borrowing			19,352.40

B. COMPARATIVE INTEREST RATES

	THIS AUCTION (%)	LAST AUCTION (%) 25/01/16	VARIANCE
2 YEAR - MARKET WEIGHTED AVERAGE RATE	12.489	16.181	3.692
- WEIGHTED AVERAGE RATE OF ACCEPTED BIDS	12.020	15.760	3.740

	THIS AUCTION (%)	LAST AUCTION (%) 14/12/15	VARIANCE
9 YEAR - MARKET WEIGHTED AVERAGE RATE	13.483	14.952	1.469
- WEIGHTED AVERAGE RATE OF ACCEPTED BIDS	13.339	14.753	1.414

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

- (i) The forthcoming issue(s) will be dated 20th June 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.

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