

**CLEAN PRICES FOR THE RE-OPENED 12.000% TWENTY-YEAR
BOND (18.423 YEARS TO MATURITY) ISSUE NO. FXD1/2012/20**

YIELD(YTM)	CLEAN PRICE
8.000%	138.199
8.125%	136.681
8.250%	135.188
8.375%	133.720
8.500%	132.276
8.625%	130.856
8.750%	129.458
8.875%	128.084
9.000%	126.732
9.125%	125.402
9.250%	124.093
9.375%	122.805
9.500%	121.538
9.625%	120.291
9.750%	119.064
9.875%	117.856
10.000%	116.668
10.125%	115.498
10.250%	114.346
10.375%	113.213
10.500%	112.098
10.625%	110.999
10.750%	109.918
10.875%	108.854
11.000%	107.806
11.125%	106.774
11.250%	105.758
11.375%	104.757
11.500%	103.772
11.625%	102.802
11.750%	101.846
11.875%	100.905
12.000%	99.977
12.125%	99.064
12.250%	98.164
12.375%	97.278
12.500%	96.405

YIELD(YTM)	CLEAN PRICE
12.625%	95.545
12.750%	94.697
12.875%	93.862
13.000%	93.039
13.125%	92.228
13.250%	91.429
13.375%	90.641
13.500%	89.865
13.625%	89.100
13.750%	88.345
13.875%	87.602
14.000%	86.869
14.125%	86.146
14.250%	85.434
14.375%	84.732
14.500%	84.039
14.625%	83.357
14.750%	82.683
14.875%	82.019
15.000%	81.364
15.125%	80.719
15.250%	80.082
15.375%	79.453
15.500%	78.834
15.625%	78.222
15.750%	77.619
15.875%	77.024
16.000%	76.437
16.125%	75.858
16.250%	75.287
16.375%	74.723
16.500%	74.166
16.625%	73.617
16.750%	73.075
16.875%	72.540
17.000%	72.012
17.125%	71.491

IMPORTANT INFORMATION

The bond attracts Accrued Interest (AI) of Ksh.0.923 per Ksh 100. Withholding Tax is computed on clean prices. Example: If yield quoted is 12.000%, Settlement price is the clean price (Ksh.99.977) plus AI (Ksh.0.923) which gives Ksh.100.900.



CENTRAL BANK OF KENYA

**PROSPECTUS FOR FIVE-YEAR AND TWENTY-YEAR
(RE-OPEN)**

FIXED COUPON TREASURY BONDS

ISSUE NOs. FXD 2/2014/5 & FXD 1/2012/20

TOTAL VALUE: UP TO KSHS 30 BILLION

JUNE 2014

For enquiries please contact Central Bank of Kenya, Financial Markets Department on 2860000 or our Branches in Mombasa, Kisumu and Eldoret or Nyeri, Meru and Nakuru Currency Centres or any Commercial bank, investment bank, stock brokers or send an email to NDO@centralbank.go.ke or visit the CBK website on www.centralbank.go.ke

FXD 2/2014/5 & FXD 1/2012/20

The Central Bank of Kenya, acting in its capacity as fiscal agent for the Republic of Kenya, invites bids for the above bonds whose terms and conditions are as follows:-

Issuer	:	Republic of Kenya		
Amount	:	Up to Kshs. 30 Billion		
Purpose	:	Budgetary Support		
Tenor	:	Five Year - New		
	:	Twenty-Year-Re-open (18.423 years)		
Coupon	:	Five-Year-Market Determined		
	:	Twenty-Year - 12.000%		
Period of sale	:	06/06/2014 to 17/06/2014		
Value Date	:	23/06/2014		
Price Quote	:	Discounted/Premium/ Par		
Minimum Amount	:	Kshs. 50,000.00		
Interest Payment Dates	:	5 - Year		
		22/12/2014	19/12/2016	17/12/2018
		22/06/2015	19/06/2017	17/06/2019
		21/12/2015	18/12/2017	
		20/06/2016	18/06/2018	
		20 - Year		
		24/11/2014	17/05/2021	08/11/2027
		25/05/2015	15/11/2021	08/05/2028
		23/11/2015	16/05/2022	06/11/2028
		23/05/2016	14/11/2022	07/05/2029
		21/11/2016	15/05/2023	05/11/2029
		22/05/2017	13/11/2023	06/05/2030
		20/11/2017	13/05/2024	04/11/2030
		21/05/2018	11/11/2024	05/05/2031
		19/11/2018	12/05/2025	03/11/2031
		20/05/2019	10/11/2025	03/05/2032
		18/11/2019	11/05/2026	01/11/2032
		18/05/2020	09/11/2026	
		16/11/2020	10/05/2027	
Taxation	:	Discount/Interest is subject to withholding tax at a rate of 15% for 5-year and 10% for 20-year.		

Redemption Date	:	5-Year -17/06/2019; 20-Year - 01/11/2032
Issuing and Paying Agent	:	Registrar, National Debt.
Placing Agents	:	<ul style="list-style-type: none"> • Commercial Banks • Non-Bank Financial Institutions • Licensed Stock Brokers • Licensed Investment Advisors
Issuance method	:	Multi-Price Bid Auction.
Non-Competitive Bids	:	Maximum Kshs. 20 Million per investor.
Bids Closure	:	Duly completed bond application forms must be submitted to any branch of the Central Bank in the specified tender box by 2.00 p.m on Tuesday June 17, 2014.
Auction Date	:	Wednesday, 18/06/2014
Results	:	Investors should obtain details of amounts payable for successful bids, from Central Bank on Thursday, 19/06/2014.
Defaulters	:	Defaulters may be suspended from subsequent investment in Government Securities.
Commission	:	Licensed placing agents will be paid commission at the rate of 0.15% of actual sales (at cost) net of 5% withholding tax.
Rediscounting	:	The Central Bank will rediscount the bond as a last resort at 3% above the prevailing market yield or coupon rate whichever is higher, upon written confirmation to do so from the Nairobi Securities Exchange.
Liquidity	:	The bonds qualify for statutory liquidity ratio requirements for Commercial Banks and Non-Bank Financial Institutions as stipulated in the Banking Act CAP 488 of the Laws of Kenya.
Listing	:	The bonds will be listed on the Nairobi Securities Exchange.
Classification	:	The bonds are benchmark bonds.
Registrar	:	National Debt, Central Bank of Kenya.
Eligibility	:	Only CDS Account holders with updated mandates.
Re-opening	:	The bonds may be re-opened at a future date.
Secondary Trading	:	Secondary trading in multiples of KShs 50,000.00 to commence on Tuesday, June 24, 2014.
Right to accept applications:	:	The Central Bank reserves the right to accept bids in full or part thereof or reject them in total without giving any reason.