

YIELD(YTM)	PRICE
7.000%	121.557
7.125%	120.794
7.250%	120.036
7.375%	119.286
7.500%	118.541
7.625%	117.803
7.750%	117.070
7.875%	116.344
8.000%	115.624
8.125%	114.909
8.250%	114.201
8.375%	113.499
8.500%	112.802
8.625%	112.111
8.750%	111.425
8.875%	110.746
9.000%	110.072
9.125%	109.403
9.250%	108.740
9.375%	108.082
9.500%	107.429
9.625%	106.782
9.750%	106.140
9.875%	105.504
10.000%	104.872
10.125%	104.246
10.250%	103.625
10.375%	103.008
10.500%	102.397
10.625%	101.790
10.750%	101.189
10.875%	100.592
11.000%	100.000
11.125%	99.413
11.250%	98.830
11.375%	98.252
11.500%	97.679

YIELD(YTM)	PRICE
11.625%	97.110
11.750%	96.546
11.875%	95.986
12.000%	95.431
12.125%	94.880
12.250%	94.333
12.375%	93.791
12.500%	93.253
12.625%	92.719
12.750%	92.190
12.875%	91.664
13.000%	91.143
13.125%	90.626
13.250%	90.112
13.375%	89.603
13.500%	89.098
13.625%	88.597
13.750%	88.099
13.875%	87.606
14.000%	87.116
14.125%	86.630
14.250%	86.148
14.375%	85.669
14.500%	85.195
14.625%	84.724
14.750%	84.256
14.875%	83.792
15.000%	83.332
15.125%	82.875
15.250%	82.422
15.375%	81.972
15.500%	81.525
15.625%	81.082
15.750%	80.642
15.875%	80.206
16.000%	79.773
16.125%	77.309



CENTRAL BANK OF KENYA

**PROSPECTUS
FOR GOVERNMENT OF KENYA
INFRASTRUCTURE BOND OFFER**

**9-YEAR AMORTIZED BOND
ISSUE NO. IFB 1/2015/9**

TOTAL VALUE: UP TO KSHS 30 BILLION

DECEMBER 2015

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

IFB 1/2015/9

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

Issuer	:	Republic of Kenya
Amount	:	Up to Kshs. 30 Billion
Purpose	:	To finance projects in the following sectors: Energy-Kshs.9.65Bn, Water-Kshs10.00Bn and Transport-roads-Kshs. 10.35Bn
Tenor	:	Nine-year
Coupon	:	11%
Period of sale	:	01/12/2015 to 08/12/2015
Value Date	:	14/12/2015
Price Quote	:	Discounted/Premium/ Par
Minimum Amount	:	Kshs. 100,000.00
Interest Payment Dates	:	13/06/2016 10/06/2019 06/06/2022 12/12/2016 09/12/2019 05/12/2022 12/06/2017 08/06/2020 05/06/2023 11/12/2017 07/12/2020 04/12/2023 11/06/2018 07/06/2021 03/06/2024 10/12/2018 06/12/2021 02/12/2024
Redemption Date	:	02/12/2024
Taxation	:	The Bond will be tax free as is the case for all Infrastructure Bonds as provided for under the Income Tax Act.
Redemption Structure	:	7th December, 2020 - 34.500% of unencumbered outstanding principal amount 5th December, 2022 - 49.109% of unencumbered outstanding principal amount 2nd December, 2024 - 100% - Final Redemption of all outstanding amounts
Amortization Amount	:	Any unencumbered outstanding amount up to Kshs. 1.0 million per CDS account at the time of amortization will be redeemed in full.
Issuing and Paying Agent	:	Central Bank of Kenya
Placing Agents	:	<ul style="list-style-type: none"> • Commercial Banks • Non-Bank Financial Institutions • Licensed Stock Brokers • Licensed Investment Advisors

Auction 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, 8th December, 2015
Auction Date	:	Wednesday, 09/12/2015
Results	:	Investors should obtain details of amounts payable for successful bids, from Central Bank on Thursday, 10/12/2015 .
Defaulters	:	Defaulters may be suspended from subsequent investment in Government Securities.
Re-opening	:	The Bond may be re-opened at a future date
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 bond qualifies 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 bond will be listed on the Nairobi Securities Exchange.
Classification	:	The bond is a non-benchmark Bond
Eligibility	:	Only investors with active CDS Accounts with the Central Bank of Kenya
Secondary Trading	:	Secondary trading in multiples of KShs 50,000.00 to commence on Tuesday, 15th December, 2015 .
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.