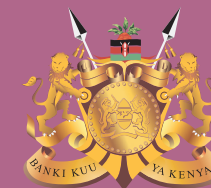


**PRICE GUIDE FOR THE 5- YEAR FIXED COUPON BOND
RE-OPEN TREASURY BOND ISSUE FXD1/2015/005.**

YIELD(YTM)	CLEAN PRICE	YIELD(YTM)	CLEAN PRICE
7.000%	125.405	11.625%	105.731
7.125%	124.814	11.750%	105.256
7.250%	124.227	11.855%	104.860
7.375%	123.644	11.875%	104.785
7.500%	123.064	12.000%	104.315
7.625%	122.487	12.125%	103.849
7.750%	121.914	12.250%	103.385
7.875%	121.344	12.375%	102.924
8.000%	120.778	12.500%	102.466
8.125%	120.215	12.625%	102.010
8.250%	119.655	12.750%	101.557
8.375%	119.099	12.875%	101.107
8.500%	118.546	13.000%	100.659
8.625%	117.996	13.125%	100.214
8.750%	117.450	13.250%	99.771
8.875%	116.906	13.375%	99.331
9.000%	116.366	13.500%	98.893
9.125%	115.830	13.193%	99.973
9.250%	115.296	13.750%	98.026
9.375%	114.765	13.875%	97.596
9.500%	114.238	14.000%	97.168
9.625%	113.714	14.125%	96.743
9.750%	113.192	14.250%	96.320
9.875%	112.674	14.375%	95.899
10.000%	112.159	14.500%	95.481
10.125%	111.647	14.625%	95.066
10.250%	111.138	14.750%	94.652
10.375%	110.632	14.875%	94.241
10.500%	110.129	15.000%	93.833
10.625%	109.629	15.125%	93.427
10.750%	109.131	15.250%	93.023
10.870%	108.657	15.375%	92.621
11.000%	108.146	15.500%	92.222
11.125%	107.657	15.625%	91.824
11.250%	107.171	15.750%	91.430
11.375%	106.688	15.875%	91.037
11.500%	106.208	16.000%	90.646

IMPORTANT INFORMATION

The bond attracts Accrued Interest (AI) of Ksh.1.015 per Ksh 100. Withholding tax is computed on clean prices. Example: If yield quoted is 13.193%, settlement price is the clean price (Ksh.99.973) plus AI (Ksh.1.015) which gives Ksh.100.988.



CENTRAL BANK OF KENYA

**PROSPECTUS FOR RE-OPENING OF FIVE YEAR
FIXED COUPON TREASURY BOND**

ISSUE NO. FXD 1/2015/5

TOTAL VALUE: UP TO KSHS 15 BILLION

JULY 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

FXD 1/2015/5

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. 15 Billion
Purpose	:	Budgetary Support
Tenor	:	Five-Year (4.92 years to maturity)
Coupon	:	13.193% p.a.
Period of Sale	:	09/07/2015 to 21/07/2015
Value Date	:	27/07/2015
Price Quote	:	Discounted/Premium/ Par
Minimum Amount	:	Kshs. 50,000.00
Interest Payment Dates	:	28/12/2015 25/06/2018 27/06/2016 24/12/2018 26/12/2016 24/06/2019 26/06/2017 23/12/2019 25/12/2017 22/06/2020
Taxation	:	Discount/Interest is subject to withholding tax at a rate of 15% .
Redemption Date	:	22/06/2020
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
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 2.00p.m on Tuesday July 21, 2015.

Auction Date	:	22/07/2015
Results	:	Investors should obtain details of amounts payable for successful bids, from Central Bank on 23/07/2015.
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 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 benchmark Bond.
Eligibility	:	Only investors with active CDS accounts.
Re-opening	:	The Bond may be re-opened at a future date.
Secondary Trading	:	Secondary trading in multiples of KShs 50,000.00 to commence on Tuesday, July 28, 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.