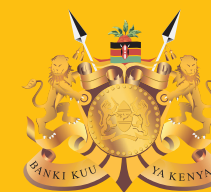


PRICING TABLE FOR INFRASTRUCTURE BOND IFB1/2016/9

YIELD(YTM)	PRICE
7.000%	131.808
7.125%	130.942
7.250%	130.083
7.375%	129.231
7.500%	128.388
7.625%	127.551
7.750%	126.722
7.875%	125.900
8.000%	125.086
8.125%	124.279
8.250%	123.478
8.375%	122.685
8.500%	121.898
8.625%	121.119
8.750%	120.346
8.875%	119.580
9.000%	118.821
9.125%	118.068
9.250%	117.321
9.375%	116.581
9.500%	115.848
9.625%	115.121
9.750%	114.400
9.875%	113.685
10.000%	112.976
10.125%	112.274
10.250%	111.577
10.375%	110.886
10.500%	110.202
10.625%	109.523
10.750%	108.849
10.875%	108.182
11.000%	107.520
11.125%	106.864
11.250%	106.213
11.375%	105.568
11.500%	104.928

YIELD(YTM)	PRICE
11.625%	104.294
11.750%	103.665
11.875%	103.041
12.000%	102.423
12.125%	101.809
12.250%	101.201
12.375%	100.598
12.500%	100.000
12.625%	99.407
12.750%	98.819
12.875%	98.235
13.000%	97.657
13.125%	97.083
13.250%	96.514
13.375%	95.950
13.500%	95.390
13.625%	94.835
13.750%	94.284
13.875%	93.738
14.000%	93.197
14.125%	92.660
14.250%	92.127
14.375%	91.599
14.500%	91.075
14.625%	90.555
14.750%	90.039
14.875%	89.528
15.000%	89.020
15.125%	88.517
15.250%	88.018
15.375%	87.523
15.500%	87.032
15.625%	86.545
15.750%	86.061
15.875%	85.582
16.000%	85.106
16.125%	77.309



CENTRAL BANK OF KENYA

PROSPECTUS
FOR GOVERNMENT OF KENYA
9-YEAR AMORTIZED INFRASTRUCTURE BOND
AND
TWO YEAR FIXED COUPON TREASURY BOND

ISSUE NO. IFB 1/2016/9

ISSUE NO. FXD2/2016/2

TOTAL VALUE: KSHS 30 BILLION

MAY 2016

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 1/2016/9 & FXD2/2016/2

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	:	Kshs. 30 Billion
Purpose	:	Nine Year -To finance projects in the following sectors:EnergyKshs.12.49Bn,Water-Kshs0.97Bn and Transport-roads-Kshs. 25.36Bn
	:	Two Year -Budgetary Support
Tenors	:	Nine Year
	:	Two Year
Coupon	:	Nine Year -12.5% Par annum
	:	Two Year -Market Determined
Period of sale	:	06/05/2016 to 17/05/2016
Value Date	:	23/05/2016
Price Quote	:	Discounted/Premium/ Par
Minimum Amount	:	Nine Year: Kshs. 100,000.00
	:	Two Year: Kshs. 50,000
Interest Payment Dates	:	Nine Year:
	:	21/11/2016 20/05/2019 15/11/2021 13/05/2024
	:	22/05/2017 18/11/2019 16/05/2022 11/11/2024
	:	20/11/2017 18/05/2020 14/11/2022 12/05/2025
	:	21/05/2018 16/11/2020 15/05/2023
	:	19/11/2018 17/05/2021 13/11/2023
	:	Two Year:
	:	21/11/2016 22/05/2017 20/11/2017 21/05/2018
Redemption Dates	:	Nine Year -12/05/2025
	:	Two Year- 21/05/2018
Taxation	:	Nine Year -The Bond will be tax free as is the case for all Infrastructure Bonds as provided for under the Income Tax Act.
	:	Two Year -Discount/Interest is subject to withholding tax at a rate of 15%
Amortization Proportions	:	Nine Year:
	:	17th May 2021 -22.725% of unencumbered outstanding principal amount.
	:	15th May 2023 -29.408% of unencumbered outstanding principal amount.
	:	12th May 2025 -100% -Final redemption of all outstanding amounts.
Amortization Amount	:	Any unencumbered outstanding amount upto Kshs.1.0million 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 or currency centre of the Central Bank in the specified tender box by 2.00 p.m on Tuesday,17th May, 2016
Auction Date	:	Wednesday, 18/05/2016
Results	:	Investors should obtain details of amounts payable for successful bids, from Central Bank on Thursday, 19/05/2016.
Defaulters	:	Defaulters may be suspended from subsequent investment in Government Securities.
Re-opening	:	The Bonds 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 bonds as 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	:	Nine Year - The bond is a non-benchmark Bond
	:	Two Year - The bond is a 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, 24th May, 2016.
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.