



A. RESULTS OF TREASURY BOND ISSUE NO. FXD 1/2010/10 YEAR VALUE DATED 26/04/2010

This month the Central Bank of Kenya offered a 10-year Treasury Bond for a total amount of up to Kshs 12.0 Billion. The total no. of bids received was 325 amounting to Kshs 16.7 Billion or 139.57% subscription. Based on the market outcome the coupon was 8.790%. The no. of bids accepted was 265 worth Kshs.12.2 Billion. The Weighted average rate for successful bids was 8.633% down from 11.821%, in the last auction.

| | |
|-------------------------------------|-----------|
| TENOR | 10 YEAR |
| Due Date | 4/13/2020 |
| Total Amount Offered (Kshs. M) | 12,000.00 |
| Total bids Received (Kshs. M) | 16,748.08 |
| Performance Rate (%) | 139.57 |
| Total Number of Bids Received | 325 |
| Number of Successful Bids | 265 |
| Total Amount Accepted (Kshs. M) | 12,182.89 |
| Of which : Competitive bids | 11,048.34 |
| : Non-competitive bids | 1,134.55 |
| Average Yield to Maturity (%) | 8.633 |
| Price per Kshs 100 at Average Yield | 101.038 |
| Coupon Rate (%) | 8.790 |
| Purpose/ Application of funds: | |
| Redemptions | 3,171.65 |
| New Borrowing | 9,011.24 |

B. COMPARATIVE AVERAGE INTEREST RATES

| | THIS AUCTION (%) | LAST AUCTION (%) 27/07/09 | VARIANCE (%) |
|---|------------------|---------------------------|--------------|
| WEIGHTED AVERAGE RATE FOR SUCCESSFUL BIDS | 8.633 | 11.821 | 3.188 ↓ |
| CUT-OFF INTEREST RATES | 8.900 | 11.995 | 3.095 ↓ |

C. FORTHCOMING TREASURY BONDS ISSUES FOR THE MONTH OF MAY 2010

| | Kshs (M) |
|----------------------------------|-----------|
| OFFER AMOUNT (at cost) of which: | 12,000.00 |
| Redemptions | 10,666.84 |
| New Borrowing | 1,333.16 |

- (i) The forthcoming issue(s) will be dated 31st May 2010.
- (ii) The specific features of the Bonds, 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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