



A. RESULTS OF TREASURY BOND ISSUE NO. FXD 1/2010/5 YEAR VALUE DATED 24/05/2010

This month the Central Bank of Kenya offered a 5-year Treasury Bond for a total amount of up to Kshs 12 Billion. The total number of bids received was 307 amounting to Kshs 18.8 Billion or 156% subscription. Based on the market outcome the coupon was 6.951%. The number of bids accepted was worth Kshs 12 Billion. The Weighted average rate for successful bids was 6.829% down from 9.592%, in the last auction.

TENOR	5 YEAR
Due Date	18-05-2015
Total Amount Offered (Kshs. M)	12,000.00
Total bids Received (Kshs. M)	18,764.35
Performance Rate (%)	156.37
Total Number of Bids Received	307
Number of Successful Bids	213
Total Amount Accepted (Kshs. M)	11,998.76
Of which : Competitive bids	10,089.79
: Non-competitive bids	1,908.98
Average Yield to Maturity (%)	6.829
Price per Kshs 100 at Average Yield	100.510
Coupon Rate (%)	6.951
Purpose/ Application of funds:	
Redemptions	10,666.84
New Borrowing	1,331.93

B. COMPARATIVE AVERAGE INTEREST RATES

	THIS AUCTION (%)	LAST AUCTION (%) 01/02/10	VARIANCE (%)
WEIGHTED AVERAGE RATE FOR SUCCESSFUL BIDS	6.829	9.592	2.763 ↓
CUT-OFF INTEREST RATES	6.960	9.750	2.790 ↓

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

	Kshs (M)
OFFER AMOUNT (at cost) of which:	5,500.00
Redemptions	1,773.34
New Borrowing	3,726.66

- (i) The forthcoming issue(s) will be dated 28th June 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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