



A. RESULTS OF TREASURY BONDS ISSUE NOS. FXD 3/2009/2 & FXD 1/2009/5 YEAR DATED 21/09/2009

This month the Central Bank of Kenya offered new 2 and 5 year Treasury Bonds for a total amount of Kshs 11 Billion. The total bids received amounted to Kshs 15.45 Billion representing a 140% subscription. The number of bids received was 354 of which 266 bids were accepted and the total amount accepted was Kshs.11 Billion. The auction recorded average yields to maturity of 10.196% and 11.108% for the 2 and 5-year bonds respectively.

TENOR	2 YEAR	5 YEAR	
Due Date	9/19/2011	9/15/2014	
Total Amount Offered (Kshs. M)			11,000.00
Total bids Received (Kshs. M)	9,091.10	6,361.36	15,452.47
Performance Rate (%)			140.48
Total Number of Bids Received	148	206	354
Number of Successful Bids	133	133	266
Total Amount Accepted (Kshs. M)	7,770.34	3,244.28	11,014.61
Of which : Competitive bids	7,673.33	1,827.01	9,500.34
: Non-competitive bids	97.00	1,417.27	1,514.27
Average Redemption yield (%)	10.196	11.108	
Price per Kshs 100 at average yield	97.442	93.955	
Coupon Rate (%)	8.750	9.500	
Purpose/ Application of funds:			
Redemptions			3,690.26
New Borrowing			7,324.35

B. COMPARATIVE AVERAGE INTEREST RATES

	THIS AUCTION %	LAST AUCTION %	VARIANCE %
2 YEAR (LAST AUCTION 29/06/2009)	10.196	10.064	0.132 ↑
5 YEAR (LAST AUCTION 24/08/2009)	11.108	10.858	0.250 ↑

C. FORTHCOMING TREASURY BONDS ISSUES FOR THE MONTH OF OCTOBER 2009

	Kshs (M)
OFFER AMOUNT (at cost) of which:	12,000.00
Redemptions	5,589.35
New Borrowing	6,410.65

- (i) The forthcoming issue(s) will be dated 26th October 2009.
- (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.

