



#### **A. RESULTS OF TREASURY BOND ISSUE NO. FXD 3/2011/2 YEAR VALUE DATED 31/10/2011**

This month the Central Bank of Kenya offered a 2-year Treasury Bond for a total amount of **Kshs 10 Billion**. The total number of bids received was 164 amounting to **Kshs 2.24 Billion** representing a **22%** subscription. The number of bids accepted was **72** worth **Kshs 241 Million**. The Weighted Average rate of accepted bids rose to **16.526%** from **13.897%** recorded in the last 2-year Treasury bond issued in September 2011.

TENOR	2 YEAR
Due Date	23/09/2013
Total Amount Offered (Kshs. M)	10,000.00
Total bids Received (Kshs. M)	2,240.47
Performance Rate (%)	22
Total Number of Bids Received	164
Number of Successful Bids	72
Total Amount Accepted (Kshs. M)	240.76
Of which : Competitive bids	181.06
: Non-competitive bids	59.70
Market Weighted Average Rate	20.364%
Weighted Average Rate of accepted bids	16.526%
Price per Kshs 100 at Weighted Average Rate for accepted bids	90.456
Coupon Rate (%)	10.500%
Purpose/ Application of funds:	
Redemptions	-
New Borrowing	240.76

#### **B. COMPARATIVE AVERAGE INTEREST RATES**

	THIS AUCTION (%)	LAST AUCTION (%) 26/09/2011	VARIANCE (%)
MARKET WEIGHTED AVERAGE RATE	20.364	16.026	4.338 ↑
WEIGHTED AVERAGE RATE OF ACCEPTED BIDS	16.526	13.897	2.629 ↑

#### **C. FORTHCOMING TREASURY BOND ISSUE FOR THE MONTH OF NOVEMBER 2011**

	Kshs (M)
OFFER AMOUNT (at cost) of which:	12,000.00
Redemptions	-
New Borrowing	12,000.00

- (i) The forthcoming issue(s) will be dated 28th November 2011.
- (ii) The specific features of the Bond(s), 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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