

A. RESULTS OF GOVERNMENT INFRASTRUCTURE BOND ISSUE NO. IFB 2/2010/9 DATED 30/08/2010

The Central Bank of Kenya on behalf of Government issued the 4th Infrastructure Bond for a total value of **Kshs 31.6 Billion**. This is the only Infrastructure bond for FY 2010/2011. The Bank is pleased to inform all investors and the public in general that the Bond recorded an excellent performance with 781 bids received amounting to **Kshs 37.4 Billion** (Face value) or **Kshs 34.1 Billion** (cost) . Bids accepted were 748 totalling to **Kshs 30.6 Billion** . The auction registered a weighted average rate for successful bids of **7.293%**. On behalf of the Government, the Central Bank of Kenya Wishes to thank all investors and the public for their overwhelming response to the bond offer and for supporting the Government's Infrastructure financing programme.

TENOR	9 YEAR
Due Date	19-08-2019
Total Amount Offered (Kshs. M)	31,600.00
Total bids Received at cost (Kshs. M)	34,081.69
Total bids Received at Face Value (Kshs. M)	37,361.95
Performance Rate at cost (%)	107.85
Total Number of Bids Received	781
Number of Successful Bids	748
Total Amount Accepted (Kshs. M)	30,590.12
Of which : Competitive bids	26,055.22
: Non-competitive bids	4,534.90
Weighted average rate at the cut-off (%)	7.293
Price per Kshs 100 at Average Yield	92.916
Coupon Rate (%)	6.000
Purpose/ Application of funds: To finance Infrastructure Projects in Roads, Water and Energy sectors.	30,590.12

B. FORTHCOMING TREASURY BOND ISSUE FOR THE MONTH OF SEPTEMBER 2010

	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 27th September 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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