

BANKI  
KUU YA  
KENYA



CENTRAL  
BANK OF  
KENYA

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#### **A. RESULTS OF TWO YEAR TREASURY BOND ISSUE NO. FXD 4/2011/2 YEAR VALUE DATED 28/11/2011**

This month the Central Bank of Kenya offered a 2-year Treasury Bond for a total amount of **Kshs 15 Billion**. The total number of bids received was 169 amounting to **Kshs 10.7 Billion** representing a **72%** subscription. The number of bids accepted was 162 worth **Kshs 9.98 Billion**. The Weighted Average rate of accepted bids rose to **22.844%** from **16.526%** recorded in the last 2-year Treasury bond issued in October 2011.

TENOR	2 YEAR
Due Date	25/11/2013
Total Amount Offered (Kshs. M)	15,000.00
Total bids Received (Kshs. M)	10,777.94
Performance Rate (%)	72
Total Number of Bids Received	169
Number of Successful Bids	162
Total Amount Accepted (Kshs. M)	9980.05
Of which : Competitive bids	9752.85
: Non-competitive bids	227.20
Market Weighted Average Rate	23.522%
Weighted Average Rate of accepted bids	22.844%
Price per Kshs 100 at Weighted Average Rate for accepted bids	100.000
Coupon Rate (%)	22.844%
Purpose/ Application of funds:	
Redemptions	-
New Borrowing	9,980.05

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

	THIS AUCTION (%)	LAST AUCTION (%) 31/10/2011	VARIANCE (%)
MARKET WEIGHTED AVERAGE RATE	23.522	20.364	3.158 ↑
WEIGHTED AVERAGE RATE OF ACCEPTED BIDS	22.844	16.526	6.318 ↑

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

	Kshs (M)
<b>OFFER AMOUNT (at cost) of which:</b>	<b>12,000.00</b>
Redemptions	7,307.51
New Borrowing	4,692.49

(i) The forthcoming issue(s) will be dated 26th December 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.

**MARK L. LESIIT**  
**ASST. DIRECTOR, FINANCIAL MARKETS**  
**Wednesday, November 23 2011**