

A. RESULTS OF RE-OPENED FIVE AND TEN YEAR TREASURY BONDS ISSUE NOS. FXD 1/2012/5 & FXD 1/2012/10 DATED 30/07/2012

This month the Central Bank of Kenya re-opened 5 and 10 year Treasury Bonds for a total amount of up to Kshs 10 Billion. The total number of bids received was 322 amounting to Kshs 10.98 Billion and 333 amounting to Kshs 6.23 Billion for the 5 year and 10 year bond respectively. The Weighted average rate for successful bids was 13.548% for the 5-year Bond and 13.630% for the 10-year Bond. The other auction statistics are summarised in the table below.

TENOR	5 YEAR	10 YEAR	
Due Dates	22/05/2017	13/06/2022	
Total Amount Offered (Kshs. M)			10,000.00
Total bids Received (Kshs. M)	10,979.25	6,231.70	17,210.95
Performance Rate (%)			172.11
Total Number of Bids Received	322	333	655
Number of Successful Bids	285	319	604
Total Amount Accepted (Kshs. M)	7,460.91	5,043.74	12,504.65
Of which : Competitive bids	6,623.07	4,589.92	11,213.00
: Non-competitive bids	837.84	453.81	1,291.65
Average Redemption yield (%)	13.548	13.630	
Price per Kshs 100 at average yield	94.097	95.020	
Coupon Rate (%)	11.855	12.705	
Purpose/ Application of funds:			
Redemptions			8,162.20
New Borrowing			4,342.45

B. COMPARATIVE INTEREST RATES

	THIS AUCTION (%)	LAST AUCTION (%) 28/05/12	VARIANCE (%)
5 YEAR - MARKET WEIGHTED AVERAGE RATE	13.906	12.624	1.282 ↑
- WEIGHTED AVERAGE RATE OF ACCEPTED BIDS	13.548	11.855	1.693 ↑

	THIS AUCTION (%)	LAST AUCTION (%) 25/06/12	VARIANCE (%)
10 YEAR - MARKET WEIGHTED AVERAGE RATE	13.982	15.820	1.838 ↑
- WEIGHTED AVERAGE RATE OF ACCEPTED BIDS	13.630	12.705	0.925 ↑

C. FORTHCOMING TREASURY BOND(S) ISSUES FOR THE MONTH OF AUGUST 2012

	Kshs (M)
OFFER AMOUNT (at cost) of which:	12,000.00
Redemptions	4,528.25
New Borrowing	7,471.75

- (i) The forthcoming issue(s) will be dated 27th AUGUST 2012.
- (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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