

BANKI
KUU YA
KENYA



CENTRAL
BANK OF
KENYA

Haile Selassie Avenue
P.O. Box 60000 Nairobi Kenya
Telephone 226431 Telex 22324

A. RESULTS OF RE-OPENED TREASURY BONDS ISSUE NOS. FXD 2/2010/5 & SDB 1/2011/30 DATED 29/08/2011

This month the Central Bank of Kenya re-opened 5-year and 30-year Treasury Bonds for a total amount of up to Kshs 10 Billion. The total number of bids received was 747 amounting to Kshs 8.70 Billion or 87% subscription. Bids accepted amounted to Kshs 3.48 Billion. The weighted average rate for the accepted bids was 13.887% up from 12.529% for the 5-year and 16.397% up from 13.520% for the 30-year Bond. The other auction statistics are summarised in the table below.

TENOR	5 - YEAR	30 - YEAR	
Due Date	23/11/2015	21/01/2041	
Total Amount Offered (Kshs. M)			10,000.00
Total bids Received (Kshs. M)	4,147.94	4,548.27	8,696.21
Performance Rate (%)			87
Total Number of Bids Received	293	454	747
Number of Accepted Bids	102	384	486
Total Amount Accepted (Kshs. M)	997.14	2,484.99	3,482.13
Of which : Competitive bids	770.46	2,308.92	3,079.38
: Non-competitive bids	226.68	176.07	402.75
Average Redemption yield (%)	13.887	16.397	
Price per Kshs 100 at average yield	77.378	73.441	
Coupon Rate (%)	6.671	12.000	
Purpose/ Application of funds:			
Redemptions (15/08/2011)			1,704.41
New Borrowing			1,777.72

B. COMPARATIVE INTEREST RATES

	THIS AUCTION (%)	LAST AUCTION (%) 27/06/2011	VARIANCE (%)
5 YEAR - MARKET WEIGHTED AVERAGE RATE	16.473	13.884	2.589 ↑
- WEIGHTED AVERAGE RATE OF ACCEPTED BIDS	13.887	12.529	1.358 ↑

	THIS AUCTION (%)	LAST AUCTION (%) 28/03/2011	VARIANCE (%)
30 YEAR - MARKET WEIGHTED AVERAGE RATE	18.815	13.832	4.983 ↑
- WEIGHTED AVERAGE RATE OF ACCEPTED BIDS	16.397	13.520	2.877 ↑

C. FORTHCOMING TREASURY BOND(S) ISSUES FOR THE MONTH OF SEPTEMBER 2011

	Kshs (M)
OFFER AMOUNT (at cost) of which:	20,000.00
Redemptions	12,858.90
New Borrowing	7,141.10

(i) The forthcoming issue(s) will be dated 26th September 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
ASSISTANT DIRECTOR, FINANCIAL MARKETS
Wednesday, August 24, 2011