

Governor

**BANKI  
KUU YA  
KENYA**



**CENTRAL  
BANK OF  
KENYA**

Haile Selassie Avenue  
P.O. Box 60000-00200 Nairobi, Kenya  
Telephone: 2861003/24 Fax: 2716556

## **PRESS RELEASE**

The Monetary Policy Committee met on 6<sup>th</sup> August 2008. It observed with satisfaction a strong recovery of growth as demonstrated by key economic indicators, easing of inflationary pressure and moderation of interest rates.

Nevertheless, inflation continues to be a source of concern to the Committee. This will require careful monitoring and, where necessary, appropriate action.

It also noted that the correction of the liquidity distortion in the financial system occasioned by the Safaricom IPO was delayed. The Committee therefore considered that the stance adopted at the previous meeting, was still valid.

With the CBR held at 9% the need for tighter liquidity once the Safaricom IPO refunds were fully disbursed would be satisfactorily addressed.

A handwritten signature in green ink, appearing to read 'Njuguna Ndung'u'.

**PROF. NJUGUNA NDUNG'U**  
**CENTRAL BANK OF KENYA**

August 6, 2008