

BANKI
KUU YA
KENYA



CENTRAL
BANK OF
KENYA

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A. RESULTS OF 182 DAYS TREASURY BILLS ISSUE NO. 1899 VALUE DATED 26/09/2011

This week the Central Bank of Kenya offered 182 day Treasury Bills for a total of Kshs 4 Billion. The total number of bids received was 63 amounting to Kshs 1.4 Billion, representing a subscription of 36%. Consequently, the weighted average rate of accepted bids, which will be applied for non-competitive rose to 12.622% from 11.935% recorded in the previous auction. The other auction statistics are summarised in the table below.

IMPORTANT NOTICE: Please note that 182 Day Treasury Bill is on offer in the next week's auction, value date 3rd October 2011.

Due Date	26/03/2012
Amount Offered (Kshs. M)	4,000.00
Bids Received (Kshs. M)	1,430.27
Performance Rate (%)	36
Number of Bids Received	63
Number of accepted Bids	59
Amount Accepted (Kshs. M)	542.32
Of which : Competitive bids	226.26
: Non-Competitive bids	316.06
Purpose / Application of Funds:	
Rollover / Redemptions-182 days	1,126.10
New Borrowing	583.78
Market Weighted Average Rate	14.450%
Weighted Average Rate of accepted bids	12.622%
Price per Kshs 100 at Weighted Average Rate for accepted bids	94.079

B. COMPARATIVE INTEREST RATES

	This Auction	Last Auction	Variance
Value Dates	26/09/2011	19/09/2011	
Weighted Average Rate of Accepted bids (%)	12.622	11.935	0.687 ↑

C. NEXT WEEK'S TREASURY BILLS AUCTION: ISSUE NO.s 1919/91 & 1900/182 VALUE DATED 03/10/2011

TENOR	91 DAYS	182 DAYS	TOTAL
Offer amount (Kshs. M)	4,000.00	3,000.00	7,000.00
AUCTION DATES & BIDS CLOSURE	29/09/2011	28/09/2011	
RESULTS ANNOUNCEMENT	30/09/2011	29/09/2011	
DUE DATES	02/01/2012	02/04/2012	
Redemptions			1,431.96
New Borrowing			5,568.04

The actual amount to be realised from the auction will be subject to Treasury's immediate liquidity requirements for the week. Where several successful bidders quote a common rate, The Central Bank of Kenya reserves the right to allot bids on a pro-rata basis. The Central Bank reserves the right to accept/reject bids in part or in full without giving any reason. Individual bids must be of a minimum face value of Kshs 100,000.00. Only CDS holders with updated mandates are eligible.

Bids must be submitted using the specified format and must reach the Central Bank (HQ, Branch or Currency Centre) by 2.00 p.m. on Wednesday 28th September 2011 for 182 Day Treasury Bills and Thursday 29th September 2011 for 91 Day treasury Bills. Payments above Kshs.1 Million must be made by electronic transfer using RTGS. Payments below Kshs. 1 Million may be made by Banker's Cheque or RTGS and must reach the Central Bank not later than 2.00 p.m. on Monday 3rd October 2011 for Cheques and 3.00 p.m for RTGS electronic fund transfers. Please provide the following details with each payment: Name, Reference No., CDS account No., and include 'Government Treasury Bills Suspense A/c no. 01-070-0001' when using RTGS.

D. NON-COMPETITIVE BIDS

Non-competitive bids are subject to a maximum of Kshs. 20 Million per investor and are issued at the weighted average of accepted bids.

GERALD A. NYAOMA
DIRECTOR, FINANCIAL MARKETS DEPARTMENT
21/09/2011