

A. RESULTS OF 182 & 364 DAY TREASURY BILLS ISSUES 1958/182 & 1883/364 DATED 12/11/2012

This week the Central Bank of Kenya offered 182 and 364 Days Treasury Bills for a total of Kshs 9 Billion. The total number of bids received was 102 amounting to Kshs. 4.76 billion representing 159% subscription and 57 bids amounting to Kshs. 3.99 Billion representing 66% subscription for 182 and 364 days respectively. Bids accepted amounted to Kshs. 3.30 Billion for 182 days and 2.46 Billion for 364 days Treasury Bills. The weighted average rate of accepted bids, which will be applied for non-competitive bids, was 10.923% for the 182 Day and 11.943% for 364 days Treasury Bills. The other auction statistics are summarised in the table below.

	182 DAYS	364 DAYS	TOTAL
Due Date	13/05/2013	11/11/2013	
Amount Offered (Kshs. M)	3,000.00	6,000.00	9,000.00
Bids Received (Kshs. M)	4,757.70	3,992.41	8,750.10
Performance Rate (%)	158.59	66.54	97.22
Number of Bids Received	102	57	159
Number of Accepted Bids	92	48	140
Total Amount Accepted (Kshs. M)	3,307.60	2,463.84	5,771.44
Of which: Competitive bids	2,973.03	2,305.45	5,278.48
: Non-competitive bids	334.58	158.39	492.96
Purpose / Application of Funds:			
Rollover / Redemptions	1,906.82	121.39	2,028.21
New Borrowing	1,400.78	2,342.45	
Market Weighted Average Rate	11.192%	12.466%	
Weighted Average Rate of accepted bids	10.923%	11.943%	
Price per Kshs 100 at average rate	94.835	89.357	

B. COMPARATIVE AVERAGE INTEREST RATES

	This Auction	Last Auction	Variance
	(%)	(%)	
182 - day	10.923	10.854	0.069 ↑
364 - day	11.943	10.570	1.373 ↑

C. NEXT TREASURY BILLS AUCTION: ISSUE NOS. 1978/91 & 1959/182 DATED 19/11/2012

TENOR	91 DAYS	182 DAYS	TOTAL
Offer amount (Kshs. M)	3,000.00	3,000.00	6,000.00
AUCTION DATES & BIDS CLOSURE	15/11/2012	14/11/2012	
RESULTS ANNOUNCEMENT	16/11/2012	15/11/2012	
Redemptions			7,337.50
New Borrowing			1,337.50

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 14th November 2012 for 182 and Thursday 15th November 2012 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 19th November 2012 for Cheques and 3.00 p.m for RTGS electronic fund transfers. Please provide the following details with each payment: Name, Reference No., Issue No., and include the Portfolio number and the Investor's virtual account number.

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.

E. COMPETITIVE BIDS

Competitive bidders must quote their desired interest rate(%) and not price per Kes 100. New application forms are available on the CBK website.

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 12/11/2012