



A. RESULTS OF 91 & 182 DAY TREASURY BILLS ISSUES 1982/91 & 1963/182 DATED

17/12/2012

This week the Central Bank of Kenya offered 91 and 182 Days Treasury Bills for a total of Kshs 7 Billion. The total number of bids received was 133 amounting to Kshs. 0.6 Billion representing 14% subscription and 62 bids amounting to Kshs. 0.9 Billion representing 31% subscription for 91 and 182 days respectively. All the bids were accepted for the 91 and the 182 day. The weighted average rate of accepted bids, which will be applied for non-competitive bids, was 8.174% and 9.021% for the 91 and 182 Day Treasury Bills respectively. The other auction statistics are summarised in the table below.

	91 DAYS	182DAYS	TOTAL
Due Date	18/03/2013	17/06/2013	
Amount Offered (Kshs. M)	4,000.00	3,000.00	7,000.00
Bids Received (Kshs. M)	563.27	937.06	1,500.33
Performance Rate (%)	14.08	31.24	21.43
Number of Bids Received	133	62	195
Number of Accepted Bids	133	62	195
Total Amount Accepted (Kshs. M)	563.27	937.06	1,500.33
Of which: Competitive bids	254.66	664.85	919.51
: Non-competitive bids	308.61	272.21	580.82
Purpose / Application of Funds:			
Rollover / Redemptions	1,037.66	2,413.34	3,451.00
Net Repayment	474.39	1,476.28	
Market Weighted Average Rate	8.174%	9.021%	
Weighted Average Rate of accepted bids	8.174%	9.021%	
Price per Kshs 100 at average rate	98.003	95.695	

B. COMPARATIVE AVERAGE INTEREST RATES

	This Auction	Last Auction	Variance
	(%)	(%)	
91 - day	8.174	8.339	0.165 ↓
182 - day	9.021	9.080	0.059 ↓

C. NEXT WEEK'S TREASURY BILLS AUCTIONS: ISSUE NOS. 1983/91 & 1964/182 DATED 24/12/2012

TENOR	91 DAYS	182 DAYS	TOTAL
Offer amount (Kshs. M)	4,000.00	3,000.00	7,000.00
AUCTION DATES & BIDS CLOSURE	20/12/2012	19/12/2012	
RESULTS ANNOUNCEMENT	21/12/2012	20/12/2012	
Redemptions			23,132.11
Net Repayment			16,132.11

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 19th December 2012 for 182 days and Thursday 20th December 2012 for 91 days Treasury Bills respectively. 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 24th December 2012 for Cheques and 3.00 p.m for RTGS electronic fund transfers. Please provide the following details with each payment: Name, Reference No., the New CDS Portfolio and the customer's Virtual account No.

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.

MWENDA K. MARETE
ASSISTANT DIRECTOR, FINANCIAL MARKETS DEPARTMENT
13 December 2012