

A. RESULTS OF 91 DAYS TREASURY BILLS ISSUE NO. 1978 VALUE DATED 19/11/2012

This week the Central Bank of Kenya offered 91-day Treasury Bills for a total of **Kshs 4 Billion**. The total number of bids received was **309** amounting to **Kshs. 25.1 Billion**, representing a subscription of **628 %**. Total bids accepted amounted to **Kshs 12.1 Billion**. The market weighted average rate was **9.930%**, and the weighted average of accepted bids which will be applied for non-competitive bids was **9.621%** down from **10.346%** in the previous auction. The other auction statistics are summarised in the table below.

Due Date	18/02/2013
Amount Offered (Kshs. M)	4,000.00
Bids Received (Kshs. M)	25,138.41
Performance Rate (%)	628
Number of Bids Received	309
Number of accepted Bids	269
Amount Accepted (Kshs. M)	12,066.68
Of which : Competitive bids	11,223.99
: Non-Competitive bids	842.69
Purpose / Application of Funds:	
Rollover / Redemptions	5,423.28
Total Redemptions	5,423.28
Net Repayment/Borrowing	6,643.40
Market Weighted Average Rate	9.930%
Weighted Average Rate of accepted bids	9.621%
Price per Kshs 100 at Weighted Average Rate for accepted bids	97.658

B. COMPARATIVE INTEREST RATES

	This Auction	Last Auction	Variance
Value Dates	19/11/2012	12/11/2012	
Weighted Average Rate of Accepted bids (%)	9.621	10.346	0.725 ↓

C. NEXT WEEK'S TREASURY BILLS AUCTIONS: ISSUE NOS. 1979/91 & 1960/182 DATED 26/11/2012

TENOR	91 DAYS	182 DAYS	TOTAL
Offer Amount (Kshs. M)	4,000.00	4,000.00	8,000.00
Auction Dates & Bids Closure	22/11/2012	21/11/2012	
Results Announcement	23/11/2012	22/11/2012	
Redemptions			4,953.73
New Borrowing			3,046.27

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 21st November 2012 for 182 day and Thursday 22nd November 2012 for 91 day 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 26th 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., 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.

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