



**A. RESULTS OF 182-DAY & 364-DAY TREASURY BILLS ISSUES 2043/182 & 1964/364 DATED**

**30/06/2014**

This week the Central Bank of Kenya offered 182 and 364 Days Treasury Bills for a total of **Kshs.8 Billion**. The total number of bids received was 123 amounting to **Kshs.4.1 Billion** representing 102% subscription and 54 bids amounting to **Kshs.0.9 Billion** representing 23% subscription for 182 and 364 days, respectively. Bids accepted amounted to **Kshs.4.1 Billion** for 182 days and **Kshs.0.9 Billion** for 364 days Treasury Bills. The weighted average rate of accepted bids, which will be applied for non-competitive bids, was **11.585%** for the 182-day and **11.186%** for 364-day Treasury Bills. The other auction statistics are summarised in the table below.

	182 DAYS	364 DAYS	TOTAL
Due Date	29/12/2014	29/06/2015	
Amount Offered (Kshs. M)	4,000.00	4,000.00	8,000.00
Bids Received (Kshs. M)	4,072.84	923.80	4,996.63
Performance Rate (%)	101.82	23.09	62.46
Number of Bids Received	123	54	177
Number of Accepted Bids	123	54	177
Total Amount Accepted (Kshs. M)	4,072.84	923.80	4,996.63
Of which: Competitive bids	3,492.32	625.88	4,118.20
: Non-competitive bids	580.52	297.92	878.43
Purpose / Application of Funds:			
Rollover / Redemptions	319.27	123.19	442.46
New Borrowing	3,753.57	800.61	
Market Weighted Average Rate	11.585%	11.186%	
Weighted Average Rate of accepted bids	11.585%	11.186%	
Price per Kshs 100 at average rate	94.539	89.964	

**B. COMPARATIVE AVERAGE INTEREST RATES**

	This Auction	Last Auction	Variance
	(%)	(%)	
182 - day	11.585	10.711	0.874 ↑
364 - day	11.186	10.981	0.205 ↑

**C. NEXT TREASURY BILLS AUCTIONS: ISSUE NOS. 2063/91, 2044/182 & 1965/364 DATED 07/07/2014**

TENOR	91 DAYS	182 DAYS	364 DAYS	TOTAL
Offer amount (Kshs. M)	4,000.00	4,000.00	4,000.00	12,000.00
AUCTION DATES & BIDS CLOSURE	03/07/2014	02/07/2014	02/07/2014	
RESULTS ANNOUNCEMENT	04/07/2014	03/07/2014	03/07/2014	
Redemptions				3,852.03
New Borrowing				8,147.97

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, 2nd July, 2014** for 182-day & 364-day and **Thursday, 3rd July, 2014** 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 Cash, Banker's Cheque or RTGS and must reach the Central Bank not later than **Monday, 7th July, 2014, 2.00 p.m.** for Cash and Cheques and 3.00 p.m for RTGS funds 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 per tenor and are issued at the weighted average of accepted bids.

**E. TAP SALES FOR 5-YEAR BOND ISSUE FXD2/2014/5 & 20-YEAR RE-OPENED BOND ISSUE FXD1/2012/20 DATED 30/06/2014**

In view of the short sale period, Central Bank of Kenya gave eligible investors another opportunity to invest in the above Bonds through a Tap Sale offer. In that regard, kindly note that the Treasury Bonds Tap Sale for the 5-year and 20-year bonds will close on Thursday 26th June 2014 at 2.00 p.m.

**MWENDA K. MARETE**

ASSISTANT DIRECTOR, FINANCIAL MARKETS  
25 June 2014