

YIELD(YTM)	PRICE
7.000%	124.819
7.125%	123.922
7.250%	123.032
7.375%	122.152
7.500%	121.280
7.625%	120.417
7.750%	119.562
7.875%	118.716
8.000%	117.878
8.125%	117.048
8.250%	116.226
8.375%	115.411
8.500%	114.605
8.625%	113.807
8.750%	113.016
8.875%	112.233
9.000%	111.457
9.125%	110.689
9.250%	109.928
9.375%	109.174
9.500%	108.427
9.625%	107.688
9.750%	106.956
9.875%	106.230
10.000%	105.511
10.125%	104.800
10.250%	104.094
10.375%	103.396
10.500%	102.704
10.625%	102.018
10.750%	101.339
10.875%	100.666
11.000%	100.000
11.125%	99.340
11.250%	98.686
11.375%	98.037
11.500%	97.395

YIELD(YTM)	PRICE
11.625%	96.759
11.750%	96.129
11.875%	95.504
12.000%	94.886
12.125%	94.272
12.250%	93.665
12.375%	93.063
12.500%	92.466
12.625%	91.875
12.750%	91.290
12.875%	90.709
13.000%	90.134
13.125%	89.564
13.250%	89.000
13.375%	88.440
13.500%	87.885
13.625%	87.336
13.750%	86.791
13.875%	86.251
14.000%	85.716
14.125%	85.186
14.250%	84.660
14.375%	84.139
14.500%	83.623
14.625%	83.111
14.750%	82.604
14.875%	82.101
15.000%	81.603
15.125%	81.109
15.250%	80.619
15.375%	80.134
15.500%	79.653
15.625%	79.176
15.750%	78.703
15.875%	78.234
16.000%	77.770
16.125%	77.309



CENTRAL BANK OF KENYA

PROSPECTUS FOR GOVERNMENT OF KENYA INFRASTRUCTURE BOND OFFER

ISSUE NO. IFB 1/2015/12
12-YEAR AMORTIZED BOND
TOTAL VALUE: UP TO KSHS 25 BILLION
VALUE DATE: 30TH MARCH 2015

For enquiries please contact Central Bank of Kenya, Financial Markets Department on 2860000 or our Branches in Mombasa, Kisumu and Eldoret or Nyeri, Meru and Nakuru Currency Centres or any Commercial bank, investment bank, stock brokers or send an email to NDO@centralbank.go.ke or visit the CBK website on www.centralbank.go.ke

IFB 1/2015/12

The Central Bank of Kenya, acting in its capacity as fiscal agent for the Republic of Kenya, invites bids for the above bond whose terms and conditions are as follows:-

Issuer	:	Republic of Kenya
Amount	:	Up to Kshs. 25 Billion
Purpose	:	For partial funding of Infrastructure projects in the following sectors: Transport (medium-term)-Kshs.20,000mn, Transport(long-term)-Kshs19,118.43mn and Energy-Kshs. 10,967mn
Tenor	:	Twelve-year
Coupon	:	11%
Period of sale	:	04/03/2015 to 24/03/2015
Value Date	:	30/03/2015
Price Quote	:	Discounted/Premium/ Par
Minimum Amount	:	Kshs. 100,000.00
Interest Payment Dates	:	28/09/2015 23/09/2019 18/09/2023 28/03/2016 23/03/2020 18/03/2024 26/09/2016 21/09/2020 16/09/2024 27/03/2017 22/03/2021 17/03/2025 25/09/2017 20/09/2021 15/09/2025 26/03/2018 21/03/2022 16/03/2026 24/09/2018 19/09/2022 14/09/2026 25/03/2019 20/03/2023 15/03/2027
Redemption Date	:	15/03/2027
Taxation	:	The Bond will be tax free as is the case for all Infrastructure Bonds as provided for under the Income Tax Act.
Redemption Structure	:	22nd March, 2021 - 39.932% of outstanding principal amount; 18th March, 2024 - 63.547% of outstanding principal amount; 15th March, 2027 - 100% - Final Redemption of all outstanding amounts;
Amortization Amount	:	Any outstanding amount up to Kshs. 1.0 million per CDS account at the time of amortization will be redeemed in full.
Issuing and Paying Agent	:	Central Bank of Kenya.

Placing Agents	:	Commercial Banks, Non-Bank Financial Institutions, Licensed Stock Brokers, Licensed Investment Advisors
Auction Method	:	Multi-Price Bid Auction.
Non-Competitive Bids	:	Maximum Kshs 20 Million per investor.
Bids Closure	:	Duly completed bond application forms must be submitted to any branch of the Central Bank in the specified tender box by 2.00 p.m on Tuesday, 24th March, 2015.
Auction Date	:	Wednesday, 25/03/2015
Results	:	Investors should obtain details of amounts payable for successful bids, from Central Bank on Thursday, 26/03/2015.
Defaulters	:	Defaulters may be suspended from subsequent investment in Government Securities.
Re-opening	:	The Bond may be re-opened at a future date.
Commission	:	Licensed placing agents will be paid commission at the rate of 0.15% of actual sales (at cost) net of 5% withholding tax.
Rediscounting	:	The Central Bank will rediscount the bond as a last resort at 3% above the prevailing market yield or coupon rate whichever is higher, upon written confirmation to do so from the Nairobi Securities Exchange.
Liquidity	:	The bond qualifies for statutory liquidity ratio requirements for Commercial Banks and Non-Bank Financial Institutions as stipulated in the Banking Act CAP 488 of the Laws of Kenya.
Listing	:	The bond will be listed on the Nairobi Securities Exchange.
Classification	:	The bond is a non-benchmark Bond.
Eligibility	:	Only CDS Account holders.
Secondary Trading	:	Secondary trading in multiples of KShs 50,000.00 to commence on Tuesday, 31st March, 2015.
Right to accept applications	:	The Central Bank reserves the right to accept bids in full or part thereof or reject them in total without giving any reason.