

A. RESULTS OF TWO YEAR TREASURY BOND ISSUE NO. FXD 2/2014/2 DATED 26/05/2014

This month the Central Bank of Kenya offered a 2-year Treasury Bond for a total amount of up to Kshs 15 Billion. The total number of bids received was 460 amounting to Kshs 12.5 Billion. The weighted average rate for successful bids was 10.793%. The other auction statistics are summarised in the table below.

TENOR	2-year
Due Date	23/05/2016
Total Amount Offered (Kshs. M)	15,000.00
Total bids Received (Kshs. M)	12,506.93
Performance Rate (%)	83.38
Total Number of Bids Received	460
Number of Successful Bids	454
Total Amount Accepted (Kshs. M)	12,269.88
Of which : Competitive bids	9,946.63
: Non-competitive bids	2,323.25
Average Redemption yield (%)	10.793
Price per Kshs 100 at average yield	100.000
Coupon Rate (%)	10.793
Purpose/ Application of funds:	
Redemptions	-
New Borrowing	12,269.88

B. COMPARATIVE INTEREST RATES

	THIS AUCTION (%)	LAST AUCTION (%) - 24/03/14	VARIANCE (%)
2 YEAR - MARKET WEIGHTED AVERAGE RATE	10.809	10.964	0.155 ↓
- WEIGHTED AVERAGE RATE OF ACCEPTED BIDS	10.793	10.803	0.010 ↓

C. FORTHCOMING TREASURY BOND(S) ISSUE(S) FOR THE MONTH OF JUNE 2014

- (i) The forthcoming issue(s) will be dated 30th June 2014.
- (ii) The specific features of the Bond(s), that is, the tenor, amount(s), coupon rate(s) and issue terms will be provided in the prospectus and in the press before the issue date.

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