

A. RESULTS OF 5- YEAR BOND ISSUE FXD 2/2014/5 & 20-YEAR RE-OPEN BOND ISSUE FXD 1/2012/20 DATED 23/06/2014

This month the Central Bank of Kenya offered 5 and 20 year Treasury Bonds for a total amount of Kshs 30 Billion. The total number of bids received was 417 amounting to Kshs 15.27 Billion and 322 amounting to Kshs 8.64 Billion for the 5 year and 20 year bond respectively. The Weighted average rate for successful bids was 11.934% for the 5-year Bond and 13.357% for the 20-year Bond. The other auction statistics are summarised in the table below.

TENOR	5 YEAR	20 YEAR	
Due Dates	17/06/2019	01/11/2032	
Total Amount Offered (Kshs. M)			30,000.00
Total bids Received (Kshs. M)	15,265.58	8,639.32	23,904.90
Performance Rate (%)			79.68
Total Number of Bids Received	417	322	739
Number of Successful Bids	408	310	718
Total Amount Accepted (Kshs. M)	14,286.91	8,502.75	22,789.66
Of which : Competitive bids	13,052.86	8,299.96	21,352.82
: Non-competitive bids	1,234.05	202.79	1,436.84
Average Redemption yield (%)	11.934	13.357	
Price per Kshs 100 at average yield	100.000	90.754	
Coupon Rate (%)	11.934	12.000	
New Borrowing			22,789.66

B. COMPARATIVE INTEREST RATES

	THIS AUCTION (%)	LAST AUCTION (%) 28/04/14	VARIANCE (%)
5 YEAR - MARKET WEIGHTED AVERAGE RATE	12.016	10.991	1.025 ↑
- WEIGHTED AVERAGE RATE OF ACCEPTED BIDS	11.934	10.870	1.064 ↑
	THIS AUCTION (%)	LAST AUCTION (%) 27/05/13	VARIANCE (%)
20 YEAR - MARKET WEIGHTED AVERAGE RATE	13.375	13.310	0.065 ↑
- WEIGHTED AVERAGE RATE OF ACCEPTED BIDS	13.357	12.981	0.376 ↑

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

In view of the short sale period, The Central Bank of Kenya wishes to give eligible investors another opportunity to invest in the above Bonds. In this regard the Bank is pleased to announce the Tap Sale offer of the Bonds as follows;

Period of Sale	20th June to 26th June 2014.
Maximum Amount	Kes. 8 Billion.
Minimum Amount	Kes 50,000.00 and in multiples of Kes 50,000.00 thereafter.
Pricing	Bids shall be priced at weighted Average Rate of successful bids for the Bonds Auctions held on 23/06/2014 and adjusted for accrued interest.
Value Date	Monday 30th June 2014.
Closing Date	Attainment of the quantum on offer or Thursday 26th June 2014, 2.00 pm whichever comes first.
Bids Allotment	Bids will be allotted on a first come basis.
Average yield Rate	11.934% - 5-Year & 13.357% - 20-Year Re-open.
Adjusted Price (Per Kes 100.00)	100.223 for 5- year & 91.905 for 20-year.

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