

A. RESULTS OF 91, 182 & 364 DAYS TREASURY BILLS ISSUE 2213/91, 2186/182 & 2124/364 DATED 22/05/2017

This week the Central Bank of Kenya offered 91, 182 and 364 Days Treasury Bills for a total of Kshs. 24 Billion. The total amount received was Kshs. 41.41 Billion and the bids accepted amounted to Kshs.32.50 Billion. The weighted average rate of accepted bids, which will be applied for non-competitive bids, was 8.677% for the 91-day, 10.389 for 182-day and 10.914% for 364-day Treasury Bills. The other auction statistics are summarised in the table below.

| | 91 DAYS | 182 DAYS | 364 DAYS | TOTAL |
|--|------------|------------|------------|-----------|
| Due Date | 21/08/2017 | 20/11/2017 | 21/05/2018 | |
| Amount Offered (Kshs. M) | 4,000.00 | 10,000.00 | 10,000.00 | 24,000.00 |
| Bids Received (Kshs. M) | 8,847.42 | 16,815.85 | 15,748.44 | 41,411.70 |
| Performance Rate (%) | 221.19 | 168.16 | 157.48 | 172.55 |
| Number of Bids Received | 199 | 324 | 179 | 702 |
| Number of Accepted Bids | 186 | 310 | 175 | 671 |
| Total Amount Accepted (Kshs. M) | 2,234.02 | 15,452.42 | 14,815.86 | 32,502.29 |
| Of which: Competitive bids | 1,318.28 | 12,995.16 | 13,095.32 | 27,408.76 |
| : Non-competitive bids | 915.74 | 2,457.26 | 1,720.54 | 5,093.53 |
| Purpose / Application of Funds: | | | | |
| Rollover / Redemptions | 1,500.46 | 6,593.25 | 5,976.18 | 14,069.89 |
| New Borrowing | 733.56 | 8,859.17 | 8,839.68 | 18,432.40 |
| Market Weighted Average Rate | 8.717% | 10.402% | 10.921% | |
| Weighted Average Rate of accepted bids | 8.677% | 10.389% | 10.914% | |
| Price per Kshs 100 at average rate | 97.883 | 95.075 | 90.184 | |

B. COMPARATIVE AVERAGE INTEREST RATES

| | This Auction | Last Auction | Variance |
|-----------|--------------|--------------|----------|
| | (%) | (%) | |
| 91 - day | 8.677 | 8.726 | 0.049 |
| 182-day | 10.389 | 10.407 | 0.018 |
| 364 - day | 10.914 | 10.929 | 0.015 |

C. NEXT TREASURY BILLS AUCTIONS: ISSUE NOS. 2214/91, 2187/182 & 2125/364 DATED 29/05/2017

| TENOR | 91 DAYS | 182 DAYS | 364 DAYS | TOTAL |
|------------------------------|------------|------------|------------|-----------|
| Offer amount (Kshs. M) | 4,000.00 | 10,000.00 | 10,000.00 | 24,000.00 |
| AUCTION DATES & BIDS CLOSURE | 25/05/2017 | 25/05/2017 | 25/05/2017 | |
| RESULTS ANNOUNCEMENT | 26/05/2017 | 26/05/2017 | 26/05/2017 | |
| Redemptions | | | | 17,808.86 |
| New Borrowing | | | | 6,191.14 |

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 investors with active CDS accounts are eligible.

Bids must be submitted and received by CBK either **manually** (application forms delivered in Treasury Bill tender boxes in any Branch or Currency Centre of Central Bank of Kenya or **electronically** (via CBK Internet Banking platform for commercial Banks) by 2.00 p.m. on **Thursday, 25th May 2017** for 91-day, 182-day and 364-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. These payments must reach the Central Bank not later than **Monday, 29th May, 2017**, 2.00 p.m. Please provide the following details with each payment: Name, Reference No., CDS Portfolio No., Issue No. 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 per tenor and are issued at the weighted average of accepted bids.

John K. Birech

Ag. Director, Financial Markets

18 May 2017