



**A. RESULTS OF 182-DAY & 364-DAY TREASURY BILLS ISSUES 2053/182 & 1974/364 DATED**

**08/09/2014**

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 43 amounting to **Kshs. 0.35 Billion** representing 8.67% subscription and 73 bids amounting to **Kshs.9.43 Billion** representing **235.66%** subscription for 182 and 364 days, respectively. Bids accepted amounted to **Kshs.0.35 Billion** for 182 days and **Kshs. 4.86 Billion** for 364 days Treasury Bills. The weighted average rate of accepted bids, which will be applied for non-competitive bids, was **8.550%** for the 182-day and **10.233%** for 364-day Treasury Bills. The other auction statistics are summarised in the table below.

|  | 182 DAYS   | 364 DAYS   | TOTAL    |
|--|------------|------------|----------|
| Due Date                               | 09/03/2015 | 07/09/2015 |          |
| Amount Offered (Kshs. M)               | 4,000.00   | 4,000.00   | 8,000.00 |
| Bids Received (Kshs. M)                | 346.91     | 9,426.48   | 9,773.39 |
| Performance Rate (%)                   | 8.67       | 235.66     | 122.17   |
| Number of Bids Received                | 43         | 73         | 116      |
| Number of Accepted Bids                | 43         | 65         | 108      |
| Total Amount Accepted (Kshs. M)        | 346.91     | 4,858.98   | 5,205.88 |
| Of which: Competitive bids             | 105.98     | 4,629.54   | 4,735.52 |
| : Non-competitive bids                 | 240.93     | 229.44     | 470.36   |
| Purpose / Application of Funds:        |            |            |          |
| Rollover / Redemptions                 | 5,489.23   | 4,199.53   | 9,688.77 |
| Net Repayment/New Borrowing            | 5,142.32   | 659.44     |          |
| Market Weighted Average Rate           | 8.550%     | 10.412%    |          |
| Weighted Average Rate of accepted bids | 8.550%     | 10.233%    |          |
| Price per Kshs 100 at average rate     | 95.911     | 90.740     |          |

**B. COMPARATIVE AVERAGE INTEREST RATES**

|           | This Auction | Last Auction | Variance |
|-----------|--------------|--------------|----------|
|           | (%)          | (%)          |          |
| 182 - day | 8.550        | 8.605        | 0.055 ↓  |
| 364 - day | 10.233       | 10.253       | 0.020 ↓  |

**C. NEXT TREASURY BILLS AUCTIONS: ISSUE NOS. 2073/91, 2054/182 & 1975/364 DATED 15/09/2014**

| TENOR                                   | 91 DAYS    | 182 DAYS   | 364 DAYS   | TOTAL     |
|---|------------|------------|------------|-----------|
| Offer amount (Kshs. M)                  | 3,000.00   | 4,000.00   | 5,000.00   | 12,000.00 |
| <b>AUCTION DATES &amp; BIDS CLOSURE</b> | 11/09/2014 | 10/09/2014 | 10/09/2014 |           |
| <b>RESULTS ANNOUNCEMENT</b>             | 12/09/2014 | 11/09/2014 | 11/09/2014 |           |
| Redemptions                             |            |            |            | 24,095.72 |
| Net Repayment                           |            |            |            | 12,095.72 |

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, 10th September, 2014** for 182-day & 364-day and **Thursday, 11th September, 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, 15th September, 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. RESULTS FOR TAP SALE OF THE RE-OPEN SAVINGS DEVELOPMENT BOND ISSUE NO. SDB1/2011/30 DATED 08/09/2014**

The Central Bank of Kenya is offering tap sale for the Re-Open 30-year Savings and Development Bond, which is offered in five tranches for the month of September 2014, on **First-come-first-served** basis. The sale period commenced on 22nd, August 2014 and is to close on either attainment of the quantum on offer or expiry of the sale period on September 23rd, 2014 which ever comes first. Investors are advised to obtain results of the allocation of their bids for the second tranche at Central Bank of Kenya, Head office or at any Branch or Currency Center with effect from Thursday, 4th September 2014. Payments deadline is on Monday, 8th September 2014, 2.00pm. The tap sale allocation statistics for the second tranche are summarised in the table below.

| TENOR  | 30 YEAR    |
|--|------------|
| Due Date                                     | 21/01/2041 |
| Total bids Accepted at Face Value (Kshs. M)  | 668.00     |
| Total bids Accepted at Cost (Kshs. M)        | 651.25     |
| Total Number of Accepted Bids                | 47         |
| Allocated average rate for accepted bids (%) | 13.775%    |
| Adjusted Average Price(Per Kes 100.00)       | 87.941     |
| Coupon Rate (%)                              | 12.000%    |

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**03 September 2014**