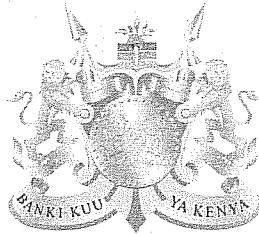


BANKI  
KUU YA  
KENYA



CENTRAL  
BANK OF  
KENYA

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2<sup>nd</sup> June 2011

**BANKING CIRCULAR NO. 4 OF 2011**

**TO: ALL CHIEF EXECUTIVES OF COMMERCIAL BANKS**

**REVISION OF THE CASH RESERVE REQUIREMENT (CRR) & THE  
CENTRAL BANK RATE (CBR)**

The Monetary Policy Committee (MPC) at its meeting on 31<sup>st</sup> May 2011 reviewed and raised the Cash Reserve Requirement (CRR) by 25 basis points from 4.5% to 4.75% and CBR upwards from 6.00% to 6.25%.

In addition, the tenor for **late** repurchase agreement (repo) which has hitherto been fixed at seven (7) days will now be available for four (4) days at 100 basis points below the average for the early repo rate.

All the above changes take effect immediately.

  
JACKSON M. KITILI

DIRECTOR,  
BANKING SERVICES, NATIONAL PAYMENT  
SYSTEMS & RISK MANAGEMENT DEPARTMENT