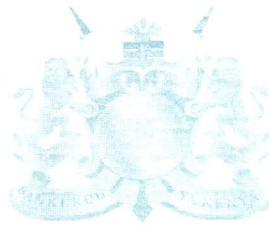


BANKI
KUU YA
KENYA



CENTRAL
BANK OF
KENYA

May 24, 2016

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BANKING CIRCULAR NO 2 OF 2016

TO: ALL CHIEF EXECUTIVES OF COMMERCIAL BANKS

REVIEW OF CENTRAL BANK RATE (CBR)

The Monetary Policy Committee (MPC) of the Central Bank of Kenya at its meeting held on May 23, 2016 reviewed the CBR downwards by **100 basis points** to **10.50 per cent** from **11.50 per cent**. The adjusted rate takes effect immediately.

Following the rate adjustment, borrowing from the Central Bank of Kenya Overnight Window will be at **16.50 per cent**.

Mark L. Lesiit

Director, Banking Services NPS & Risk Management Department