

BANKI
KUU YA
KENYA



CENTRAL
BANK OF
KENYA

Haile Selassie Avenue
P.O. Box 60000 Nairobi Kenya
Telephone 226431 Telex 22324

A. RESULTS OF GOVERNMENT INFRASTRUCTURE BOND ISSUE NOS. IFB 1/2010/8 VALUE DATED 01/03/2010

The Central Bank of Kenya issued the Third Infrastructure Bond for a total value of Kshs 14.5 Billion to finance specific projects in the Roads, Energy and Water sectors. The Bank is pleased to inform all investors and the public in general that the Bond recorded an excellent performance, with 770 bids received amounting to Kshs 35.3 Billion or 243.36% subscription. The auction management committee accepted 400 bids of Kshs.16.3 Billion. The auction registered a weighted average rate for successful bids of 9.579% down from 12.537% of its previous issue. On behalf of the Government, the Central Bank of Kenya wishes to thank all investors and the public for their overwhelming response and support in financing Infrastructure projects.

TENOR	8 YEAR
Due Date	2/19/201
Total Amount Offered (Kshs. M)	14,500.0
Total bids Received (Kshs. M)	35,287.3
Performance Rate (%)	243.3
Total Number of Bids Received	77
Number of Successful Bids	40
Total Amount Accepted (Kshs. M)	16,263.8
Of which : Competitive bids	1,468.6
: Non-competitive bids	14,795.1
Purpose/ Application of funds:	
Redemptions	-
New Borrowing	16,263.8
Coupon Rate (%)	9.75
Cut-off interest rate (%)	9.64
Price per Kshs 100 at cut-off	100.49
Average Yield to Maturity (%)	9.57
Price per Kshs 100 at Average Yield	100.84

B. COMPARATIVE INTEREST RATES

	THIS AUCTION (%)	LAST AUCTION (%) 07/12/09	VARIANCE (%)
WEIGHTED AVERAGE RATE FOR SUCCESSFUL BIDS	9.579	12.537	2.958 ↓
CUT-OFF INTEREST RATES	9.649	12.995	3.346 ↓

C. FORTHCOMING TREASURY BOND(S) ISSUES FOR THE MONTH OF MARCH 2010

	Kshs (M)
OFFER AMOUNT (at cost) of which:	16,500.0
Redemptions	3,036.6
New Borrowing	13,463.3

- (i) The forthcoming issue(s) will be dated 29th March 2010.
- (ii) The specific features of the Bond(s), that is the Tenor, Amounts, Coupon rates and issue terms will be provided in the prospectus and in the press before the issue date.

JACKSON M. KITILI
DIRECTOR, MONETARY OPERATIONS & DEBT MANAGEMENT
February 25, 2010