

BANKI
KUU YA
KENYA



CENTRAL
BANK OF
KENYA

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A. RESULTS OF 91 DAYS TREASURY BILLS ISSUE NO. 2081 VALUE DATED 10/11/2014

This week the Central Bank of Kenya offered 91-day Treasury Bills for a total of Kshs.3 Billion. The total number of bids received was 162 amounting to Kshs. 11.12 Billion, representing a subscription of 370.6%. Total bids accepted amounted to Kshs.3.64 Billion. The market weighted average rate was 8.852 %, and the weighted average of accepted bids which will be applied for non-competitive bids was 8.696% up from 8.670% in the previous auction. The other auction statistics are summarised in the table below.

| | |
|---|------------|
| Due Date | 09/02/2015 |
| Amount Offered (Kshs. M) | 3,000.00 |
| Bids Received (Kshs. M) | 11,117.40 |
| Performance Rate (%) | 370.58 |
| Number of Bids Received | 162 |
| Number of accepted Bids | 147 |
| Amount Accepted (Kshs. M) | 3,643.06 |
| Of which : Competitive bids | 3,264.76 |
| : Non-Competitive bids | 378.30 |
| Purpose / Application of Funds: | |
| Rollover / Redemptions | 909.31 |
| New Borrowing | 2,733.75 |
| Market Weighted Average Rate | 8.852% |
| Weighted Average Rate of accepted bids | 8.696% |
| Price per Kshs.100 at Weighted Average Rate for accepted bids | 97.878 |

B. COMPARATIVE INTEREST RATES

| | This Auction | Last Auction | Variance |
|--|--------------|--------------|----------|
| Value Dates | 10/11/2014 | 03/11/2014 | |
| Weighted Average Rate of Accepted bids (%) | 8.696 | 8.670 | 0.026 ↑ |

C. NEXT WEEK'S TREASURY BILLS AUCTIONS: ISSUE NOS. 2082/91, 2063/182 & 1985/364 DATED 17/11/2014

| TENOR | 91 DAYS | 182 DAYS | 364 DAYS | TOTAL |
|------------------------------|------------|------------|------------|-----------|
| Offer Amount (Kshs. M) | 3,000.00 | 4,000.00 | 5,000.00 | 12,000.00 |
| Auction Dates & Bids Closure | 13/11/2014 | 12/11/2014 | 12/11/2014 | |
| Results Announcement | 14/11/2014 | 13/11/2014 | 13/11/2014 | |
| Redemptions | | | | 10,217.52 |
| New Borrowing | | | | 1,782.48 |

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, 12th November, 2014 for 182-day and 364-day, and Thursday, 13th November, 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. These payments must reach the Central Bank not later than Monday, 17th November 2014, 2.00 p.m. for Cash and Cheques and 3.00 p.m for RTGS electronic fund transfers. Please provide the following details with each payment: Name, Reference No., the New CDS Portfolio and the customer's Virtual account No.

D. Non-competitive bids are subject to a maximum of Kshs. 20 Million per investor and are issued at the weighted average of accepted bids.

E. RESULTS FOR TAP SALE OF THE INFRASTRUCTURE TREASURY BOND ISSUE NO. IFB1/2014/12 DATED 10/11/2014

The Central Bank of Kenya is offering tap sale for the 12-year Infrastructure Bond in four tranches for the month of November 2014, on First-come -first-served basis. The sale period commenced on 28th October 2014 and is to close on either attainment of the quantum on offer or expiry of the sale period on November 20th, 2014, whichever 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 on Friday, 7th November 2014. Payments deadline is on Monday, 10th November 2014, 2.00pm. The tap sale allocation statistics for the second tranche are summarised in the table below.

| | |
|--|------------|
| TENOR | 12-YEAR |
| Due Date | 10/12/2026 |
| Total bids Accepted at Face Value (Kshs. M) | 7,089.25 |
| Total bids Accepted at Cost (Kshs. M) | 6,991.13 |
| Total Number of Accepted Bids | 126 |
| Allocated average rate for accepted bids (%) | 11.263% |
| Adjusted Average Price(Per Kes 100.00) | 99.039 |
| Coupon Rate (%) | 11.000% |
| Balance of amount on offer (Kshs. M) | 1,550.00 |

MWENDA K. MARETE
ASSISTANT DIRECTOR, FINANCIAL MARKETS
06 November 2014