

A. RESULTS OF FIVE AND TWENTY YEAR TREASURY BONDS ISSUE NOS. FXD 3/2016/5 & FXD 1/2016/20 DATED 26/09/2016

This month the Central Bank of Kenya offered 5-year and 20-year Treasury Bonds for a total amount of Kshs 25 Billion. The total number of bids received was 771 amounting to Kshs 38.65 Billion and 734 amounting to Kshs 17.80 Billion for the 5-year and 20-year bond respectively. The weighted average rate for successful bids was 13.112% for the 5-year Bond and 14.601% for the 20-year Bond. The other auction statistics are summarised in the table below.

TENOR	5-YEAR	20-YEAR	
Due Dates	20/09/2021	01/09/2036	
Total Amount Offered (Kshs. M)			25,000.00
Total bids Received (Kshs. M)	38,652.17	17,800.48	56,452.65
Performance Rate (%)			225.81
Total Number of Bids Received	771	734	1,505
Number of Successful Bids	562	575	1,137
Total Amount Accepted (Kshs. M)	23,052.24	12,290.38	35,342.62
Of which : Competitive bids	18,677.94	9,130.75	27,808.69
: Non-competitive bids	4,374.30	3,159.63	7,533.93
Average Redemption yield (%)	13.112	14.601	
Price per Kshs 100 at average yield	100.000	96.130	
Coupon Rate (%)	13.112	14.000	
Purpose/ Application of funds:			
Redemptions			24,234.66
New Borrowing			11,107.96

B. COMPARATIVE INTEREST RATES

	THIS AUCTION (%)	LAST AUCTION (%) - 25/07/16	VARIANCE
5 YEAR - MARKET WEIGHTED AVERAGE RATE	13.366	14.127	0.761
- WEIGHTED AVERAGE RATE OF ACCEPTED BIDS	13.112	14.069	0.957
20 YEAR - MARKET WEIGHTED AVERAGE RATE	14.789	15.080	0.291
- WEIGHTED AVERAGE RATE OF ACCEPTED BIDS	14.601	14.836	0.235

C. FORTHCOMING TREASURY BOND(S) ISSUES FOR THE MONTH OF OCTOBER 2016

- (i) The forthcoming issue(s) will be dated 24th October 2016.
- (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.

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