



Central Bank of Kenya



MONTHLY ECONOMIC INDICATORS

July 2017



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1. INFLATION

Table 1.1 : Monthly Trends in Inflation

	Overall 12 months inflation	Food Inflation	Fuel Inflation	Non-Food Non-Fuel Inflation (NFNF)	Average Annual	Three months annualised
2015						
June	7.03	12.55	0.24	4.63	6.63	12.32
July	6.62	11.42	0.57	4.67	6.54	4.81
August	5.84	9.42	1.09	4.55	6.34	2.31
September	5.97	9.36	1.46	4.68	6.29	2.19
October	6.72	10.60	2.05	4.80	6.31	3.94
November	7.32	11.82	2.27	4.75	6.42	5.25
December	8.01	12.42	2.86	5.64	6.58	8.68
2016						
January	7.78	11.98	2.88	5.47	6.77	8.23
February	6.84	10.28	1.72	5.89	6.87	4.25
March	6.45	9.05	2.14	6.05	6.88	2.95
April	5.27	6.70	1.95	5.85	6.72	4.18
May	5.00	6.45	1.81	5.41	6.56	8.29
June	5.80	8.56	1.43	5.01	6.46	9.58
July	6.40	10.21	0.89	4.89	6.44	9.35
August	6.26	10.31	0.14	4.98	6.47	7.28
September	6.34	10.38	0.19	5.09	6.50	4.30
October	6.47	10.49	0.10	5.43	6.48	4.24
November	6.68	10.60	0.57	5.48	6.43	6.93
December	6.35	10.61	0.14	4.64	6.30	8.72
2017						
January	6.99	11.75	0.67	4.48	6.24	10.36
February	9.04	15.29	2.99	3.68	6.43	14.85
March	10.28	17.19	3.27	4.48	6.76	19.03
April	11.48	19.49	3.67	4.30	7.28	22.78
May	11.70	19.99	3.49	4.28	7.84	18.13
June	9.21	14.83	3.39	4.24	8.13	5.37
July	7.47	11.55	2.94	4.08	8.21	-5.56

Food inflation comprise “food and non-alcoholic beverages”, and “hotels and restaurants” categories of the CPI basket; and fuel inflation comprises “transport” and “housing, water, electricity, gas and other fuels” categories of the CPI basket; NFNF excludes food and fuel inflation

Source: Kenya National Bureau of Statistics and Central Bank of Kenya

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Table 1.2: Contribution of CPI Baskets to Overall Inflation

	Food & Non-Alcoholic Beverages	Alcoholic Beverages, Tobacco & Narcotics	Clothing & Footwear	Housing, Water, Electricity, Gas and other Fuels	Furnishings, Household Equipment and Routine Household Maintenance	Health	Transport	Communication	Recreation & Culture	Education	Restaurants & Hotels	Miscellaneous Goods & Services	Overall
2015													
January	3.08	0.03	0.29	0.70	0.25	0.13	0.48	-0.00	0.06	0.12	0.23	0.16	5.53
February	3.49	0.03	0.30	0.56	0.24	0.12	0.30	0.00	0.06	0.10	0.24	0.16	5.61
March	4.41	0.03	0.28	0.49	0.22	0.10	0.24	-0.00	0.06	0.09	0.23	0.16	6.31
April	5.44	0.04	0.29	0.48	0.24	0.11	-0.08	0.01	0.06	0.10	0.24	0.16	7.08
May	5.37	0.04	0.31	0.41	0.24	0.14	-0.33	0.02	0.07	0.10	0.27	0.21	6.87
June	5.43	0.06	0.34	0.36	0.25	0.15	-0.28	0.03	0.08	0.11	0.27	0.22	7.03
July	4.93	0.07	0.34	0.40	0.24	0.15	-0.22	0.03	0.08	0.11	0.26	0.22	6.62
August	4.06	0.07	0.33	0.47	0.24	0.15	-0.16	0.03	0.07	0.11	0.25	0.21	5.84
September	4.04	0.07	0.34	0.53	0.26	0.15	-0.12	0.03	0.08	0.11	0.27	0.21	5.97
October	4.62	0.08	0.33	0.69	0.28	0.15	-0.12	0.03	0.07	0.12	0.25	0.22	6.72
November	5.19	0.08	0.32	0.73	0.29	0.15	-0.10	0.04	0.07	0.12	0.24	0.20	7.32
December	5.44	0.31	0.35	0.83	0.28	0.14	-0.05	0.04	0.06	0.12	0.27	0.21	8.01
2016													
January	5.23	0.30	0.33	0.78	0.28	0.16	-0.02	0.03	0.09	0.11	0.28	0.20	7.78
February	4.48	0.29	0.33	0.49	0.27	0.17	-0.01	0.07	0.10	0.13	0.30	0.22	6.84
March	3.98	0.31	0.33	0.59	0.28	0.16	-0.01	0.07	0.10	0.13	0.29	0.22	6.45
April	2.95	0.30	0.32	0.57	0.26	0.16	-0.05	0.07	0.10	0.12	0.27	0.20	5.27
May	2.85	0.30	0.28	0.37	0.25	0.12	0.12	0.06	0.10	0.13	0.26	0.16	5.00
June	3.83	0.29	0.25	0.32	0.22	0.11	0.07	0.05	0.10	0.12	0.28	0.15	5.80
July	4.61	0.29	0.24	0.17	0.21	0.11	0.08	0.05	0.10	0.12	0.26	0.15	6.40
August	4.62	0.29	0.26	0.05	0.22	0.11	0.01	0.05	0.10	0.12	0.27	0.17	6.26
September	4.66	0.30	0.26	0.10	0.22	0.11	-0.02	0.05	0.10	0.12	0.27	0.17	6.34
October	4.73	0.30	0.30	0.02	0.20	0.11	0.05	0.06	0.11	0.13	0.29	0.18	6.47
November	4.80	0.29	0.33	0.06	0.21	0.11	0.13	0.05	0.11	0.12	0.29	0.17	6.68
December	4.85	0.08	0.31	0.03	0.20	0.11	0.05	0.05	0.11	0.12	0.26	0.16	6.35
2017													
January	5.42	0.09	0.30	0.04	0.19	0.09	0.19	0.06	0.08	0.11	0.24	0.17	6.99
February	7.09	0.09	0.30	0.39	0.18	0.11	0.37	0.01	0.05	0.09	0.22	0.14	9.04
March	8.06	0.10	0.30	0.43	0.20	0.12	0.44	0.03	0.07	0.10	0.25	0.17	10.28
April	9.18	0.10	0.29	0.50	0.20	0.11	0.45	0.03	0.07	0.10	0.29	0.17	11.48
May	9.43	0.10	0.28	0.49	0.20	0.11	0.41	0.03	0.06	0.10	0.30	0.18	11.70
June	7.01	0.09	0.28	0.50	0.21	0.10	0.37	0.03	0.06	0.10	0.29	0.18	9.21
July	5.43	0.09	0.28	0.50	0.20	0.09	0.25	0.02	0.05	0.09	0.28	0.17	7.47

Source: Kenya National Bureau of Statistics and Central Bank of Kenya

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Table 1.3: Overall Inflation Across Income Groups In Nairobi (Per cent)

	Nairobi Upper Income	Nairobi Middle Income	Nairobi Lower Income	Nairobi Combined
2015				
January	2.05	3.22	4.83	4.38
February	1.74	3.23	5.22	4.66
March	1.81	3.24	6.32	5.48
April	1.90	3.39	7.49	6.39
May	1.89	3.76	6.98	6.09
June	1.77	4.63	7.32	6.53
July	2.95	4.22	7.26	6.44
August	2.56	4.34	6.03	5.54
September	2.79	4.84	6.18	5.77
October	3.50	4.87	7.23	6.58
November	3.38	5.03	8.60	7.63
December	4.83	7.09	8.70	8.21
2016				
January	5.44	5.91	7.68	7.22
February	5.51	5.24	6.95	6.53
March	5.21	4.88	6.54	6.13
April	5.76	4.52	5.57	5.35
May	5.02	4.06	6.05	5.58
June	5.00	3.48	7.15	6.28
July	3.95	3.55	7.24	6.33
August	3.35	3.60	7.14	6.24
September	3.74	3.62	7.03	6.17
October	3.93	3.73	7.18	6.32
November	4.58	4.13	7.02	6.32
December	4.42	2.16	6.34	5.37
2017				
January	4.14	4.17	7.33	6.54
February	4.72	5.97	9.81	8.81
March	4.90	6.55	11.16	9.96
April	3.91	7.86	12.34	11.10
May	3.82	7.76	12.14	10.93
June	3.23	5.97	8.97	8.15
July	2.98	5.48	7.41	6.85

Source: Kenya National Bureau of Statistics

INFLATION

Table 1.4: Overall Inflation by Region (Per cent)

	Nairobi	Rest of Kenya	Kenya
2015			
January	4.38	6.32	5.53
February	4.66	6.26	5.61
March	5.48	6.88	6.31
April	6.39	7.55	7.08
May	6.09	7.39	6.87
June	6.53	7.38	7.03
July	6.44	6.75	6.62
August	5.54	6.05	5.84
September	5.77	6.10	5.97
October	6.58	6.82	6.72
November	7.63	7.12	7.32
December	8.21	7.87	8.01
2016			
January	7.22	8.16	7.78
February	6.53	7.05	6.84
March	6.13	6.67	6.45
April	5.35	5.22	5.27
May	5.58	4.61	5.00
June	6.28	5.48	5.80
July	6.33	6.44	6.40
August	6.24	6.27	6.26
September	6.17	6.45	6.34
October	6.32	6.57	6.47
November	6.32	6.92	6.68
December	5.37	7.01	6.35
2017			
January	6.54	7.33	6.99
February	8.81	9.19	9.04
March	9.96	10.50	10.28
April	11.10	11.73	11.48
May	10.93	12.21	11.70
June	8.15	9.92	9.21
July	6.85	7.88	7.47

Source: Kenya National Bureau of Statistics

2. MONEY, CREDIT AND INTEREST RATES

Table 2.1: Money Supply and its Sources (KSh Billion)													
COMPONENTS OF M3	2016						2017						
	Jul	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	July
1. Money supply, M1 (1.1+1.2+1.3)	1,109.5	1,113.9	1,238.6	1,273.8	1,287.3	1,310.0	1,272.9	1,287.1	1,317.2	1,363.7	1,359.1	1,394.3	1,382.4
1.1 Currency outside banks	191.3	189.2	186.6	195.7	196.5	209.5	196.9	197.6	200.6	204.1	201.7	206.7	209.5
1.2 Demand deposits	854.0	845.8	979.7	1,012.4	1,027.1	1,045.0	1,021.0	1,034.5	1,062.7	1,094.6	1,092.2	1,105.9	1,101.8
1.3 Other deposits at CBK ¹	63.9	78.6	71.9	65.3	63.2	55.1	54.6	54.6	53.5	64.6	64.9	81.3	70.7
2. Money supply, M2 (1+2.1)	2,321.8	2,328.7	2,340.2	2,350.0	2,348.1	2,360.2	2,336.2	2,350.4	2,412.1	2,450.9	2,461.2	2,484.7	2,496.0
2.1 Time and saving deposits	1,212.3	1,214.9	1,101.6	1,076.2	1,060.8	1,050.2	1,063.2	1,063.2	1,094.9	1,087.3	1,102.1	1,090.3	1,113.6
3. Money supply, M3 (2+3.1)	2,731.4	2,755.5	2,772.7	2,761.8	2,777.6	2,764.5	2,759.2	2,781.2	2,846.6	2,895.4	2,902.9	2,935.3	2,957.9
3.1 Foreign Currency Deposits	409.6	426.8	432.5	411.8	429.6	404.3	423.0	430.9	434.5	444.4	441.6	450.6	461.9
SOURCES OF M3													
1. Net foreign assets ²	554.0	575.5	591.9	574.1	562.0	495.2	517.7	532.9	603.0	677.0	657.0	649.9	615.9
1.1 Central Bank	683.2	681.5	687.2	678.3	645.0	621.6	625.6	627.6	697.8	759.3	751.0	745.0	705.6
1.2 Banking Institutions	-129.3	-106.0	-95.3	-104.2	-82.9	-126.4	-107.9	-94.7	-94.8	-82.3	-94.0	-95.1	-89.7
2. Net domestic assets (2.1+2.2)	2,177.4	2,180.1	2,180.8	2,187.8	2,215.6	2,269.3	2,241.5	2,248.3	2,243.7	2,218.4	2,245.8	2,285.3	2,342.0
2.1 Domestic credit	2,827.5	2,846.9	2,858.7	2,899.8	2,925.8	2,973.2	2,972.9	2,977.2	2,953.2	2,900.4	2,945.8	3,005.0	3,051.0
2.1.1 Government (net)	517.8	536.9	525.2	562.2	565.0	592.8	585.1	606.3	583.5	539.5	590.2	649.1	687.7
2.1.2 Private sector	2,222.2	2,222.7	2,243.3	2,241.6	2,257.3	2,275.7	2,277.3	2,266.2	2,263.8	2,253.0	2,251.1	2,249.1	2,252.2
2.1.3 Other public sector	87.6	87.2	90.2	96.0	103.6	104.7	110.5	104.7	105.9	107.9	104.5	106.9	111.1
2.2 Other items net	-650.1	-666.8	-677.9	-712.0	-710.2	-703.8	-731.5	-728.9	-709.5	-682.0	-699.9	-719.7	-709.0
Memorandum items													
1. Reserve money	383.7	392.6	392.8	401.8	393.1	411.1	401.3	394.8	414.9	408.2	410.5	401.2	419.6
Bank reserves	192.3	203.5	206.2	206.1	196.6	201.7	204.4	197.2	214.3	204.1	208.8	194.5	210.1
2. Overall liquidity, L (3+2.1.0)	3,586.7	3,621.0	3,645.4	3,663.9	3,707.0	4,303.9	3,702.8	3,735.0	3,816.7	3,858.9	3,873.8	3,934.1	3,958.7
2.1.0 Non-bank holdings of government securities	855.3	865.5	872.8	902.1	929.4	944.2	943.6	953.7	970.0	963.5	970.9	998.9	1,000.8
ANNUAL GROWTH RATE (Per cent)													
COMPONENTS OF M3	Jul	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	June	July
1. Money supply, M1 (1.1+1.2+1.3)	9.4	9.5	26.1	24.3	25.3	28.1	21.9	23.7	22.1	23.6	21.8	22.7	24.6
1.1 Currency outside banks	5.6	5.5	6.7	7.6	7.8	9.7	7.6	7.8	9.4	7.4	10.9	10.0	9.5
1.2 Demand deposits	11.5	8.7	29.2	28.8	31.3	35.5	26.4	27.2	26.4	28.0	26.8	25.5	29.0
1.3 Other deposits at CBK ¹	-4.7	31.7	48.2	15.7	1.5	-9.2	2.7	23.9	-1.2	12.1	-10.0	21.9	10.6
2. Money supply, M2 (1+2.1)	7.8	6.9	8.8	6.8	6.2	4.8	5.3	4.5	5.7	6.3	6.2	5.6	7.5
2.1 Time and saving deposits	6.4	4.6	-5.8	-8.4	-10.4	-14.6	-9.5	-12.0	-9.0	-9.6	-8.3	-10.4	-8.1
3. Money supply, M3 (2+3.1)	6.9	6.8	8.0	6.8	6.2	3.7	5.2	5.4	6.4	7.1	6.7	6.0	8.3
3.1 Foreign Currency Deposits	2.3	6.1	3.9	6.8	5.9	-2.3	5.1	10.5	10.4	11.4	9.4	8.4	12.8
COUNTERPARTS OF M3													
1. Net foreign assets ²	34.2	42.2	51.9	31.4	26.0	0.8	9.4	16.6	27.8	30.8	29.0	15.5	11.2
1.1 Central Bank	22.4	22.2	29.8	14.9	11.1	0.0	1.7	1.4	8.9	14.2	13.0	7.3	3.3
1.2 Banking Institutions	-10.9	-30.7	-31.7	-32.2	-38.3	-2.7	-24.0	-41.6	-43.9	-44.0	-39.5	-28.0	-30.6
2. Net domestic assets (2.1+2.2)	1.7	0.2	0.2	1.8	2.1	4.3	4.3	3.0	1.8	1.4	1.5	3.6	7.6
2.1 Domestic credit	3.8	2.6	2.6	4.5	3.9	6.4	7.2	4.8	4.6	3.0	3.2	5.3	7.9
2.1.1 Government (net)	-8.4	-7.4	-5.2	3.3	-0.6	12.9	16.5	6.3	7.1	1.6	4.9	15.8	32.8
2.1.2 Private sector	7.0	5.3	4.4	4.6	4.2	4.1	3.9	3.5	3.0	2.3	1.9	1.5	1.4
2.1.3 Other public sector	7.2	3.3	8.9	11.6	27.3	27.0	36.7	27.5	29.1	32.7	28.9	36.0	26.8
2.2 Other items net	11.7	11.3	11.5	14.0	10.0	13.8	17.0	10.6	14.4	8.5	9.2	11.0	9.1
Memorandum items													
1. Reserve money	0.1	6.8	4.3	-7.4	0.5	4.8	5.1	2.9	3.2	6.0	5.2	2.8	9.4
Bank reserves	-4.8	8.1	2.2	-18.2	-5.8	0.1	2.7	-1.7	-1.9	4.7	0.2	-3.9	9.3
2. Overall liquidity, L (3+2.1.0)	10.7	11.0	12.4	11.2	10.9	26.6	10.2	10.1	10.9	10.8	9.8	9.1	10.4
2.1.0 Non-bank holdings of government securities	24.9	26.9	29.2	27.1	27.8	28.9	28.0	26.7	26.4	23.7	20.5	19.5	17.0

Absolute and percentage changes may not necessarily add up due to rounding

¹ Includes county deposits and special projects deposit

² Net Foreign Assets at current exchange rate to the US dollar.

Source: Central Bank of Kenya

MONEY, CREDIT AND INTEREST RATES

Table 2.2: Banking System Net Domestic Credit (KSh Billion)

	2016						2017						
	Jul	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	July
1. Credit to Government	517.8	536.9	525.2	562.2	565.0	592.8	585.1	606.3	583.5	539.5	590.2	649.1	687.7
Central Bank	-184.2	-154.6	-182.9	-146.4	-157.8	-113.9	-101.8	-66.9	-117.2	-191.2	-189.3	-176.1	-118.2
Commercial Banks & NBFIs	702.0	691.6	708.1	708.6	722.8	706.7	686.9	673.2	700.7	730.6	779.5	825.1	805.8
2. Credit to other public sector	87.6	87.2	90.2	96.0	103.6	104.7	110.5	104.7	105.9	107.9	104.5	106.9	111.1
County government	3.6	3.7	3.7	3.8	3.8	3.8	3.9	3.8	3.8	3.9	3.9	3.9	4.9
Parastatals	83.9	83.5	86.5	92.2	99.8	100.9	106.6	100.9	102.1	104.0	100.6	103.0	106.1
3. Credit to private sector	2,222.2	2,222.7	2,243.3	2,241.6	2,257.3	2,275.7	2,277.3	2,266.2	2,263.8	2,253.0	2,251.1	2,249.1	2,252.2
Agriculture	98.2	93.9	90.6	87.4	89.7	90.1	90.3	95.3	86.8	84.6	84.4	85.5	86.8
Manufacturing	306.8	278.5	278.6	274.1	278.2	275.0	273.8	272.8	278.6	281.0	286.4	282.8	286.5
Trade	358.2	373.4	382.4	367.3	379.0	380.7	385.5	376.0	382.0	385.6	383.4	388.2	390.6
Building and construction	101.0	104.4	104.8	105.1	104.5	104.8	104.8	106.3	101.4	99.6	103.2	100.8	101.4
Transport & communications	182.0	190.5	192.0	197.3	204.1	201.3	201.1	195.9	196.8	194.6	189.3	185.5	183.1
Finance & insurance	92.2	81.5	84.7	81.3	82.8	85.2	84.0	82.1	77.3	77.9	85.0	84.9	84.4
Real estate	319.7	326.2	329.6	329.9	333.5	337.4	339.8	340.5	351.1	354.6	355.9	355.7	357.3
Mining and quarrying	24.1	16.2	16.1	14.8	17.0	16.8	16.8	15.9	14.9	14.8	14.5	14.7	14.2
Private households	344.3	364.6	377.0	375.2	377.9	393.1	396.3	400.3	394.8	386.8	382.9	386.7	385.8
Consumer durables	163.0	172.6	171.7	174.8	177.1	175.3	175.5	174.4	172.5	172.5	172.7	168.2	168.3
Business services	153.4	144.8	143.8	158.8	143.8	147.1	144.2	144.6	145.7	141.3	132.6	136.7	136.8
Other activities	79.3	76.2	71.9	75.7	69.6	68.9	65.3	62.2	61.9	59.7	60.6	59.5	57.0
4. TOTAL (1+2+3)	2,827.5	2,846.9	2,858.7	2,899.8	2,925.8	2,973.2	2,972.9	2,977.2	2,953.2	2,900.4	2,945.8	3,005.0	3,051.0
ANNUAL GROWTH RATE (Per cent)													
1. Credit to Government	-8.4	-7.4	-5.2	3.3	-0.6	12.9	16.5	6.3	7.1	1.6	4.9	15.8	32.8
Central Bank	-759.9	-396.4	-492.0	1,041.6	1,638.7	161.2	65.0	43.3	45.2	75.6	64.1	12.8	-35.9
Commercial Banks & NBFIs	30.6	31.0	39.5	27.2	25.2	24.3	21.8	9.1	12.0	14.2	15.0	15.2	14.8
2. Credit to other public sector	7.2	3.3	8.9	11.6	27.3	27.0	36.7	27.5	29.1	32.7	28.9	36.0	26.8
Local government	897.4	4.3	3.0	3.1	4.9	-26.7	10.6	8.7	10.7	10.6	10.2	8.8	35.9
Parastatals	3.2	3.2	9.2	12.0	28.3	30.6	37.8	28.3	29.9	33.7	29.8	37.3	26.4
3. Credit to private sector	7.0	5.3	4.4	4.6	4.2	4.1	3.9	3.5	3.0	2.3	1.9	1.5	1.4
Agriculture	6.1	1.8	-0.5	0.4	3.5	0.9	-2.6	1.4	-7.7	-8.8	-12.6	-12.3	-11.6
Manufacturing	12.5	-0.3	-2.0	-4.3	-4.1	-2.4	-6.8	-8.6	-7.8	-6.8	-5.2	-7.1	-6.6
Trade	13.8	16.4	15.2	12.8	15.7	15.9	13.4	10.1	11.6	8.0	8.8	10.7	9.0
Building and construction	9.2	8.3	1.3	-4.9	-5.3	-2.8	-0.8	8.3	0.6	-2.3	2.5	-0.7	0.5
Transport & communications	12.4	16.8	13.6	14.7	16.1	14.9	10.2	8.0	9.6	7.6	5.6	3.2	0.6
Finance & insurance	13.5	-2.5	2.7	1.2	0.1	16.7	-0.6	-4.6	-9.2	-11.9	-2.8	-4.4	-8.5
Real estate	8.8	9.4	8.9	9.3	8.8	11.0	10.3	9.7	12.4	13.2	11.8	10.1	11.8
Mining and quarrying	-4.5	-32.8	-33.7	-36.4	-21.3	-19.1	-17.5	-25.5	-34.0	-34.2	-39.5	-37.8	-41.0
Private households	3.1	7.2	10.5	10.1	10.6	19.7	14.7	15.6	13.3	10.4	9.8	10.9	12.1
Consumer durables	4.3	9.2	5.6	10.1	10.6	11.3	11.1	11.1	10.1	11.9	11.3	7.5	3.3
Business services	-4.4	-11.1	-10.2	-2.0	-11.7	-34.8	-13.0	-13.7	-15.5	-15.1	-21.8	-15.8	-10.8
Other activities	-12.9	-17.1	-24.3	-20.1	-30.6	-27.0	-30.7	-28.5	-22.7	-19.0	-19.2	-25.0	-28.1
4. TOTAL (1+2+3)	3.8	2.6	2.6	4.5	3.9	6.4	7.2	4.8	4.6	3.0	3.2	5.3	7.9

Source: Central Bank of Kenya

MONEY, CREDIT AND INTEREST RATES

Table 2.3: Interest Rates (Per cent)

	CBK Rates				Government Tbill Rates				Commercial Bank rates				
	Repo		Reverse Repos	Inter-bank	CBR	KBRR	91-days	182 days	364 days	De-posit	Sav-ings	Lend-ing	Over-draft
	7 days	3 days											
2015													
January	8.09	-	-	7.12	8.50	8.54	8.59	10.19	10.73	6.65	1.58	15.93	15.95
February	7.87	-	-	6.77	8.50	8.54	8.59	10.37	10.96	6.68	1.53	15.47	15.67
March	8.08	-	-	6.85	8.50	8.54	8.49	10.35	10.69	6.63	1.53	15.46	15.68
April	8.38	-	-	8.77	8.50	8.54	8.42	10.26	10.57	6.60	1.90	15.40	15.52
May	8.50	-	-	11.17	8.50	8.54	8.26	10.37	10.77	6.55	1.48	15.26	15.10
June	9.70	-	-	11.78	10.00	8.54	8.26	10.55	10.98	6.64	1.85	16.06	15.67
July	10.61	-	-	12.89	11.50	9.87	10.57	11.99	11.93	6.31	1.37	15.75	16.05
August	11.50	11.50	-	18.80	11.50	9.87	11.54	12.06	13.30	6.91	1.50	15.68	15.98
September	11.50	11.50	-	19.85	11.50	9.87	14.61	13.40	15.24	7.28	1.71	16.82	16.61
October	11.50	11.50	-	14.82	11.50	9.87	21.65	21.52	21.61	7.54	1.68	16.58	16.81
November	-	-	-	8.77	11.50	9.87	12.34	14.02	15.20	7.39	1.32	17.16	17.44
December	9.23	8.00	-	7.27	11.50	9.87	9.81	11.43	12.50	8.02	1.56	18.30	18.48
2016													
January	8.85	-	11.44	6.37	11.50	9.87	11.36	13.46	14.08	7.57	1.56	18.00	18.45
February	9.68	3.50	11.59	4.53	11.50	9.87	10.63	13.19	13.74	7.49	1.40	17.91	18.25
March	4.31	-	11.63	4.05	11.50	9.87	8.72	10.83	12.26	7.17	1.35	17.87	18.14
April	5.23	-	12.49	3.94	11.50	9.87	8.92	10.87	11.84	6.89	1.49	18.04	18.08
May	6.00	-	11.55	3.66	10.50	9.87	8.15	10.25	11.60	6.44	1.59	18.22	18.20
June	10.04	-	10.59	4.92	10.50	9.87	7.25	9.56	10.84	6.78	1.60	18.18	18.09
July	9.76	4.14	10.57	5.60	10.50	8.90	7.41	9.79	10.88	6.64	1.67	18.10	17.84
August	7.86	-	10.53	4.98	10.50	8.90	8.48	10.84	11.66	6.42	1.68	17.71	17.96
September	-	-	10.36	4.89	10.00	8.90	8.06	10.85	11.03	6.91	3.79	13.84	13.60
October	-	-	10.08	4.12	10.00	8.90	7.76	10.32	10.42	7.82	6.08	13.65	13.46
November	7.05	-	10.17	4.76	10.00	8.90	8.22	10.32	10.74	7.65	6.13	14.31	13.97
December	-	-	10.04	5.55	10.00	8.90	8.44	10.55	11.02	7.33	6.37	13.69	13.49
2017													
January	9.95	-	10.02	7.70	10.00	-	8.58	10.50	8.78	7.20	6.09	13.66	13.30
February	9.88	-	10.01	6.41	10.00	-	8.64	10.53	10.93	7.65	6.81	13.69	13.32
March	7.23	-	10.04	4.46	10.00	-	8.69	10.53	10.91	7.12	5.89	13.61	13.29
April	5.32	-	10.02	5.34	10.00	-	8.77	-	10.92	6.97	5.67	13.61	13.30
May	5.29	-	10.01	4.93	10.00	-	8.73	10.41	10.92	7.07	5.85	13.71	13.44
June	4.13	-	10.05	3.99	10.00	-	8.42	10.38	10.88	7.01	5.66	13.66	13.38
July	8.29	-	10.25	6.99	10.00	-	8.22	10.32	10.89				

CBK Central Bank of Kenya

CBR Central Bank Rate

KBRR Kenya Bank's Reference Rate

REPO Repurchase Agreement

Source: Central Bank of Kenya

3. REAL SECTOR INDICATORS

Table 3.1: Selected Indicators of Economic Activity

	2017												
	Jul	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	Jul
Agriculture													
Horticulture, exports ('000 tonnes)	25,398	29,804	29,373	24,155	30,781	23,467	25,478	29,811	30,503	25,384	31,183	29	31,280
Fresh vegetables	11,021	15,761	15,061	12,873	12,480	8,842	7,427	9,101	9,651	6,576	8,529	9,904	14,768
Fruits and nuts	6,090	6,185	4,327	3,580	4,568	4,502	7,596	7,606	8,733	8,285	10,996	9	7,542
Cut flowers	8,287	7,858	9,985	7,702	13,733	10,124	10,454	13,103	12,120	10,522	11,658	10	8,970
Horticulture, exports (KSh Millions)	6,259	6,616	6,821	5,481	8,113	5,984	6,100	7,797	7,300	6,592	8,162	7,234	7,712
Fresh vegetables	1,847	2,064	2,049	1,597	2,221	1,741	1,578	1,555	1,678	1,302	1,601	1,649	2,034
Fruits and nuts	1,542	1,774	1,245	1,297	1,328	940	1,154	1,049	1,278	1,597	2,218	2,084	2,463
Cut flowers	2,869	2,778	3,527	2,587	4,563	3,302	3,369	5,193	4,344	3,693	4,343	3,501	3,215
Tea, production (tonnes)	29,285	29,462	36,785	41,342	39,903	45,103	32,991	22,605	34,498	31,458	38,822	40,538	31,565
Coffee, sales (tonnes)	569	3,723	3,284	1,573	2,374	1,666	5,190	6,081	5,460	4,563	1,639	0*	762
Cane, deliveries ('000 tonnes)	609	564	568	569	541	520	582	519	471	305	232	N/A	N/A
Milk intake, formal sector (million litres)	58	56	44	57	54	51	54	45	43	38	37	43	43
Manufacturing													
Cement, production (tonnes)	32,158	38,508	40,291	43,203	40,141	49,966	53,071	49,094	41,936	26,230	15,246	513,313	553,631
Assembled vehicles, production (units)	42,393	39,331	48,884	46,131	41,877	52,185	50,491	43,941	46,585	43,236	37,654	446	431
Sugar, production (tonnes)	18,320	24,190	21,045	18,328	19,143	19,431	23,271	21,696	22,165	21,999	22,162	16,144	N/A
Soft drinks, production (million litres)	575,193	591,612	528,494	573,034	584,780	545,956	565,440	506,994	567,053	534,327	509,589	41,265	39,575
Galvanised sheets, production (tonnes)	491	605	623	357	461	376	375	559	609	585	403	21,645	22,029
Electricity													
Electricity, generation (million KWH)	840	846	821	856	842	828	830	750	852	814	848	834	866
Hydro	337	364	349	357	315	299	252	214	234	210	230	183	193
Geo-thermal	393	345	335	364	369	371	380	354	388	381	394	376	402
Thermal	110	138	137	135	158	158	197	182	230	223	224	274	271
Construction													
Cement, consumption (tonnes)	556,244	559,766	504,639	552,243	547,359	514,498	535,018	475,730	534,480	497,087	457,937	482,968	N/A
Electricity, consumption (million KWH)	703	728	679	733	731	718	746	698	747	732	778	782	N/A
Transport and Storage													
Petroleum consumption ('000 MT)	382	441	511	479	433	486	396	309	396	325	261	260	N/A
Visitor arrivals (Actual no.)	89,561	96,958	75,630	72,244	69,214	77,869	79,690	72,730	71,950	67,084	67,531	78,928	105,241
JKIA - Nairobi	81,729	87,141	67,249	63,229	61,224	67,602	67,053	62,119	63,568	62,982	64,866	74,194	97,955
MIA - Mombasa	7,832	9,817	8,381	9,015	7,990	10,267	12,637	10,611	8,382	4,102	2,665	4,734	7,286
Fuel Prices (Average Retail)													
Crude oil price, Murban Adnoc (Abu Dhabi FOB), US\$ per barrel	47	49	45	49	46	51	46	56	53	53	51	47	49
Premium fuel (KSh per Litre)	85	87	94	96	92	92	96	101	102	99	100	100	98
Diesel Oil (KSh per Litre)	71	75	84	85	83	83	83	90	91	90	89	88	85
Kerosene (KSh per Litre)	48	59	62	63	60	60	63	68	69	65	66	66	64
L.P.G (KSh per 13Kg)	2,253	2,231	2,098	2,079	2,029	1,990	1,988	1,976	1,999	2,064	2,104	2,112	2,074
Charcoal (KSh per 4Kg tin)	79	79	79	79	79	79	79	80	80	81	81	82	82

*The Nairobi Coffee Exchange was in recess in June/July 2016.

N/A Data not available

Source: Kenya National Bureau of Statistics

4. BALANCE OF PAYMENTS AND EXTERNAL SECTOR INDICATORS

Table 4.1 : Analytical Balance of Payment Statement Cumulative Flows (USD Millions)

	Jul-16	Aug-16	Sep-16	Oct-16	Nov-16	Dec-16	Jan-17	Feb-17	Mar-17	Apr-17	May-17	Jun-17	Jul-17
Cumulative 12 months ¹	Rev.	Rev.	Rev.	Rev.	Rev.	Rev.	Prov	Prov	Prov	Prov	Prov	Prov	Prov
A. Current Account, n.i.e.	-3,141.6	-3,325.7	-3,238.7	-3,308.1	-3,452.5	-3,652.8	-4,235.6	-4,500.7	-4,633.4	-4,693.2	-4,858.8	-4,876.4	-5,074.3
Goods: exports f.o.b.	5,976.2	5,900.1	5,879.5	5,784.9	5,794.6	5,747.4	5,749.3	5,697.0	5,690.3	5,663.9	5,679.6	5,700.9	5,735.0
Goods: imports f.o.b.	13,387.1	13,495.6	13,444.0	13,393.7	13,559.9	13,637.4	14,043.0	14,321.3	14,569.4	14,594.8	14,907.2	15,022.7	15,444.6
Services: credit	4,599.8	4,556.0	4,600.2	4,569.5	4,545.7	4,525.8	4,431.5	4,447.8	4,510.9	4,495.3	4,595.4	4,654.7	4,729.1
Services: debit	3,006.7	3,006.3	2,987.3	2,933.1	2,871.7	2,837.1	2,873.4	2,866.1	2,894.9	2,943.7	2,980.8	3,071.4	3,115.2
Balance on goods and services	-5,817.9	-6,045.7	-5,951.5	-5,972.3	-6,091.4	-6,201.3	-6,735.7	-7,042.6	-7,263.1	-7,379.3	-7,613.0	-7,738.6	-8,095.7
Primary income: credit	458.8	453.3	448.8	442.2	437.7	433.5	437.1	443.8	447.4	452.6	459.1	464.2	468.7
Primary income: debit	1,146.1	1,115.7	1,095.5	1,069.3	1,059.6	1,114.8	1,171.5	1,167.2	1,163.0	1,179.9	1,243.1	1,258.7	1,255.8
Balance on goods, services, and primary income	-6,505.2	-6,708.1	-6,598.2	-6,599.4	-6,713.3	-6,882.6	-7,470.1	-7,766.0	-7,978.7	-8,106.6	-8,397.0	-8,533.1	-8,882.9
Secondary income, n. i. e.: credit	3,421.5	3,438.7	3,413.9	3,344.5	3,312.4	3,280.9	3,283.1	3,313.5	3,388.8	3,456.9	3,584.6	3,704.7	3,856.5
Secondary income: debit	57.9	56.3	54.4	53.1	51.5	51.1	48.5	48.1	43.4	43.5	46.4	48.0	48.0
B. Capital Account, n.i.e.	262.3	245.0	223.1	207.1	226.9	205.7	165.2	115.1	177.3	181.2	163.1	189.8	192.2
Capital account, n.i.e.: credit	262.3	245.0	223.1	207.1	226.9	205.7	165.2	115.1	177.3	181.2	163.1	189.8	192.2
Capital account: debit	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
C. Financial Account, n.i.e.	-3,590.9	-3,130.9	-3,296.2	-2,802.4	-3,298.5	-4,137.4	-4,226.0	-4,212.9	-5,091.9	-5,592.7	-6,282.7	-5,867.2	-5,706.7
Direct investment: assets	169.9	162.0	160.3	156.1	154.3	157.7	162.1	172.9	185.8	206.4	222.7	226.6	236.2
Direct investment: liabilities, n.i.e.	505.7	485.8	438.3	402.7	389.9	392.8	368.7	397.1	405.5	433.4	436.1	458.2	476.8
Portfolio investment: assets	198.3	229.4	292.0	334.7	393.2	423.6	482.8	540.9	641.2	685.5	748.5	799.8	823.5
Equity and investment fund shares	156.0	188.1	253.6	297.8	366.6	407.3	467.2	529.1	630.0	676.0	738.8	791.0	816.4
Debt securities	42.3	41.4	38.4	36.9	26.7	16.3	15.6	11.8	11.2	9.5	9.7	8.8	7.2
Portfolio investment: liabilities, n.i.e.	45.4	46.9	47.8	47.6	43.9	39.1	34.9	36.4	29.8	31.4	31.3	28.8	26.9
Equity and investment fund shares	15.0	17.2	19.7	20.3	21.4	22.0	22.4	24.0	22.2	23.9	23.8	22.0	21.3
Debt securities	30.4	29.7	28.1	27.3	22.5	17.1	12.5	12.5	7.6	7.5	7.6	6.8	5.6
Financial derivatives: net	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Other investment: assets	-8.2	-2.1	267.6	288.2	255.1	-193.5	161.4	570.6	456.4	492.9	326.8	226.0	252.0
Other investment: liabilities, n.i.e.	3,399.8	2,987.6	3,530.0	3,131.0	3,667.3	4,093.3	4,628.8	5,063.8	5,940.1	6,512.7	7,113.2	6,632.7	6,514.8
of which													
Other debt instruments	3,405.7	2,994.0	3,536.9	3,138.3	3,675.0	4,101.5	4,637.0	5,072.1	5,948.4	6,521.0	7,121.5	6,640.9	6,523.0
Deposit-taking corporations, except the central bank	-207.5	-482.0	-167.7	-242.6	-295.4	-283.1	-255.8	-176.4	-352.0	-372.1	-366.5	-215.3	-263.6
General government	1,929.7	1,781.8	1,948.1	1,641.9	1,716.4	1,972.1	2,329.3	2,656.6	3,624.5	4,205.1	4,797.6	4,081.5	4,053.9
Other sectors	1,734.1	1,741.4	1,801.2	1,802.9	2,291.6	2,448.4	2,543.7	2,621.3	2,659.0	2,643.9	2,643.2	2,650.6	2,647.4
Nonfinancial corporations, households, and NPISHs*	1,734.1	1,741.4	1,801.2	1,802.9	2,291.6	2,448.4	2,543.7	2,621.3	2,659.0	2,643.9	2,643.2	2,650.6	2,647.4
D. Net Errors and Omissions	541.2	1,188.8	1,275.8	1,256.8	748.4	-561.2	-85.5	179.4	48.7	-242.1	-927.3	-767.4	-758.7
E. Overall Balance	-1,252.9	-1,239.0	-1,556.4	-958.2	-821.4	-129.0	-70.2	-6.7	-684.6	-838.7	-659.7	-413.2	-65.9
F. Reserves and Related Items	1,252.9	1,239.0	1,556.4	958.2	821.4	129.0	70.2	6.7	684.6	838.7	659.7	413.2	65.9
Reserve assets	1,201.5	1,180.8	1,488.4	880.2	711.5	38.4	-15.0	-90.8	572.1	729.0	558.8	312.8	-29.7
Credit and loans from the IMF	-51.4	-58.2	-68.0	-78.0	-109.8	-90.7	-85.2	-97.4	-112.4	-109.7	-100.8	-100.4	-95.6
Exceptional financing	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0

¹Sum of flows over twelve months to the reporting period. Cumulated to provide better analysis of the trend in the Balance of Payments and its accounts

*NPISHs: Non Profit Institutions Serving Households

Rev - Revised

Prov - Provisional

Source: Central Bank of Kenya

BALANCE OF PAYMENTS AND EXTERNAL SECTOR INDICATORS

Table 4.2: Monthly Average Exchange Rates

MONTH	CURRENCY							
	USD	UK POUND	EURO	SA RAND	USHS	TSHS	RWF	BIF
2015	KENYA SHILLINGS PER UNIT OF CURRENCY*				UNITS OF CURRENCY PER KENYA SHILLING**			
July	101.20	157.53	111.36	8.13	33.23	20.90	7.23	15.92
August	102.43	159.77	114.09	7.94	34.66	20.73	6.99	15.11
September	105.27	161.54	118.23	7.72	34.82	20.56	6.96	14.68
October	102.78	157.44	115.30	7.61	35.39	21.19	7.14	15.07
November	102.17	155.43	109.77	7.24	33.56	21.13	7.29	15.19
December	102.19	153.25	111.08	6.83	32.88	21.08	7.31	15.21
2016								
January	102.31	147.53	111.11	6.27	33.71	21.32	7.35	15.19
February	101.93	145.86	113.02	6.46	33.68	21.45	7.36	15.28
March	101.49	144.24	112.60	6.57	33.15	21.55	7.44	15.33
April	101.23	144.79	114.84	6.92	33.04	21.65	7.49	15.36
May	100.73	146.27	113.96	6.58	33.21	21.74	7.56	15.46
June	101.14	144.32	113.69	6.73	33.27	21.67	7.59	16.02
July	101.33	133.42	112.10	7.02	33.34	21.61	7.46	16.45
August	101.41	132.89	113.66	7.40	33.25	21.57	7.58	16.47
September	101.27	133.15	113.48	7.21	33.39	21.56	7.64	16.49
October	101.32	125.47	111.88	7.27	33.88	21.54	7.60	16.51
November	101.75	126.29	109.98	7.32	34.93	21.44	7.90	16.49
December	102.13	127.68	107.67	7.36	35.25	21.34	7.99	16.44
2017								
January	103.75	128.01	110.17	7.65	34.79	21.40	7.93	16.20
February	103.64	129.46	110.36	7.85	34.58	21.56	7.99	16.31
March	102.85	126.87	109.87	7.96	34.98	21.73	8.05	16.51
April	103.33	130.43	110.68	7.67	35.03	21.62	8.06	16.46
May	103.26	133.46	114.05	7.79	35.10	21.65	8.04	16.54
Jun	103.49	132.47	116.18	8.03	34.69	21.62	8.03	16.66
July	103.88	134.86	119.40	7.90	34.67	21.55	7.97	16.66

USD- United States Dollar

SA RAND- South African Rand

USHS- Uganda Shilling

TSHS- Tanzania Shilling

RWF- Rwanda Franc

BIF- Burundi Franc

*Kenya Shillings per unit of currency e.g 91.36 KShs=1 USD

**Units of currency per Kenya Shilling e.g 31.29 USHS= 1 KShs

Source: Central Bank of Kenya

BALANCE OF PAYMENTS AND EXTERNAL SECTOR INDICATORS

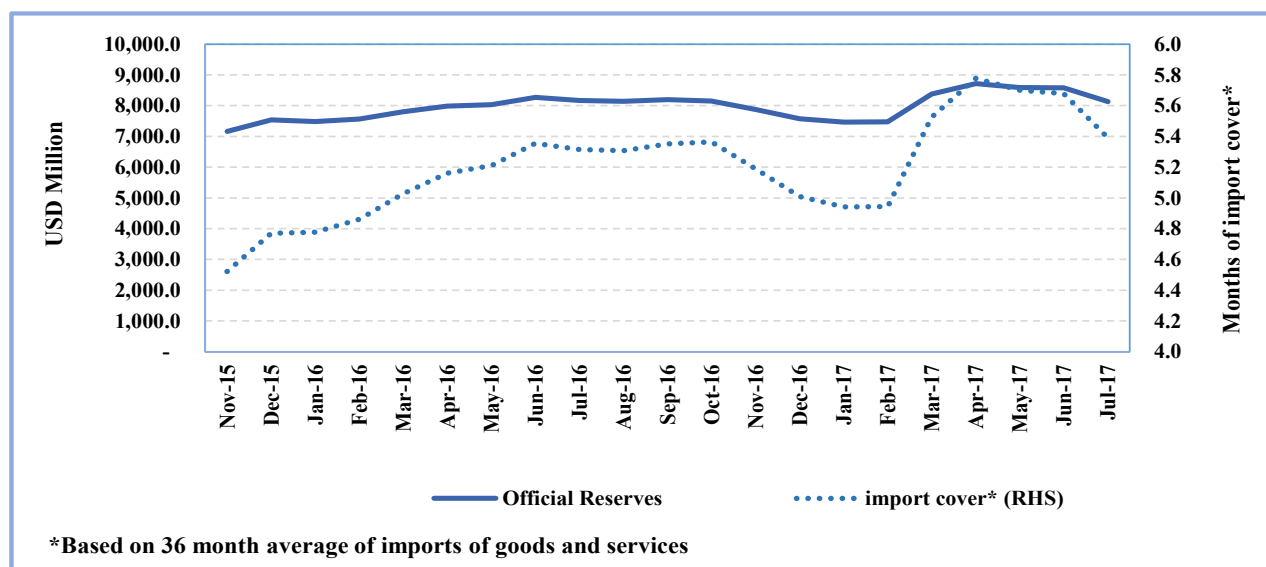
Table 4.3 Foreign Exchange Reserves (End of Period USD Million)

	Jul-16	Aug-16	Sep-16	Oct-16	Nov-16	Dec-16	Jan-17	Feb-17	Mar-17	Apr-17	May-17	Jun-17	Jul-17
Gross Reserves	10,381.2	10,354.5	10,602.2	10,441.5	10,326.7	9,587.5	9,724.1	9,929.4	10,785.8	11,233.0	10,934.4	10,984.3	10,550.3
<i>of which</i>													
Official Reserves	8,164.6	8,144.0	8,199.8	8,154.6	7,872.1	7,572.9	7,466.2	7,475.0	8,379.0	8,714.8	8,590.9	8,579.8	8,134.9
import cover*	5.3	5.3	5.4	5.4	5.2	5.0	4.9	4.9	5.5	5.8	5.7	5.7	5.4
Commercial Banks	2,216.6	2,210.5	2,402.4	2,286.9	2,454.6	2,014.6	2,257.9	2,454.3	2,406.9	2,518.2	2,343.4	2,404.5	2,415.3

*Based on 36 month average of imports of goods and services

Source: Central Bank of Kenya

Chart 1: Official Reserves and Months of Import Cover



Source: Central Bank of Kenya

5. DEVELOPMENTS IN THE BANKING SECTOR

Table 5.1: Kenyan Banking Sector Performance Indicators (KSh Billion)

	Total Assets	Sharehold- ers Funds	Gross Loans	Gross NPLs	Gross De- posits	Total Liquidity Ratio (%) (Average)	Profit Be- fore Tax
2015							
January	3,372.6	533.9	2,039.2	117.2	2,411.6	39.9	37.3
February	3,455.7	537.0	2,068.8	119.6	3,456.0	40.2	49.1
March	3,372.6	533.9	2,039.2	117.2	2,411.6	39.9	37.3
April	3,455.7	537.0	2,068.8	119.6	2,456.0	40.2	49.1
May	3,526.6	536.4	2,118.0	124.6	2,511.0	39.2	60.9
June	3,601.4	543.3	2,166.9	123.9	2,573.6	38.7	76.9
July	3,608.0	547.0	2,225.4	127.6	2,537.8	37.7	89.1
August	3,655.8	548.8	2,277.7	126.5	2,567.0	37.6	99.7
September	3,654.5	555.5	2,318.0	124.7	2,568.5	37.4	114.2
October	3,591.1	548.6	2,243.9	128.1	2,508.9	36.4	122.4
November	3,626.9	564.7	2,260.3	139.9	2,553.8	37.5	130.7
December	3,492.6	574.4	2,165.3	147.3	2,485.9	38.1	134.3
2016							
January	3,717.0	569.3	2,354.3	154.7	2,622.4	38.1	13.9
February	3,759.3	574.7	2,367.1	161.1	2,648.6	38.7	26.3
March	3,571.3	553.6	2,221.2	170.6	2,559.8	39.8	38.4
April	3,751.7	569.0	2,344.0	183.3	2,658.0	40.5	50.6
May	3,634.8	570.3	2,240.6	192.6	2,586.3	41.1	64.7
June	3,672.9	576.6	2,255.8	191.5	2,623.6	41.6	81.1
July	3,652.5	580.8	2,244.6	202.9	2,603.2	41.9	96.7
August	3,694.02	589.4	2,255.7	215.2	2,635.7	40.4	110.1
September	3,784.62	598.9	2,271.5	207.1	2,687.1	42.9	121.0
October	3,764.02	608.2	2,294.3	213.2	2,661.6	43.6	130.3
November	3,795.49	608.9	2,327.2	214.4	2,680.0	42.7	140.8
December	3,762.50	606.7	2,340.0	212.9	2,653.1	41.4	150.3
2017							
January	3,757.32	607.2	2,352.0	210.8	2,656.1	41.8	10.8
February	3,783.69	614.3	2,365.8	228.3	2,685.5	43.2	20.4
March	3,841.5	619.2	2,381.3	226.6	2,741.2	43.8	34.4
April	3,920.1	615.3	2,397.5	230.6	2,813.5	44.4	45.3
May	3,903.3	614.3	2,354.1	233.8	2,832.2	55.7	44.6
June	3,946.4	622.9	2,366.1	234.6	2,854.3	44.7	69.4
July	3,988.6	631.9	2,370.3	245.1	2,885.6	45.6	80.1

Note: December 2015 to December 2016 excludes data for Charterhouse Bank, Chase Bank and Imperial Bank which were under receivership

NPLs: Non-performing Loans

Source: Central Bank of Kenya

DEVELOPMENTS IN THE BANKING SECTOR

Table 5.2: Trends in Monthly Flows Through KEPSS

	Total value moved per month (KSh Bn.)		No. of transactions	Average value per transaction (KSh Mn.)	Days worked	Per day	
		Of which indirect {Net settlement instructions (KSh Bn.)}				Value (KSh Bn.)	Number of Transactions
2015							
January	2,414	32	257,341	10.27	22	109	11,697
February	2,330	28	245,227	6.30	20	116	12,261
March	2,414	32	257,341	9.38	22	109	11,697
April	2,598	28	245,227	9.5	20	116	12,261
May	2,132	29	246,925	8.64	20	107	12,346
June	2,598	29	257,240	10.1	21	124	11,533
July	2,836	31	273,200	10.38	23	123	11,672
August	2,848	28	239,842	11.87	21	136	11,421
September	2,891	29	266,523	10.85	22	131	12,115
October	3,070	30	273,487	11.23	21	146	13,023
November	2,104	30	248,109	8.53	21	100	11,815
December	2,442	36	310,853	7.77	22	111	14,130
2016							
January	2,171	23	226,495	9.73	20	109	11,325
February	2,264	24	323,094	7.02	21	108	15,385
March	2,232	29	276,461	8.12	21	106	13,165
April	2,123	28	294,922	7.2	21	101	14,044
May	2,086	29	293,402	7.11	21	99	13,972
June	2,232	26	303,742	7.35	21	106	14,464
July	2,006	36	336,318	5.96	20	100	16,816
August	2,363	29	328,444	7.20	21	103	14,280
September	2,121	26	327,906	6.47	21	101	15,615
October	3,070	30	273,487	0.01	21	146	13,023
November	2,104	30	248,109	0.01	21	100	11,815
December	2,475	31	586,309	4.22	19	130	30,858
2017							
January	2,146	29	319,667	6.71	21	102	15,222
February	2,200	27	322,688	6.82	20	110	16,134
March	2,655	33	402,962	6.59	23	115	17,520
April	2,379	25	396,353	6	18	132	22,020
May	2,408	29	391,728	6.15	22	109	17,805
June	2,368	29	371,661	6.37	20	118	18,583
July	2,456	29	363,664	6.75	21	117	17,317

Source: Central Bank of Kenya

6. GOVERNMENT BUDGETARY OPERATIONS

Table 6.1 Composition of Government Revenue (KSh Billion)

FISCAL YEAR*	REVENUE AND GRANTS								
	TAX REVENUE							viii	ix=vii+viii
	i	ii	iii	iv	v= i+ii+iii+iv	vi	vii=v+vi		
	Import Duty	Excise Duty	Income Tax	VAT	Tax Revenue	Non-Tax Revenue	Ordinary Revenue	Grants	Total Revenue (Including Grants)
FY 2014/2015									
January	41.88	66.83	272.46	147.62	528.79	74.43	603.23	11.20	614.43
February	47.36	74.54	303.07	166.77	591.74	83.63	675.36	15.16	690.52
March	53.24	83.76	342.21	187.64	666.85	93.36	760.21	19.12	779.33
April	59.20	94.35	398.10	210.86	762.51	102.85	865.36	23.42	888.78
May	65.32	104.87	442.49	233.15	845.83	112.93	958.77	23.53	982.30
June	74.05	115.87	508.58	259.69	958.19	123.01	1,081.19	28.12	1,109.31
FY 2015/2016									
July	5.85	9.42	36.49	21.90	73.66	7.55	81.21	0.06	81.27
August	12.68	19.81	69.28	44.33	146.10	16.09	162.19	2.98	165.17
September	19.42	30.10	126.75	69.41	245.69	31.31	276.99	5.49	282.49
October	26.23	41.11	162.20	91.82	321.37	44.11	365.48	6.49	371.98
November	32.73	51.81	197.44	115.13	397.11	54.17	451.29	8.25	459.54
December	39.17	64.71	262.18	138.04	504.10	71.15	575.24	9.24	584.48
January	46.50	77.03	297.88	163.07	584.48	86.46	670.94	20.83	691.77
February	47.21	77.67	299.51	164.76	589.15	91.73	680.88	24.25	705.13
March	57.79	99.13	379.54	209.24	745.71	106.67	852.38	24.49	876.87
April	64.27	111.52	445.13	234.23	855.14	118.12	973.26	26.08	999.34
May	71.58	125.96	497.25	260.67	955.46	129.40	1,084.87	26.48	1,111.35
June	79.19	139.54	564.48	289.21	1,072.42	149.60	1,222.01	28.01	1,250.02
FY 2016/2017									
July	6.14	13.56	35.27	23.78	78.74	4.13	82.86	-	82.86
August	12.80	27.21	80.33	52.70	173.03	8.26	181.29	0.03	181.31
September	19.97	40.43	140.85	79.65	280.90	13.58	294.48	1.42	295.90
October	25.84	52.98	177.38	100.83	357.04	18.50	375.54	2.17	377.70
November	35.52	68.11	221.77	134.34	459.74	73.35	533.09	7.36	540.45
December	42.88	81.66	289.27	160.54	574.36	78.10	652.46	6.40	658.86
January	50.84	95.81	330.14	190.04	666.84	86.45	753.29	12.95	766.24
February	58.62	109.38	364.99	217.78	750.77	96.57	847.34	14.16	861.50
March	65.80	121.57	412.03	246.08	845.49	130.79	976.28	20.48	996.76
April	72.64	134.67	482.91	274.17	964.38	141.75	1,106.13	22.33	1,128.46
May	81.32	149.10	547.51	305.99	1,083.92	167.32	1,251.25	20.70	1,271.95
June	89.94	165.47	625.05	339.03	1,219.50	181.08	1,305.79	26.31	1,426.89
FY 2017/2018									
July	6.62	13.25	37.26	27.20	84.33	11.09	95.41	0.08	95.49

* Figures are cumulative from the beginning of the fiscal year in July.

Source: The National Treasury

GOVERNMENT BUDGETARY OPERATIONS

Table 6.2 Composition Of Government Expenditure (KSh Billion)

FISCAL YEAR*	EXPENDITURE (COMMITMENT BASIS)								
	RECURRENT EXPENDITURE					i	ii	iii	iv=i+ii+iii
	Domestic Interest	Foreign Interest	Wages & Salaries	Pensions	Other	Total Recurrent Expenditure	Development Expenditure**	County Transfer	Total Expenditure
FY 2015/2016									
July	6.72	1.97	27.79	0.20	15.14	51.83	5.16	-	56.98
August	19.39	2.45	55.59	3.10	37.17	117.71	29.77	11.83	138.70
September	37.40	5.64	52.09	10.40	76.07	181.60	41.22	31.39	254.20
October	51.56	5.64	52.09	14.40	161.36	285.05	57.47	54.15	396.67
November	67.28	8.22	97.23	19.06	179.85	371.62	159.56	78.77	607.73
December	85.72	15.07	97.23	23.47	255.49	476.96	193.03	99.19	769.18
January	92.69	17.37	194.56	27.05	218.86	550.53	224.15	114.19	888.87
February	105.15	17.94	222.35	27.05	194.34	566.83	246.27	114.66	927.76
March	122.59	19.40	250.15	35.24	283.42	710.80	297.26	161.60	1,169.66
April	137.82	20.25	277.94	42.28	323.42	801.71	337.85	199.38	1,338.94
May	153.79	21.52	305.73	47.89	371.51	900.45	363.87	227.23	1,491.55
June	172.86	30.51	307.42	54.40	458.94	1,024.13	477.20	264.04	1,765.37
FY 2016/2017									
July	8.64	7.03	30.06	2.60	13.27	61.61	1.58	-	63.19
August	26.56	7.77	45.64	7.50	68.34	155.81	6.15	29.49	191.45
September	42.52	7.41	75.10	14.53	106.98	246.53	72.25	55.35	374.13
October	59.15	10.68	120.26	16.47	117.96	324.53	130.71	68.27	523.51
November	76.93	14.82	150.32	24.59	161.80	428.46	221.94	95.60	746.00
December	100.09	25.45	180.39	30.24	200.39	536.56	251.62	116.25	904.43
January	110.41	34.81	210.45	32.46	222.04	610.17	333.43	139.31	1,082.91
February	125.43	35.59	240.52	38.70	257.48	697.71	379.65	152.67	1,230.03
March	145.79	37.28	41.91	270.58	312.94	808.51	441.36	185.23	1,435.10
April	164.13	38.51	300.65	50.72	362.33	916.34	530.71	210.18	1,657.23
May	188.58	44.32	307.42	52.52	435.15	1,027.99	559.40	245.50	1,832.89
June	212.87	58.37	336.64	62.93	507.67	1,178.47	645.77	284.71	2,108.95
FY 2017/2018									
July	11.71	7.10	32.60	0.25	24.08	75.50	5.75	8.79	90.04

* Figures are cumulative from the beginning of the fiscal year in July.

**Includes Equalization fund

Source: The National Treasury

GOVERNMENT BUDGETARY OPERATIONS

Table 6.3: Government Deficit Financing^{\1}

FISCAL YEAR	GOVERNMENT DEFICIT FINANCING		
	i	ii	iii=i+ii
FY 2014/2015	Domestic	Foreign*	Total Financing
February	15.99	63.26	223.33
March	20.09	189.99	354.25
April	62.93	178.28	385.66
May	4.75	174.67	349.78
June	127.86	217.48	488.84
FY 2015/2016			
July	4.93	-2.76	2.17
August	11.17	1.31	12.48
September	-14.42	7.18	-6.94
October	-7.64	5.91	-1.12
November	68.64	100.51	169.76
December	26.29	137.48	163.78
January	30.00	145.27	176.57
February	99.07	160.08	260.45
March	109.24	170.93	300.76
April	130.61	174.42	307.02
May	178.94	176.82	357.75
June	220.06	251.88	471.94
FY 2016/2017			
July	-3.84	6.00	2.15
August	36.24	5.10	41.34
September	49.43	36.29	85.72
October	81.16	48.18	129.34
November	107.72	97.60	205.32
December	164.61	105.49	270.10
January	146.49	173.51	320.49
February	171.79	202.65	375.22
March	154.67	295.82	451.38
April	164.75	352.22	516.98
May	202.63	383.84	586.47
June	310.96	385.75	696.70
FY 2017/2018			
July	57.10	-3.87	53.23

\1Figures are cumulative from the beginning of the fiscal year in July.

Domestic debt is reported on gross basis.

*Includes public and publicly guaranteed foreign currency loans

**Foreign financing is inclusive of Euro Bond Financing from FY 2014/2015

Source: The National Treasury and Central Bank of Kenya

7. PUBLIC DEBT

Table 7.1: Stock of Kenya’s Public and Publicly Guaranteed Debt (KSh Billion)

	Jul-16	Aug-16	Sep-16	Oct-16	Nov-16	Dec-16	Jan-17	Feb-17	Mar-17	Apr-17	May-17	Jun-17	July-17
EXTERNAL DEBT													
Bilateral	551.6	557.2	580.4	593.0	585.5	577.8	689.6	691.3	689.1	701.7	711.0	724.8	744.5
Multilateral	793.87	793.88	799.69	792.53	788.81	781.26	806.70	808.90	806.92	818.8	828.22	841.90	831.69
Commercial Banks	443.73	443.63	442.85	443.60	445.28	458.12	480.39	477.51	594.14	631.12	632.21	712.10	712.14
Export Credit	8.48	8.51	15.46	15.37	15.28	15.30	15.63	15.49	11.21	15.61	15.76	15.91	17.20
Sub-Total	1,797.70	1,803.26	1,838.42	1,844.47	1,834.91	1,832.45	1,992.30	1,993.17	2,101.39	2,167.25	2,187.22	2,294.74	2,305.54
(As a % of total debt)	49.84	49.82	49.78	49.55	48.88	48.69	51.26	51.17	51.93	52.26	51.67	52.07	52.05
DOMESTIC DEBT													
Banks	1,001.58	998.39	1,028.73	1,018.68	1,035.44	1,032.57	995.54	1,033.68	1,061.12	1,102.94	1,159.17	1,196.39	1,205.09
Central Bank	69.62	68.89	58.94	55.60	68.26	85.53	72.35	81.04	85.32	55.03	55.04	54.51	63.70
Commercial Banks	931.96	929.50	969.79	963.08	967.18	947.04	923.20	952.64	975.80	1,047.91	1,104.14	1,141.89	1,141.39
Non-banks	795.43	805.64	870.00	846.71	813.80	884.78	884.77	846.70	862.29	855.45	864.63	893.22	896.14
Pension Funds	484.26	486.27	493.82	518.66	531.10	544.86	543.66	539.45	549.17	543.49	574.04	593.52	575.71
Insurance Companies	137.86	134.11	136.41	136.98	141.35	143.21	143.61	137.04	138.90	137.51	140.90	138.92	130.13
Other Non-bank Sources	173.32	185.25	183.57	191.08	141.35	196.71	197.49	170.21	174.21	174.45	149.69	160.77	190.29
Non-residents	12.28	11.93	12.02	12.29	13.22	13.63	13.78	21.44	21.54	17.99	18.18	22.10	22.56
Sub-Total	1,809.29	1,815.96	1,854.55	1,877.68	1,918.66	1,930.98	1,894.09	1,901.82	1,944.95	1,979.87	2,045.47	2,111.71	2,123.79
(As a % of total debt)	50.16	50.18	50.22	50.45	51.12	51.31	48.74	48.83	48.07	47.74	48.33	47.93	47.95
GRAND TOTAL	3,606.99	3,619.22	3,692.97	3,722.15	3,753.57	3,763.43	3,886.39	3,894.99	4,046.35	4,147.12	4,232.70	4,406.11	4,429.33

Source: Central Bank of Kenya

PUBLIC DEBT

Table 7.2: Composition of Government Gross Domestic Debt by Instrument (KSh Billion)

	Jul-16	Aug-16	Sep-16	Oct-16	Nov-16	Dec-16	Jan-17	Feb-17	Mar-17	Apr-17	May-17	Jun-17	July-17
Treasury Bills*	602.7	606.0	643.2	641.7	645.0	645.1	619.5	634.0	640.2	651.3	708.5	768.0	764.6
Treasury Bonds	1,186.1	1,190.2	1,201.8	1,228.9	1,254.6	1,249.3	1,250.7	1,235.2	1,268.2	1,317.0	1,325.3	1,332.0	1,337.2
Overdraft at Central Bank	14.0	13.3	3.3	-	12.7	29.9	17.3	26.0	30.3	-	-	-	9.2
Advances from Commercial Banks	5.7	5.8	5.5	6.4	5.7	5.9	5.9	6.0	5.7	10.9	11.0	11.0	12.2
Other Domestic Debt** (TRCs and uncleared effects)	0.7	0.7	0.7	0.7	0.7	0.7	0.7	0.7	0.7	0.7	0.7	0.7	0.7
Total Domestic Debt***	1,809.3	1,816.0	1,854.6	1,877.7	1,918.7	1,931.0	1,894.1	1,901.8	1,945.0	1,979.9	2,045.5	2,111.71	2,123.79

* The stock of Treasury bills includes Repo Treasury bills

** Other domestic debt includes Items in transit, securities rediscounted and Tax Reserve Certificates (TRCs)

*** Gross domestic debt excludes IMF funds on-lent by CBK to Government, which are accounted for under External Debt

Source: Central Bank of Kenya

8. CAPITAL MARKETS INDICATORS

Table 8.1: Selected Equity Market Indicators

INDICATOR	2017												
	Jul	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	June	July
NSE 20 Share Index (1966=100) Points	3,489	3,179	3,243	3,229	3,247	3,186	2,794	2,995	3,113	3,158	3,441	3,607	3,700
NASI (2008=100) Points	142	135	137	137	137	133	122	125	131	133	148	153	156
NSE 25 Share Index	3,935	3,705	3,591	3,617	3,682	3,456	3,160	3,280	3,481	3,534	3,926	4,069	4,271
FTSE NSE Kenya 15 Index Points	175	157	161	165	166	159	142	146	161	165	186	190	198
FTSE NSE Kenya 25 Index Points	178	163	167	171	170	164	148	149	164	170	191	196	205
Number of Shares Traded (Million)	544	708	747	352	462	289	572	651	637	446	697	749	823
Equities Turnover (KSh Million)	13,613	17,655	16,872	7,846	10,439	7,107	12,055	12,580	12,461	11,409	16,348	17,144	21,304
Market Capitalization (KSh Billion)	2,048.88	1,943.20	1,971.83	1,985.28	1,997.03	1,931.61	1,770.30	1,812.45	1,894.35	1,935.00	2,151.08	2,224	2,358
I-REIT Turnover in (KSh Million)	2.64	12.51	0.98	0.27	0.92	0.12	0.06	11.13	3.43	0.43	1.57	1	1.84
I-REIT in Units - Total Deals	55	69	27	18	29	11	5	27	19	12	104	25	123

NSE 20 = Weighted Price Index calculated as a mean of the shares of 20 public, listed companies, selected based on a weighted market performance

NASI = Nairobi All Share Index

FTSE NSE 15 = The performance of the 15 largest stocks ranked by full market capitalization, trading on the NSE

FTSE NSE 25 = The performance of the 25 most liquid stocks trading on the NSE

Source: Nairobi Securities Exchange

CAPITAL MARKETS INDICATORS

Table 8.2: Selected Bond Market Indicators

Period (Month)	Secondary Market					Primary Market		
	FTSE NSE Kenya Govt. Bond Index	Bond Vol- ume (KSh Million)	Number of Deals	Most Traded	End Month Turnover Ratio (Percent)	Bond	Offer (KSh Million)	Sub- scription Rate (Percent)
2015								
December	90.04	21,918.57	343	FXD2/2015/001	2.03	IFB1/2015/9 (Tap Sale)	78,000.00	32.24
2016								
January	89.61	21,617.28	182	FXD2/2015/001	2.07	FXD1/2016/2 & FXD1/2013/10	35,000.00	103.79
February	88.82	24,410.77	387	IFB1/2015/009	2.22	FXD1/2015/5 & FXD1/2012/10 (Reopen)	25,000.00	215.42
March	89.28	67,372.04	908	FXD1/2012/010	6.15	FXD1/2013/10 & FXD2/2013/15 (Reopen)	25,000.00	104.72
April	87.13	38,507.55	447	FXD1/2016/002	3.49	FXD1/2016/5	20,000.00	181.73
May	88.73	55,313.58	662	IFB1/2016/009	4.94	IFB1/2016/9 & FXD2/2016/2	30,000.00	269.80
June	87.98	55,987.59	581	IFB1/2016/009	4.86	FXD 2/2016/2 & FXD 1/2012/15	30,000.00	169.36
July	90.87	21,223.24	301	FXD1/2012/010	1.87	FXD 2/2016/5 & FXD 1/2008/2016	30,000.00	133.33
August	88.05	26,792.75	373	IFB1/2016/009	2.25	FXD 1/2016/10	25,000.00	105.22
September	89.11	27,891.54	570	FXD1/2016/010	2.23	FXD 3/2016/5 & FXD 1/2016/20	25,000.00	225.81
October	89.66	35,302.73	653	IFB1/2016/015	2.87	IFB1/2016/15 & IFB1/2016/16 (TAP SALE)	40,000.00	106.30
November	90.22	35,091.83	641	IFB1/2016/015	2.80	FXD 3/2007/15 & FXD 1/2008/20	30,000.00	76.29
December	90.05	23,972.86	481	FXD1/2016/010	1.92	FXD 3/2016/2 (Reopen)	30,000.00	118.47
2017								
January	89.65	31,364.69	708	IFB1/2016/015	2.51	The auction for FXD2/2007/015 dated 30/01/2017 was cancelled		
February	89.64	20,202.92	753	FXD1/2016/020	1.64	IFB1/2017/12	30,000.00	116.78
March	89.73	52,429.77	1039	IFB1/2016/015	1.69	FXD2/2014/5 & FXD3/2013/5	30,000.00	214.16
April	89.96	29,452.17	548	IFB1/2016/015	2.24	FXD 3/2008/10 & FXD 1/2009/10	30,000.00	164.62
May	91.45	56,646.84	630	IFB1/2016/009	4.17	FXD2/2010/10 AND FXD1/2009/15 (Reopen),	40,000.00	97.12
						FXD2/2010/10 AND FXD1/2009/15 (Tap Sale)	20,000.00	79.64
June	91.54	48,534.41	687.00	IFB1/2016/009	3.57	FXD 2/2007/15	30,000.00	130.24
July	91.61	35,783.66	1013	IFB1/2016/015	2.68	FXD1/2017/10	30,000.00	63.48

IFB = Infrastructure Bond issued to finance specific government infrastructure projects

FXD = Fixed Rate/Coupon Treasury Bond

Reopen = Issued and outstanding bond re-offered to the primary market at the current market yields

Bonds Turnover (Percent) = Volume of bonds traded as a ratio of the total outstanding volume of tradable bonds

Tap Sale = Issued at their original face value, maturity and coupon rate, and sold at the weighted average yield in the last auction of the same bond

Source: Nairobi Securities Exchange and Central Bank of Kenya

CAPITAL MARKETS INDICATORS

Table 8.3: Foreign Investors Participation (KSh Millions)

	A	B	C	D=A/C	E=B/C	F=(D+E)/2
Period (Month)	Foreign Purchases (FP)	Foreign Sales (FS)	Equity Market Turnover (ET)	Percent of FP to ET	Percent of FS to ET	Percent Average Foreign Participation to Equity Turnover
2015						
April	8,175	8,242	14,642	55.83	56.29	56.06
May	12,360	14,390	21,331	57.94	67.46	62.70
June	17,659	18,106	24,251	72.82	74.66	73.74
July	14,552	15,679	21,554	67.51	72.74	70.13
August	17,148	15,965	20,792	82.47	76.78	79.63
September	12,156	5,656	14,375	84.56	39.35	61.95
October	12,430	11,541	17,837	69.69	64.70	67.19
November	8,377	9,206	13,149	63.71	70.01	66.86
December	8,693	8,692	15,109	57.54	57.53	57.53
2016						
January	7,653	8,186	12,999	58.87	62.97	60.92
February	4,528	4,247	10,161	44.56	41.80	43.18
March	8,077	9,411	13,449	60.06	69.98	65.02
April	6,669	6,589	10,066	66.25	65.46	65.86
May	6,571	6,375	9,721	67.60	65.58	66.59
June	13,082	12,982	17,247	75.85	75.27	75.56
July	11,186	10,212	13,613	82.17	75.02	78.59
August	14,183	10,480	17,655	80.33	59.36	69.85
September	14,669	13,326	16,872	86.94	78.98	82.96
October	5,200	5,325	7,846	66.28	67.87	67.07
November	6,878	6,419	10,439	65.89	61.49	63.69
December	5,574	4,959	7,107	78.43	69.78	74.10
2017						
January	10,424	8,816	12,054	86.48	73.14	79.81
February	9,447	9,012	12,579	75.10	71.64	73.37
March	9,551	9,601	12,461	76.65	77.05	76.85
April	8,478	8,045	11,409	74.31	70.51	72.41
May	9,420	11,308	16,348	57.62	69.17	63.40
June	9,526	10,339	17,144	55.56	60.31	57.94
July	9,442	11,496	21,304	44.32	53.96	49.14

Source: Nairobi Securities Exchange



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