

YIELD(YTM)	CLEAN PRICE
8.000%	140.713
8.200%	
8.325%	136.670
8.450%	135.164
8.575%	133.684
8.700%	132.230
8.825%	130.801
8.950%	129.396
9.075%	128.015
9.200%	126.658
9.325%	125.324
9.450%	124.012
9.575%	122.722
9.700%	121.454
9.825%	120.207
9.950%	118.980
10.075%	117.774
10.200%	116.588
10.325%	115.421
10.450%	114.273
10.575%	113.144
10.700%	112.033
10.825%	110.940
10.950%	109.865
11.075%	108.807
11.200%	107.765
11.325%	105.731
11.450%	105.731
11.575%	104.738
11.700%	103.761
11.825%	102.799
11.950%	101.851
12.075%	100.918
12.200%	100.000
12.325%	99.096
12.450%	98.205
12.575%	97.328
12.700%	96.464
12.825%	95.613
12.950%	94.775
13.075%	93.949



**Central Bank Of Kenya**

**PROSPECTUS  
FOR GOVERNMENT OF KENYA  
INFRASTRUCTURE BOND OFFER**

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**25-YEAR AMORTIZED BOND  
ISSUE NO. IFB 1/2019/25**

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**TOTAL VALUE: KSHS 50 BILLION**

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**MARCH 2019**

For enquiries please contact Central Bank of Kenya, Financial Markets Department on 2860000 or our Branches in Mombasa, Kisumu and Eldoret or Nyeri, Meru and Nakuru Currency Centres or any Commercial Bank, Investment Bank, Stock Brokers or send an email to [NDO@centralbank.go.ke](mailto:NDO@centralbank.go.ke) or visit the CBK website on [www.centralbank.go.ke](http://www.centralbank.go.ke)

## IFB 1/2019/25

Central Bank of Kenya, acting in its capacity as fiscal agent for the Republic of Kenya, invites bids for the above bond whose terms and conditions are as follows:-

<b>Issuer</b>	:	Republic of Kenya.
<b>Amount</b>	:	Kshs. <b>50 Billion.</b>
<b>Purpose</b>	:	For partial funding of infrastructure projects in Transport, Water and Energy sectors.
<b>Tenor</b>	:	<b>Twenty five-year</b>
<b>Coupon</b>	:	<b>12.200%</b>
<b>Period of sale</b>	:	<b>01/03/2019 to 19/03/2019</b>
<b>Value Date</b>	:	<b>25/03/2019</b>
<b>Price Quote</b>	:	Discounted/Premium/ Par
<b>Minimum Amount</b>	:	<b>Kshs. 100,000.00</b>
<b>Interest Payment Dates</b>	:	23/09/2019    23/03/2020    21/09/2020    22/03/2021 20/09/2021    21/03/2022    19/09/2022    20/03/2023 18/09/2023    18/03/2024    16/09/2024    17/03/2025 15/09/2025    16/03/2026    14/09/2026    15/03/2027 13/09/2027    13/03/2028    11/09/2028    12/03/2029 10/09/2029    11/03/2030    09/09/2030    10/03/2031 08/09/2031    08/03/2032    06/09/2032    07/03/2033 05/09/2033    06/03/2034    04/09/2034    05/03/2035 03/09/2035    03/03/2036    01/09/2036    02/03/2037 31/08/2037    01/03/2028    30/08/2038    28/02/2039 29/08/2039    27/02/2040    27/08/2040    25/02/2041 26/08/2041    24/02/2042    25/08/2042    23/02/2043 24/08/2043    22/02/2044
<b>Redemption Date</b>	:	<b>22/02/2044</b>
<b>Taxation</b>	:	The Bond will be tax free as is the case for Infrastructure Bonds as provided for under the Income Tax Act.
<b>Redemption Structure</b>	:	<b>6th March, 2034- 50.00%</b> of unencumbered outstanding principal amount. <b>22nd February 2044, -100%</b> - Final Redemption of all outstanding amounts.
<b>Amortization</b>	:	No partial redemption will be paid on encumbered securities on amortization dates. Any amounts up to Kshs. 1.0 million per CDS account at amortization will be redeemed in full except for encumbered securities.
<b>Placing Agents</b>	:	Commercial Banks, Non-Bank Financial institutions, Licensed Stock Brokers and Licensed Investment Advisors.

<b>Issuing and Paying Agent</b>	:	Central Bank of Kenya
<b>Auction Method</b>	:	Multi-Price Bid Auction.
<b>Non-Competitive Bids</b>	:	Maximum <b>Kshs 20 Million</b> per CDS Account. This does not apply to State Corporations, Public Universities and semi autonomous Government agencies.
<b>Bids Closure</b>	:	Duly completed bond application forms must be submitted to any branch of the Central Bank in the specified tender box by <b>2.00 p.m</b> on <b>Tuesday, 19th March, 2019.</b>
<b>Auction Date</b>	:	<b>Wednesday, 20/03/2019</b>
<b>Results</b>	:	Investors should obtain details of amounts payable for successful bids, from Central Bank on <b>Thursday 21/03/2019.</b>
<b>Defaulters</b>	:	Defaulters may be suspended from subsequent investment in Government Securities.
<b>Re-opening</b>	:	The Bond may be re-opened at a future date
<b>Commission</b>	:	Licensed placing agents will be paid commission at the rate of <b>0.15%</b> of actual sales (at cost) net of <b>5%</b> withholding tax.
<b>Rediscounting</b>	:	The Central Bank will rediscount the bond as a last resort at <b>3%</b> above the prevailing market yield or coupon rate whichever is higher, <b>upon written confirmation to do so from the Nairobi Securities Exchange.</b>
<b>Liquidity</b>	:	The bond qualifies for statutory liquidity ratio requirements for Commercial Banks and Non Bank Financial Institutions as stipulated in the Banking Act CAP 488 of the Laws of Kenya.
<b>Listing</b>	:	The bond will be listed on the Nairobi Securities Exchange.
<b>Classification</b>	:	The bond is a non-benchmark Bond
<b>Eligibility</b>	:	Only investors with active CDS accounts at Central Bank of Kenya
<b>Secondary Trading</b>	:	Secondary trading in multiples of KShs 50,000.00 to commence on <b>Tuesday, 26th March, 2019.</b>
<b>Right to accept applications</b>	:	The Central Bank reserves the right to accept bids in full or part thereof or reject them in total without giving any reason.