



Central Bank of Kenya

TAP SALE OF TREASURY BONDS ISSUE Nos. FXD1/2023/005 AND FXD1/2024/010 DATED 08/04/2024

Central Bank of Kenya is pleased to offer eligible investors an opportunity to participate in a Tap Sale of the above Treasury Bonds whose details are as in the prospectus issued value date 25/03/2024. The Tap Sale will be offered on a **first-come -first- served** basis. Other features are as summarised in the table below.

Period of Sale	Wednesday, 27th March 2024 to Thursday, 4th April 2024 or upon attainment of quantum, whichever comes first.
Amount on offer	Kes 25 Billion.
Pricing	Bids shall be priced at the average rate of the accepted bids for the Treasury Bond auction value dated 25/03/2024 and adjusted for accrued interest.
Settlement Date	Monday, 8th April 2024.
Closing date	Thursday, 4th April 2024, at 2 p.m or upon attainment of quantum, whichever comes first.
Auction Results	Investors should obtain details of amounts payable for successful bids from DhowCSD Investor Portal/App under the transactions tab on Friday, 5th April 2024.
Payment Deadline	By 2.00 pm on Monday, 8th April 2024.
Bids Allotment	Bids will be allotted on a first-come-first-served basis.
Average Yield	FXD1/2023/005 - 18.4100 FXD1/2024/010 - 16.5189
Adjusted Average Price (per Kes 100.00)	FXD1/2023/005 - 99.2994 FXD1/2024/010 - 98.0982
Coupon Rate	FXD1/2023/005 - 16.8440 FXD1/2024/010 - 16.0000

David Luusa
Director, Financial Markets
27 March 2024

YIELD(YTM)	CLEAN PRICE
16.8000%	100.1205
16.8440%	99.9197
16.9250%	99.9765
17.0500%	99.8328
17.1750%	99.6894
17.3000%	99.5464
17.4250%	99.4035
17.5500%	99.2610
17.6750%	99.1188
17.8000%	98.9769
17.9250%	98.8353
18.0500%	98.6939
18.1750%	98.5528
18.3000%	98.4121

The bond attracts Accrued Interest (AI) of Ksh 2.9375 per Ksh 100. Withholding Tax is computed on clean prices.

Example: If quoted yield is 16.9723%, dirty price is the clean price (Ksh 99.9221) plus AI (Ksh 2.9375) which equals Ksh.102.8596



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PROSPECTUS FOR RE-OPENED TWO YEAR FIXED COUPON TREASURY BOND

FXD1/2023/002

TOTAL VALUE: KSHS 40 BILLION

APRIL 2024

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

FXD1/2023/002

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:-

Issuer : Republic of Kenya
Amount : Kshs. 40 Billion
Purpose : Budgetary Support
Tenor : **FXD1/2023/02 - (1.4 years)**
:
Coupon Rate : **FXD1/2023/02 -16.9723%**
:
Period of sale : **28/03/2024 to 17/04/2024**
Value Date : **22/04/2024**
Price Quote : Discounted/Premium/ Par
Minimum Amount : Kshs. 50,000.00
Interest Payment Dates :

FXD1/2023/02

19/08/2024 17/02/2025 18/08/2025

Taxation : Discount/Interest is subject to withholding tax at a rate of 15% for FXD1/2023/02

Redemption Dates : FXD1/2023/02 - 18/08/2025

Issuing and Paying Agent : Central Bank of Kenya
Placing Agents : Commercial Banks
• Non-Bank Financial Institutions
• Licensed Stock Brokers
• Licensed Investment Advisors

Issuance method : Multi-Price Bid Auction.

Non-Competitive Bids : Maximum **Kshs. 50 Million** per CSD account per tenor. This does not apply to State corporations, public universities and Semi-Autonomous Government Agencies.

Bids Closure : Treasury bond bids must be submitted to the Central Bank electronically via **CBK DhowCSD** or Treasury Mobile Direct (TMD) by **10.00a.m on Wednesday, 17th April 2024.**

Auction Date : **Wednesday, 17th April 2024.**

Results : Investors should obtain details of amounts payable for successful bids from the DhowCSD on the **Friday, 19th April 2024.** The results will contain a payment key for payment purposes.

Defaulters : Defaulters may be suspended from subsequent investment in Government Securities.

Commission : Licensed placing agents will be paid commission at the rate of 0.15% of actual sales (at cost) net of 5% withholding tax.

Rediscounting : The Central Bank will rediscount the bond as a last resort at 3% above the prevailing market yield or coupon rate whichever is higher.

Liquidity : 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.

Listing : The bond will be listed on the Nairobi Securities Exchange.
Classification : The bond is a benchmark Bond.

Eligibility : Only investors with active CSD accounts with the Central Bank of Kenya.

Re-opening : The Bond may be re-opened at a future date.

Secondary Trading : Secondary trading in multiples 50,000.00 to commence on **Monday, 22nd April 2024.**

Right to accept applications: The Central Bank reserves the right to accept bids in full or part thereof or reject them in total without giving any reason.