



**PROSPECTUS FOR THREE-YEAR (NEW)
AND FIFTEEN-YEAR(NEW)
FIXED COUPON TREASURY BONDS**

FXD1/2022/003 AND FXD1/2022/015

**TOTAL VALUE : FXD1/2022/003 - KSHS.40 BILLION
: FXD1/2022/015 - KSHS.30 BILLION**

APRIL 2022

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

FXD1/2022/003 & FXD1/2022/015

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

Issuer	:	Republic of Kenya
Amount	:	Kshs. 40 Billion for FXD1/2022/003 and Kshs.30 Billion for FXD1/2022/015
Purpose	:	Budgetary Support
Tenor	:	FXD1/2022/003 - (3.0 years)
	:	FXD1/2022/015 - (15.0 years)
Coupon Rate	:	FXD1/2022/003 -Market Determined
	:	FXD1/2022/015 -Market Determined
Period of sale	:	FXD1/2022/003-24/03/2022 to 05/04/2022
	:	FXD1/2022/015-24/03/2022 to 19/04/2022
Value Date	:	FXD1/2022/003-11/04/2022
	:	FXD1/2022/015-25/04/2022
Price Quote	:	Discounted/Premium/ Par
Minimum Amount	:	Kshs. 50,000.00
Interest Payment Dates	:	

FXD1/2022/003

10/10/2022, 10/04/2023, 09/10/2023 ,08/04/2024, 07/10/2024 and 07/04/2025

FXD1/2022/015

24/10/2022	20/10/2025	16/10/2028	13/10/2031	09/10/2034
24/04/2023	20/04/2026	16/04/2029	12/04/2032	09/04/2035
23/10/2023	19/10/2026	15/10/2029	11/10/2032	08/10/2035
22/04/2024	19/04/2027	15/04/2030	11/04/2033	07/04/2036
21/10/2024	18/10/2027	14/10/2030	10/10/2033	06/10/2036
21/04/2025	17/04/2028	14/04/2031	10/04/2034	06/04/2037

Taxation	:	Discount/Interest is subject to withholding tax at a rate of 15% for FXD1/2022/003 and 10% for FXD1/2022/015.
Redemption Dates	:	FXD1/2022/003 - 07/04/2025 FXD1/2022/015-06/04/2037
Issuing and Paying Agent	:	Central Bank of Kenya
Placing Agents	:	<ul style="list-style-type: none"> • Commercial Banks • Non-Bank Financial Institutions • Licensed Stock Brokers • Licensed Investment Advisors
Issuance method	:	Multi-Price Bid Auction.
Non-Competitive Bids	:	Maximum Kshs. 20 Million per CDS account per tenor. This does not apply to State corporations,public universities and Semi-Autonomous Government Agencies.

Bids Closure	:	Duly completed bond application forms must be submitted to any branch of the Central Bank in the specified tender box or via Treasury Mobile Direct (TMD) or CBK internet Banking by 2.00p.m on Tuesday, 5th April, 2022 for FXD1/2022/003 and Tuesday, 19th April, 2022 for FXD1/2022/015
Auction Date	:	FXD1/2022/003- Wednesday, 06/04/2022. FXD1/2022/015- Wednesday 20/04/2022.
Results	:	Investors should obtain details of amounts payable for successful bids from Central Bank of Kenya on 07/04/2022 for FXD1/2022/003 and 21/04/2022 for FXD1/2022/015.
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	:	Central Bank of Kenya will rediscount the bonds as a last resort at 3% above the prevailing market yield or coupon rate whichever is higher, upon written confirmation to do so from the Nairobi Securities Exchange.
Liquidity	:	The bonds qualify 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 bonds will be listed on the Nairobi Securities Exchange.
Classification	:	FXD1/2022/003- Non-benchmark Bond. FXD1/2022/015- Benchmark Bond.
Eligibility	:	Only investors with active CDS Accounts with the Central Bank of Kenya.
Re-opening	:	The Bonds may be re-opened at a future date.
Secondary Trading	:	Secondary trading in multiples 50,000.00 to commence on Tuesday, 12th April 2022 for FXD1/2022/003 and Tuesday, 26th April, 2022 for FXD1/2022/015.
Right to accept applications	:	Central Bank of Kenya reserves the right to accept bids in full or part thereof or reject them in total without giving any reason.