

PRICE GUIDE FOR THE 10-YEAR RE-OPEN FIXED COUPON BOND ISSUE FXD3/2008/10.

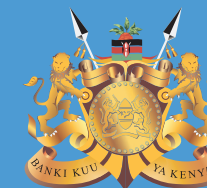
YIELD(YTM)	CLEAN PRICE	YIELD(YTM)	CLEAN PRICE
11.625%	98.872	7.000%	104.918
11.750%	98.716	7.125%	104.748
11.855%	98.585	7.250%	104.578
11.934%	98.486	7.375%	104.409
12.000%	98.404	7.500%	104.240
12.125%	98.248	7.625%	104.071
12.250%	98.093	7.750%	103.903
12.375%	97.938	7.875%	103.735
12.500%	97.784	8.000%	103.568
12.625%	97.629	8.125%	103.401
12.750%	97.476	8.250%	103.234
12.875%	97.322	8.375%	103.068
13.000%	97.169	8.500%	102.902
13.125%	97.016	8.625%	102.737
13.250%	96.864	8.750%	102.571
13.375%	96.711	8.875%	102.407
13.500%	96.560	9.000%	102.242
13.750%	96.257	9.125%	102.078
13.875%	96.106	9.250%	101.914
14.000%	95.956	9.375%	101.751
14.125%	95.805	9.500%	101.588
14.250%	95.656	9.625%	101.426
14.375%	95.506	9.750%	101.263
14.500%	95.357	9.875%	101.101
14.625%	95.208	10.000%	100.940
14.750%	95.059	10.125%	100.779
14.875%	94.911	10.250%	100.618
15.000%	94.763	10.375%	100.457
15.125%	94.616	10.500%	100.297
15.250%	94.468	10.625%	100.138
15.375%	94.322	10.750%	99.978
15.500%	94.175	10.870%	99.826
15.625%	94.029	11.000%	99.661
15.750%	93.883	11.125%	99.502
15.875%	93.737	11.250%	99.344
16.000%	93.592	11.375%	99.187
		11.500%	99.029

PRICE GUIDE FOR THE 10-YEAR RE-OPEN FIXED COUPON BOND ISSUE FXD1/2009/10.

YIELD(YTM)	CLEAN PRICE	YIELD(YTM)	CLEAN PRICE
7.000%	106.822	11.625%	98.485
7.125%	106.585	11.750%	98.272
7.250%	106.348	11.855%	98.093
7.375%	106.112	11.934%	97.959
7.500%	105.877	12.000%	97.847
7.625%	105.642	12.125%	97.636
7.750%	105.409	12.250%	97.425
7.875%	105.175	12.375%	97.215
8.000%	104.943	12.500%	97.005
8.125%	104.711	12.625%	96.796
8.250%	104.480	12.750%	96.588
8.375%	104.249	12.875%	96.380
8.500%	104.020	13.000%	96.172
8.625%	103.791	13.125%	95.966
8.750%	103.562	13.193%	95.854
8.875%	103.334	13.250%	95.760
9.000%	103.107	13.375%	95.554
9.125%	102.881	13.500%	95.349
9.250%	102.655	13.750%	94.941
9.375%	102.430	13.875%	94.738
9.500%	102.205	14.000%	94.535
9.625%	101.981	14.125%	94.333
9.750%	101.758	14.250%	94.132
9.875%	101.535	14.375%	93.931
10.000%	101.313	14.500%	93.730
10.125%	101.092	14.625%	93.531
10.250%	100.871	14.750%	93.331
10.375%	100.651	14.875%	93.133
10.500%	100.432	15.000%	92.935
10.625%	100.213	15.125%	92.737
10.750%	99.995	15.250%	92.540
10.870%	99.786	15.375%	92.344
11.000%	99.560	15.500%	92.148
11.125%	99.344	15.625%	91.952
11.250%	99.128	15.750%	91.758
11.375%	98.913	15.875%	91.563
11.500%	98.699	16.000%	91.370

IMPORTANT INFORMATION

Withholding tax is computed on clean prices. For Issue no.FXD3/2008/10, accrued interest (AI) is Ksh.1.034 per Ksh 100. Example: If yield quoted is 10.750%, the settlement price is the clean price (Ksh.99.978) plus AI (Ksh.1.034) which gives Ksh.101.012. For Issue No.FXD1/2009/10, accrued interest (AI) is Ksh.0.207 per Ksh 100. Example: If yield quoted is 10.750%, the settlement price is the clean price (Ksh.99.995) plus AI (Ksh.0.207) which gives Ksh.100.202.



CENTRAL BANK OF KENYA

PROSPECTUS FOR TWO TEN YEAR (RE-OPEN)
FIXED COUPON TREASURY BONDS

ISSUE NOs. FXD 3/2008/10 & FXD 1/2009/10

TOTAL VALUE: KSHS 30 BILLION

APRIL 2017

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 or visit the CBK website on www.centralbank.go.ke

FXD 3/2008/10 & FXD 1/2009/10

The 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.30 Billion
Purpose	:	Budgetary Support
Tenor	:	FXD3/2008/10-Re-open(1.40 years) FXD1/2009/10-Re-open (1.98 years)
Coupon	:	FXD3/2008/10 - 10.750% p.a. FXD1/2009/10 - 10.750% p.a.
Period of sale	:	10/04/2017 to 18/04/2017
Value Date	:	24/04/2017
Price Quote	:	Discounted/Premium/Par
Minimum Amount	:	Kshs.50,000.00
Interest Payment Dates	:	10 year - FXD3/2008/10 18/09/2017 17/09/2018 19/03/2018 10 -year - FXD1/2009/10 16/10/2017 15/10/2018 16/04/2018 15/04/2019
Taxation	:	Discount/Interest is subject to withholding tax at a rate of 15% for both bonds.
Redemption Dates	:	FXD3/2008/10 - 17/09/2018 FXD1/2009/10 - 15/04/2019
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
Non-Competitive Bids	:	Maximum Kshs.20 Million per CDS account per tenor.
Bids Closure	:	Duly completed bond application forms must be submitted to any branch or Currency Centre of the Central Bank in the specified tender box by 2.00 p.m on Tuesday, 18th April 2017.
Auction Date	:	Wednesday, 19/04/2017
Issuance method	:	Multi-Price Bid Auction.

Results	:	Investors should obtain details of amounts payable for successful bids, from Central Bank on Thursday 20/04/2017.
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 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	:	These bonds are benchmark Bonds.
Eligibility	:	Only investors with active CDS accounts.
Re-opening	:	The Bonds may be re-opened at a future date.
Secondary Trading	:	Secondary trading in multiples of Kshs. 50,000.00 to commence on Tuesday, 25th April 2017.
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.