

PRICE GUIDE FOR THE RE-OPEN 20- YEAR
FIXED COUPON BOND

ISSUE NO. FXD1/2018/20 DATED 23-03-2020

YIELD(YTM)	CLEAN PRICE
10.000%	126.475
10.125%	125.238
10.250%	124.020
10.375%	122.820
10.500%	121.639
10.625%	120.475
10.750%	119.330
10.875%	118.201
11.000%	117.090
11.125%	115.995
11.250%	114.916
11.304%	114.455
11.375%	113.854
11.500%	112.807
11.625%	111.776
11.750%	110.760
11.875%	109.759
12.000%	108.773
12.125%	107.801
12.250%	106.843
12.375%	105.899
12.500%	104.969
12.625%	104.052
12.750%	103.148
12.875%	102.257
13.000%	101.379
13.125%	100.513
13.200%	100.000
13.325%	99.154
13.450%	98.320

PRICE GUIDE FOR THE RE-OPEN 25- YEAR
FIXED COUPON BOND

ISSUE NO. FXD1/2018/25 DATED 23-03-2020

YIELD(YTM)	CLEAN PRICE
10.000%	130.442
10.125%	129.050
10.250%	127.682
10.375%	126.338
10.500%	125.018
10.625%	123.721
10.750%	122.447
10.875%	121.195
11.000%	119.964
11.125%	118.754
11.250%	117.565
11.304%	117.058
11.375%	116.396
11.500%	115.247
11.625%	114.118
11.750%	113.007
11.875%	111.915
12.000%	110.841
12.125%	109.785
12.250%	108.746
12.375%	107.725
12.500%	106.720
12.625%	105.731
12.750%	104.758
12.875%	103.801
13.000%	102.860
13.125%	101.933
13.250%	101.021
13.375%	100.123
13.400%	99.946
13.525%	99.065
13.650%	98.198

IMPORTANT INFORMATION

The bond attracts Accrued Interest (AI) of Ksh 3.350 per Ksh 100.

Example: If quoted yield is 13.400%, settlement price is the clean price (Ksh 99.946 plus AI (Ksh 3.350) which gives Ksh.103.296 Withholding tax is computed on clean prices.



Central Bank of Kenya

**PROSPECTUS FOR RE-OPENED TWENTY-YEAR AND
TWENTY FIVE -YEAR
FIXED COUPON TREASURY BONDS**

ISSUE NOS. FXD1/2018/20 & FXD1/2018/25

TOTAL VALUE: KSHS 50 BILLION

MARCH 2020

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

FXD1/2018/20 & FXD1/2018/25

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. 50 Billion
Purpose	:	Budgetary Support
Tenor	:	Twenty- year-Re-opened (18.07 years) Twenty Five -year-Reopened (23.32 years)
Coupon Rate	:	Twenty year-13.200% Twenty Five year-13.400%
Period of sale	:	03/03/2020 to 17/03/2020
Value Date	:	23/03/2020
Price Quote	:	Discounted/Premium/ Par
Minimum Amount	:	Kshs. 50,000.00
Interest Payment Dates	:	FXD1/2018/20 21/09/2020 15/09/2025 09/09/2030 03/09/2035 22/03/2021 16/03/2026 10/03/2031 03/03/2036 20/09/2021 14/09/2026 08/09/2031 01/09/2036 21/03/2022 15/03/2027 08/03/2032 02/03/2037 19/09/2022 13/09/2027 06/09/2032 31/08/2037 20/03/2023 13/03/2028 07/03/2033 01/03/2038 18/09/2023 11/09/2028 05/09/2033 18/03/2024 12/03/2029 06/03/2034 16/09/2024 10/09/2029 04/09/2034 17/03/2025 11/03/2030 05/03/2035 FXD1/2018/25 22/06/2020 15/06/2026 07/06/2032 31/05/2038 21/12/2020 14/12/2026 06/12/2032 29/11/2038 21/06/2021 14/06/2027 06/06/2033 30/05/2039 20/12/2021 13/12/2027 05/12/2033 28/11/2039 20/06/2022 12/06/2028 05/06/2034 28/05/2040 19/12/2022 11/12/2028 04/12/2034 26/11/2040 19/06/2023 11/06/2029 04/06/2035 27/05/2041 18/12/2023 10/12/2029 03/12/2035 25/11/2041 17/06/2024 10/06/2030 02/06/2036 26/05/2042 16/12/2024 09/12/2030 01/12/2036 24/11/2042 16/06/2025 09/06/2031 01/06/2037 25/05/2043 15/12/2025 08/12/2031 30/11/2037
Taxation	:	Discount/Interest is subject to withholding tax at a rate of 10%.
Redemption Dates	:	Twenty year - 01/03/2038 Twenty five year-25/05/2043

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 by 2.00 p.m on Tuesday, 17th March, 2020.
Auction Date	:	Wednesday, 18/03/2020.
Results	:	Investors should obtain details of amounts payable for successful bids from Central Bank of Kenya on 19/03/2020.
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, 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	:	The bonds are benchmark Bonds.
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 of KShs 50,000.00 to commence on Tuesday, 24th March, 2020.
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.