

PRICE GUIDE FOR T-BOND FXD1/2019/10

YIELD(YTM)	CLEAN PRICE
10.000%	113.133
10.125%	112.403
10.250%	111.680
10.375%	110.964
10.500%	110.253
10.625%	109.549
10.750%	108.850
10.875%	108.158
11.000%	107.471
11.125%	106.790
11.250%	106.115
11.375%	105.446
11.500%	104.783
11.625%	104.125
11.750%	103.473
11.875%	102.826
12.000%	102.185
12.125%	101.549
12.250%	100.919
12.375%	100.294
12.438%	99.981
12.500%	99.674
12.625%	99.060
12.750%	98.450
12.875%	97.846
13.000%	97.247

IMPORTANT INFORMATION

The bond attracts Accrued Interest (AI) of Ksh 0.718 per Ksh 100. Withholding Tax is computed on clean prices.

Example: If quoted yield is 12.438%, Dirty price is the clean price (Ksh 99.981) plus AI (Ksh 0.718) which equals Ksh.100.699.

PRICE GUIDE FOR T-BOND FXD2/2018/20

YIELD(YTM)	CLEAN PRICE
11.000%	116.850
11.125%	115.771
11.250%	114.707
11.375%	113.659
11.500%	112.626
11.625%	111.608
11.750%	110.604
11.875%	109.615
12.000%	108.641
12.125%	107.680
12.250%	106.733
12.375%	105.799
12.500%	104.879
12.625%	103.971
12.750%	103.077
12.875%	102.195
13.000%	101.325
13.125%	100.468
13.200%	99.959
13.250%	99.622
13.375%	98.788
13.500%	97.965
13.625%	97.154
13.750%	96.354
13.875%	95.565
14.000%	94.787

IMPORTANT INFORMATION

The bond attracts Accrued Interest (AI) of Ksh 1.777 per Ksh 100. Withholding Tax is computed on clean prices.

Example: If quoted yield is 13.200%, Dirty price is the clean price (Ksh 99.959) plus AI (Ksh 1.777) which equals Ksh.101.736.



Central Bank of Kenya

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

FXD1/2019/10 AND FXD2/2018/20

TOTAL VALUE: KSHS 50 BILLION

MARCH 2021

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

FXD1/2019/10 & FXD2/2018/20

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	: FXD1/2019/10-(8.0 years) : FXD2/2018/20-(17.4 years)
Coupon Rate	: FXD1/2019/10 -12.438% p.a. : FXD2/2018/20 -13.200% p.a.
Period of sale	: 01/03/2021 to 09/03/2021
Value Date	: 15/03/2021
Price Quote	: Discounted/Premium/ Par
Minimum Amount	: Kshs. 50,000.00
Interest Payment Dates :	
FXD1/2019/10	
23/08/2021	21/08/2023
21/02/2022	19/02/2024
22/08/2022	19/08/2024
20/02/2023	17/02/2025
	18/08/2025
	16/02/2026
	17/08/2026
	15/02/2027
	16/08/2027
	14/02/2028
	14/08/2028
	12/02/2029
FXD2/2018/20	
26/07/2021	09/01/2026
24/01/2022	20/07/2026
25/07/2022	18/01/2027
23/01/2023	19/07/2027
24/07/2023	17/01/2028
22/01/2024	17/07/2028
22/07/2024	15/01/2029
20/01/2025	16/07/2029
21/07/2025	14/01/2030
	15/07/2030
	13/01/2031
	14/07/2031
	12/01/2032
	12/07/2032
	10/01/2033
	11/07/2033
	09/01/2034
	10/07/2034
	08/01/2035
	09/07/2035
	07/01/2036
	07/07/2036
	05/01/2037
	06/07/2037
	04/01/2038
	05/07/2038
Taxation	: Discount/Interest is subject to withholding tax at a rate of 10% for the two Bonds.
Redemption Dates	: FXD1/2019/10-12/02/2029 FXD2/2018/20- 05/07/2038
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. 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 2.00 p.m on Tuesday, 9th March, 2021.
Auction Date Results	: Wednesday, 10/03/2021. Investors should obtain details of amounts payable for successful bids from Central Bank of Kenya on 11/03/2021.
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 Eligibility	: The bonds are benchmark Bonds. Only investors with active CDS Accounts with the Central Bank of Kenya.
Re-opening Secondary Trading	: The Bonds may be re-opened at a future date. Secondary trading in multiples of KShs 50,000.00 to commence on Tuesday, 16th March, 2021.
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.