

PRICE GUIDE FOR THE RE-OPEN 15-
YEAR FIXED COUPON BOND ISSUE
NO. FXD1/2018/15 DATED 23-09-2019

YIELD(YTM)	CLEAN PRICE
10.000%	119.486
10.125%	118.441
10.250%	117.410
10.375%	116.391
10.500%	115.386
10.625%	114.394
10.750%	113.414
10.875%	112.447
11.000%	111.492
11.125%	110.550
11.250%	109.619
11.375%	108.700
11.500%	107.792
11.625%	106.896
11.750%	106.011
11.875%	105.137
12.000%	104.274
12.125%	103.422
12.250%	102.580
12.375%	101.749
12.500%	100.928
12.625%	100.117
12.650%	99.956
12.750%	99.957
12.875%	98.525
13.000%	97.744

IMPORTANT INFORMATION

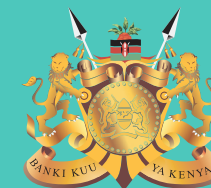
The bond attracts Accrued Interest (AI) of Ksh 4.136 per Ksh 100. Example: If quoted yield is 12.650%, settlement price is the clean price (Ksh 99.956) plus AI (Ksh 4.136) which gives Ksh.104.092. Withholding tax is computed on clean prices.

PRICE GUIDE FOR THE RE-OPEN 15-
YEAR FIXED COUPON BOND ISSUE
NO. FXD2/2019/15 DATED 23-09-2019

YIELD(YTM)	CLEAN PRICE
10.000%	120.754
10.125%	119.665
10.250%	118.591
10.375%	117.531
10.500%	116.486
10.625%	115.454
10.750%	114.436
10.875%	113.432
11.000%	112.441
11.125%	111.463
11.250%	110.498
11.375%	109.546
11.500%	108.606
11.625%	107.679
11.750%	106.764
11.875%	105.860
12.000%	104.969
12.125%	104.089
12.250%	103.220
12.375%	102.363
12.500%	101.516
12.625%	100.681
12.734%	99.961
12.750%	99.856
12.875%	99.042
13.000%	98.238

IMPORTANT INFORMATION

The bond attracts Accrued Interest (AI) of Ksh 4.653 per Ksh 100. Example: If quoted yield is 12.734%, settlement price is the clean price (Ksh 99.961) plus AI (Ksh 4.653) which gives Ksh.104.614. Withholding tax is computed on clean prices.



CENTRAL BANK OF KENYA

**PROSPECTUS FOR RE-OPENED FIFTEEN-YEAR
FIXED COUPON TREASURY BONDS**

ISSUE NOs. FXD 1/2018/15 & FXD 2/2019/15

TOTAL VALUE: KSHS 50 BILLION

SEPTEMBER 2019

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

FXD1/2018/15 & FXD2/2019/15

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	: FXD1/2018/15 (13.67 years) : FXD2/2019/15 (14.63 years)
Coupon Rates	: FXD1/2018/15 - 12.650% p.a : FXD2/2019/15 - 12.734% p.a
Period of sale	: 22/08/2019 to 17/09/2019
Value Date	: 23/09/2019
Price Quote	: Discounted/Premium/ Par
Minimum Amount	: Kshs. 50,000.00
Interest Payment Dates	: FXD1/2018/15
	25/11/2019 22/05/2023 16/11/2026 13/05/2030
	25/05/2020 20/11/2023 17/05/2027 11/11/2030
	23/11/2020 20/05/2024 15/11/2027 12/05/2031
	24/05/2021 18/11/2024 15/05/2028 10/11/2031
	22/11/2021 19/05/2025 13/11/2028 10/05/2032
	23/05/2022 17/11/2025 14/05/2029 08/11/2032
	21/11/2022 18/05/2026 12/11/2029 09/05/2033
	FXD2/2019/15
	11/11/2019 06/11/2023 01/11/2027 27/10/2031
	11/05/2020 06/05/2024 01/05/2028 26/04/2032
	09/11/2020 04/11/2024 30/10/2028 25/10/2032
	10/05/2021 05/05/2025 30/04/2029 25/04/2033
	08/11/2021 03/11/2025 29/10/2029 24/10/2033
	09/05/2022 04/05/2026 29/04/2030 24/04/2034
	07/11/2022 02/11/2026 28/10/2030
	08/05/2023 03/05/2027 28/04/2031
Taxation	: Discount/Interest is subject to withholding tax at a rate of 10% for both bonds.
Redemption Dates	: FXD1/2018/15 - 09/05/2033 FXD2/2019/15 - 24/04/2034
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 September, 2019.
Auction Date	: Wednesday, 18/09/2019.
Results	: Investors should obtain details of amounts payable for successful bids from Central Bank of Kenya on 19/09/2019.
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 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 September, 2019.
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.