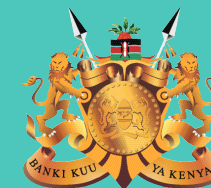


**PRICE GUIDE FOR THE RE-OPENED 20-YEAR
FIXED COUPON TREASURY BOND**

YIELD(YTM)	CLEAN PRICE
10.000%	124.475
10.125%	123.211
10.250%	121.968
10.375%	120.744
10.500%	119.541
10.625%	118.356
10.750%	117.191
10.875%	116.044
11.000%	114.915
11.125%	113.804
11.250%	112.710
11.375%	111.634
11.500%	110.575
11.625%	109.532
11.750%	108.505
11.875%	107.494
12.000%	106.499
12.125%	105.518
12.250%	104.553
12.375%	103.603
12.500%	102.667
12.625%	101.745
12.750%	100.837
12.873%	99.957
12.875%	99.943
13.000%	99.062

IMPORTANT INFORMATION

The bond attracts Accrued Interest (AI) of Ksh 4.456 per Ksh 100. Withholding Tax is computed on clean prices. Example: If quoted yield is 12.873%, settlement price is the clean price (Ksh 99.957) plus AI (Ksh 4.456) which gives Ksh.104.413.



CENTRAL BANK OF KENYA

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

ISSUE NOs. FXD 3/2019/10 & FXD 1/2019/20

TOTAL VALUE: KSHS 50 BILLION

AUGUST 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

FXD 3/2019/10 & FXD 1/2019/20

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. 50 Billion
Purpose	:	Budgetary Support
Tenor	:	Ten-year (New) Twenty-year (19.65 Years)
Coupon Rates	:	Ten-year-Market Determined Twenty-year-12.873%
Period of sale	:	01/08/2019 to 13/08/2019
Value Date	:	19/08/2019
Price Quote	:	Discounted/Premium/ Par
Minimum Amount	:	Kshs. 50,000.00
Interest Payment Dates	:	FXD3/2019/10 17/02/2020 15/08/2022 10/02/2025 09/08/2027 17/08/2020 13/02/2023 11/08/2025 07/02/2028 15/02/2021 14/08/2023 09/02/2026 07/08/2028 16/08/2021 12/02/2024 10/08/2026 05/02/2029 14/02/2022 12/08/2024 08/02/2027 06/08/2029
		FXD1/2019/20
		14/10/2019 05/10/2026 28/03/2033 13/04/2020 05/04/2027 26/09/2033 12/10/2020 04/10/2027 27/03/2034 12/04/2021 03/04/2028 25/09/2034 11/10/2021 02/10/2028 26/03/2035 11/04/2022 02/04/2029 24/09/2035 10/10/2022 01/10/2029 24/03/2036 10/04/2023 01/04/2030 22/09/2036 09/10/2023 30/09/2030 23/03/2037 08/04/2024 31/03/2031 21/09/2037 07/10/2024 29/09/2031 22/03/2038 07/04/2025 29/03/2032 20/09/2038 06/10/2025 27/09/2032 21/03/2039 06/04/2026
Taxation	:	Discount/Interest is subject to withholding tax at 10% for both bonds.
Redemption Dates	:	Ten-year - 06/08/2029 Twenty-year - 21/03/2039
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, 13th August 2019.
Auction Date	:	Wednesday, 14/08/2019.
Results	:	Investors should obtain details of amounts payable for successful bids from Central Bank of Kenya on Thursday, 15/08/2019.
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, 20th August, 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.