



FIFTEEN-YEAR (RE-OPENED) FIXED COUPON TREASURY BONDS ISSUE NOS. FXD 1/2018/15 & FXD1/2012/15 DATED 17TH JUNE, 2019

An opportunity to invest in Government of Kenya Fifteen-Year Re-opened Fixed Coupon Treasury Bonds

Central Bank of Kenya, acting in its capacity as the fiscal agent for the Republic of Kenya, is offering the investing public an opportunity to invest in fifteen-year Re-opened fixed coupon Treasury bonds whose terms and conditions are as follows:

1. Issuer : Republic of Kenya
2. Amount : Kshs **40 Billion**
3. Purpose : Budgetary Support
4. Period of Sale : **29/05/2019 to 11/06/2019**
5. Value /Payment date : **17/06/2019.** Payments of Kshs. 1 Million and above must be made by RTGS, Payments below Kshs.1 Million may be made by Cash, Banker's cheque or RTGS transfer and must reach the Central Bank of Kenya not later than 2 pm on **Monday, 17th June, 2019**. Please provide the following details with each payment: Investor's Name, Reference No., Portfolio Account Number and the **Virtual Account number** to be credited.
6. Pricing : Discounted/Par/Premium.
7. Minimum amount : Kshs. 50,000.00
8. Tenors : **FXD1/2018/15 (13.94 years)**
FXD1/2012/15 (8.42 years)
9. Coupon Rates : **FXD1/2018/15 – 12.650% p.a**
FXD1/2012/15 – 11.000% p.a
10. Interest payment dates : **FXD1/2018/15**
25/11/2019, 25/05/2020, 23/11/2020, 24/05/2021, 22/11/2021, 23/05/2022, 21/11/2022, 22/05/2023, 20/11/2023, 20/05/2024, 18/11/2024, 19/05/2025, 17/11/2025, 18/05/2026, 16/11/2026, 17/05/2027, 15/11/2027, 15/05/2028, 13/11/2028, 14/05/2029, 12/11/2029, 13/05/2030, 11/11/2030, 12/05/2031, 10/11/2031, 10/05/2032, 08/11/2032 and 09/05/2033
FXD1/2012/15
16/09/2019, 16/03/2020, 14/09/2020, 15/03/2021, 13/09/2021, 14/03/2022, 12/09/2022, 13/03/2023, 11/09/2023, 11/03/2024, 09/09/2024, 10/03/2025, 08/09/2025, 09/03/2026, 07/09/2026, 08/03/2027 and 06/09/2027
11. Eligibility : Only investors with active CDS accounts with the Central Bank of Kenya.
12. Issuance method : Multi-Price Bid Auction.
13. Bids : All investors are required to complete bond application forms.
14. Non- competitive bids : Maximum **Kshs. 20 Million** per CDS account per issue. This does not apply to State corporations, public universities and semi-autonomous government agencies.
15. Bids Closure : **2 p.m. on Tuesday, 11th June, 2019.**
16. Auction Date : **Wednesday, 12th June, 2019.**
17. Results : Investors should obtain details of amounts payable for successful bids, from Central Bank on **13/06/2019.**
18. Redemption dates : **FXD1/2018/15 – 09/05/2033**
FXD1/2012/15 –06/09/2027
19. Placing Agents :
 - Commercial Banks
 - Non-Bank Financial Institutions
 - Licensed Stock Brokers
 - Licensed Investment Advisors
20. Rediscounting : Possible as a last resort, the bond will be rediscounted at **3%** above the higher of prevailing market yield or coupon rate.
21. Liquidity : The bonds qualify for statutory liquidity ratio requirements for commercial banks and non-bank financial institutions.
22. Listing : The bonds will be listed on the Nairobi Securities Exchange.
23. Trading : Secondary trading in multiples of Ksh 50,000 to commence on **Tuesday, 18/06/2019.**
24. Tax : Discount/interest amount is subject to withholding tax at the rate of **10%** for both bonds.
25. Right to accept applications : Central Bank of Kenya reserves the right to accept bids in full or part thereof or reject them in total without giving any reason.
26. Re-opening : The Bonds may be re-opened at a future date.

For further details, contact any of the following: -

- Your Bank
- Brokers of Nairobi Securities Exchange and Licensed Investment Advisors, CBK Headquarters, Branches in Mombasa, Kisumu, Eldoret and the Currency Centers in Nyeri, Nakuru & Meru or visit our website at www.centralbank.go.ke