

**PRICE GUIDE FOR THE 15-YEAR
RE-OPEN FIXED
COUPON BOND ISSUE
FXD1/2008/15**

YIELD(YTM)	CLEAN PRICE
10.000%	109.451
10.125%	108.950
10.250%	108.452
10.375%	107.957
10.500%	107.465
10.625%	106.976
10.750%	106.489
10.875%	106.005
11.000%	105.524
11.125%	105.046
11.250%	104.571
11.375%	104.098
11.500%	103.629
11.625%	103.162
11.750%	102.697
11.875%	102.235
12.000%	101.776
12.125%	101.320
12.250%	100.866
12.375%	100.415
12.500%	99.967
12.625%	99.521
12.750%	99.077
12.875%	98.636
13.000%	98.198
13.125%	97.762
13.125%	97.762
13.250%	97.329
13.375%	96.898
13.500%	96.470
13.625%	96.044
13.750%	95.620
13.875%	95.199
14.000%	94.781
14.125%	94.364
14.250%	93.951
14.375%	93.539
14.500%	93.130

IMPORTANT INFORMATION

The bond attracts Accrued Interest (AI) of Ksh 1.442 per Ksh 100. Withholding tax is computed on clean prices.

Example: If quoted yield is 12.500%, settlement price is the clean price (Ksh 99.967) plus AI (Ksh 1.442) which gives Ksh.101.409.

**PRICE GUIDE FOR THE
20-YEAR RE-OPEN FIXED
COUPON BOND ISSUE
FXD1/2018/20.**

YIELD(YTM)	CLEAN PRICE
10.000%	127.387
10.125%	126.092
10.250%	124.819
10.375%	123.567
10.500%	122.334
10.625%	121.122
10.750%	119.929
10.875%	118.754
11.000%	117.599
11.125%	116.462
11.250%	115.343
11.375%	114.242
11.500%	113.157
11.625%	112.090
11.750%	111.040
11.875%	110.005
12.000%	108.987
12.125%	107.985
12.250%	106.997
12.375%	106.025
12.500%	105.068
12.625%	104.125
12.750%	103.196
12.875%	102.282
13.000%	101.381
13.125%	100.494
13.200%	99.967
13.250%	99.619
13.375%	98.758
13.500%	97.910
13.625%	97.073
13.750%	96.250
13.875%	95.438
14.000%	94.638
14.125%	93.849
14.250%	93.072
14.375%	92.307
14.500%	91.552

IMPORTANT INFORMATION

The bond attracts Accrued Interest (AI) of Ksh 1.269 per Ksh 100. Withholding tax is computed on clean prices.

Example: If quoted yield is 13.200%, settlement price is the clean price (Ksh 99.967) plus AI (Ksh 1.269) which gives Ksh.101.236



Central Bank Of Kenya

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

ISSUE NOs. FXD 1/2008/15 & FXD 1/2018/20

TOTAL VALUE: KSHS 40 BILLION

APRIL 2018

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 1/2008/15 & FXD 1/2018/20

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. 40 Billion
Purpose	:	Budgetary Support
Tenor	:	Fifteen-year-Re-opened (4.88 years) Twenty-year-Re-opened (19.90 years)
Coupon Rates	:	Fifteen-year - 12.500% p.a. Twenty Year - 13.200% p.a.
Period of sale	:	12/04/2018 to 24/04/2018
Value Date	:	30/04/2018
Price Quote	:	Discounted/Premium/ Par
Minimum Amount	:	Kshs. 50,000.00
Interest Payment Dates	:	FXD1/2008/15 17/09/2018 14/09/2020 12/09/2022 18/03/2019 15/03/2021 13/03/2023 16/09/2019 13/09/2021 16/03/2020 14/03/2022 FXD1/2018/20 24/09/2018 16/03/2026 05/09/2033 25/03/2019 14/09/2026 06/03/2034 23/09/2019 15/03/2027 04/09/2034 23/03/2020 13/09/2027 05/03/2035 21/09/2020 13/03/2028 03/09/2035 22/03/2021 11/09/2028 03/03/2036 20/09/2021 12/03/2029 01/09/2036 21/03/2022 10/09/2029 02/03/2037 19/09/2022 11/03/2030 31/08/2037 20/03/2023 09/09/2030 01/03/2038 18/09/2023 10/03/2031 18/03/2024 08/09/2031 16/09/2024 08/03/2032 17/03/2025 06/09/2032 15/09/2025 07/03/2033
Taxation	:	Discount/Interest is subject to withholding tax at a rate of 10% for both bonds.
Redemption Dates	:	15-year - 13/03/2023 20-year - 01/03/2038
Issuing and Paying Agent	:	Central Bank of Kenya.
Placing Agents	:	• Commercial Banks

Issuance method	:	Multi-Price Bid Auction.
Non-Competitive Bids	:	Maximum Kshs 20 Million per investor per tenor.
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, 24th April, 2018.
Auction Date	:	Wednesday, 25/04/2018
Results	:	Investors should obtain details of amounts payable for successful bids from Central Bank of Kenya on 26/04/2018.
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.
Registrar	:	National Debt, Central Bank of Kenya.
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 Ksh 50,000.00 to commence on Wednesday, 2nd May, 2018.
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.