



Central Bank of Kenya

Weekly Bulletin

June 13, 2025



RECENT MONETARY AND FINANCIAL DEVELOPMENTS

Monetary Policy Committee

The Monetary Policy Committee (MPC) lowered the Central Bank Rate (CBR) by 25 basis points to 9.75 percent from 10.00 percent, during its meeting on June 10, 2025. The Committee observed that overall inflation was expected to remain below the midpoint of the 5 ± 2.5 percent target range in the near term. The MPC also observed that central banks in the major economies have continued to lower their interest rates, but at a more cautious pace depending on inflation and economic growth expectations. The Committee further observed that average lending rates in the domestic market have continued to decline, while private sector credit growth has recovered modestly. The Committee concluded that there was scope for a further easing of the monetary policy stance to augment the previous policy actions aimed at stimulating lending by banks to the private sector and supporting economic activity, while ensuring inflationary expectations remain firmly anchored, and the exchange rate remains stable.

Exchange Rates

The Kenya Shilling remained stable against major international and regional currencies during the week ending June 12. It exchanged at KSh 129.24 per US dollar on June 12, compared to KSh 129.22 per US dollar on June 5 (**Table 1**).

Foreign Exchange Reserves

The usable foreign exchange reserves remained adequate at USD 10,946 million (4.8 months of import cover) as of June 12. This meets the CBK's statutory requirement to endeavour to maintain at least 4 months of import cover (**Table 2**).

Money Market

The money market remained liquid during the week ending June 12. Open market operations remained active. Commercial banks' excess reserves stood at KSh 16.6 billion in relation to the 3.25 percent cash reserves requirement (CRR). The average interbank rate was at 9.65 percent on June 12 compared to 9.76 percent on June 5. During the week, the average number of interbank deals increased to 28 from 13 in the previous week, while the average value traded increased to KSh 18.4 billion from KSh 8.9 billion in the previous week (**Table 3**).

Government Securities Market

The Treasury bill auction of June 12 received bids totalling KSh 56.97 billion against an advertised amount of KSh 24.0 billion, representing a performance of 237.4 percent. Interest rate on the 91-day, 182-day and 364-day Treasury bills declined (**Table 4**).

Equity Market

At the Nairobi Securities Exchange, the NASI, NSE 25 and NSE 20 share price indices increased by 9.2 percent 5.0 percent and 2.4 percent respectively during the week ending June 12, 2025. Market capitalization, equity turnover and total shares traded increased by 8.4 percent 167.2 percent and 90.1 percent respectively (**Table 6**).

Bond Market

Bonds turnover in the domestic secondary market increased by 18.8 percent during the week ending June 12 (**Table 6**). In the international market, yields on Kenya's Eurobonds decreased by 3.5 basis points on average. Yields on Angola also decreased while yields for Côte d'Ivoire Eurobonds increased (**Chart 2**).

Global Trends

U.S. inflation rose slightly to 2.4 percent in May 2025, from 2.3 percent in April. The increase was mainly driven by rising prices of food and housing, even though services inflation and energy prices, declined. The U.S. Dollar Index weakened by 0.8 percent during the week amid growing concerns over the U.S. fiscal outlook and policy uncertainty, which weighed on investor sentiment.

International oil prices increased during the week, with Murban crude rising to USD 68.24 per barrel on June 12, from USD 64.89 on June 5. This rise was primarily driven by heightened geopolitical tensions in the Middle East.

Table 1: Kenya Shilling Exchange Rates								
	USD	Sterling Pound	Euro	100 Japanese Yen	Uganda Shilling*	Tanzania Shilling*	Rwandese Franc*	Burundi Franc*
30-May-25	129.24	174.15	146.64	89.79	28.13	20.76	10.94	23.03
02-Jun-25	Public Holiday							
03-Jun-25	129.21	174.65	147.49	90.36	28.19	20.88	10.95	23.04
04-Jun-25	129.24	174.53	146.84	89.55	28.18	20.74	10.95	23.03
05-Jun-25	129.22	175.06	147.45	90.31	28.17	20.74	10.96	23.04
May 30-Jun 5	129.23	174.60	147.10	90.00	28.17	20.78	10.95	23.04
06-Jun-25	Public Holiday							
09-Jun-25	129.24	175.59	147.93	89.99	28.05	20.62	11.00	23.03
10-Jun-25	129.24	174.96	147.32	89.18	28.01	20.43	10.97	23.04
11-Jun-25	129.24	174.26	147.54	89.09	27.89	20.41	10.98	23.04
12-Jun-25	129.24	174.67	148.17	89.22	27.75	20.16	10.98	23.04
Jun 6-12	129.24	174.87	147.74	89.37	27.93	20.40	10.98	23.04

*Units of currency per Kenya Shilling

Source: Central Bank of Kenya

Table 2: Usable Foreign Exchange Reserves (USD Million)					
	15-May-25	22-May-25	29-May-25	04-Jun-25	10-Jun-25
1. CBK Usable Foreign Exchange Reserves (USD Million)*	10,164	10,308	10,467	10,589	10,946
2. CBK Usable Foreign Exchange Reserves (Months of Import Cover)**	4.5	4.6	4.7	4.7	4.8

*Excludes encumbered reserves

**Based on 36 months average of imports of goods and non -factor services

Source: Central Bank of Kenya

Table 3: Money Market			
Date	Number of Deals	Value (KSh M)	Average Interbank Rate (%)
30-May-25	13	11,750.00	9.82
2-Jun-25	Public Holiday		
3-Jun-25	12	12,900.00	9.88
4-Jun-25	11	7,100.00	9.79
5-Jun-25	15	3,700.00	9.76
May 30 - Jun 5	13	8,862.50	9.81
6-Jun-25	Public Holiday		
9-Jun-25	19	12,850.00	9.74
10-Jun-25	33	19,850.00	9.78
11-Jun-25	31	21,620.00	9.70
12-Jun-25	29	19,320.00	9.65
Jun 6-12	28	18,410.00	9.72

Source: Central Bank of Kenya

Table 4: Performance of Treasury Bill Auctions

91-Day Treasury Bills						
Date of Auction	27-Dec-24	27-Feb-25	27-Mar-25	30-Apr-25	29-May-25	12-Jun-25
Amount Offered (KSh M)	4,000.00	4,000.00	4,000.00	4,000.00	4,000.00	4,000.00
Bids Received (KSh M)	2,242.28	17,956.38	2,790.24	2,184.51	19,200.95	14,597.61
Amount Accepted (KSh M)	2,208.47	19,934.89	2,704.14	2,182.56	19,196.07	11,630.15
Maturities (KSh M)	3,443.00	16,257.75	2,191.25	2,380.85	18,288.25	5,017.10
Average Interest Rate (%)	9.895	8.937	8.791	8.406	8.293	8.179
182-Day Treasury Bills						
Date of Auction	27-Dec-24	27-Feb-25	27-Mar-25	30-Apr-25	29-May-25	12-Jun-25
Amount Offered (KSh M)	10,000.00	10,000.00	10,000.00	10,000.00	10,000.00	10,000.00
Bids Received (KSh M)	435.30	6,896.23	1,706.31	1,283.06	9,773.86	2,574.22
Amount Accepted (KSh M)	435.30	6,896.23	1,701.35	1,283.06	8,808.97	2,574.22
Maturities (KSh M)	1,534.00	4,784.10	3,580.40	6,157.90	4,359.35	3,196.70
Average Interest Rate (%)	10.022	9.240	9.058	8.619	8.564	8.495
364-Day Treasury Bills						
Date of Auction	27-Dec-24	27-Feb-25	27-Mar-25	30-Apr-25	29-May-25	12-Jun-25
Amount Offered (KSh M)	10,000.00	10,000.00	10,000.00	10,000.00	10,000.00	10,000.00
Bids Received (KSh M)	2,189.12	11,696.07	10,249.39	14,906.47	26,134.08	39,794.40
Amount Accepted (KSh M)	2,189.12	11,681.09	10,104.04	14,906.47	15,688.45	2,994.44
Maturities (KSh M)	1,918.60	10,152.85	8,813.10	12,255.55	7,333.60	2,647.60
Average Interest Rate (%)	11.410	10.500	10.412	10.006	10.000	9.750

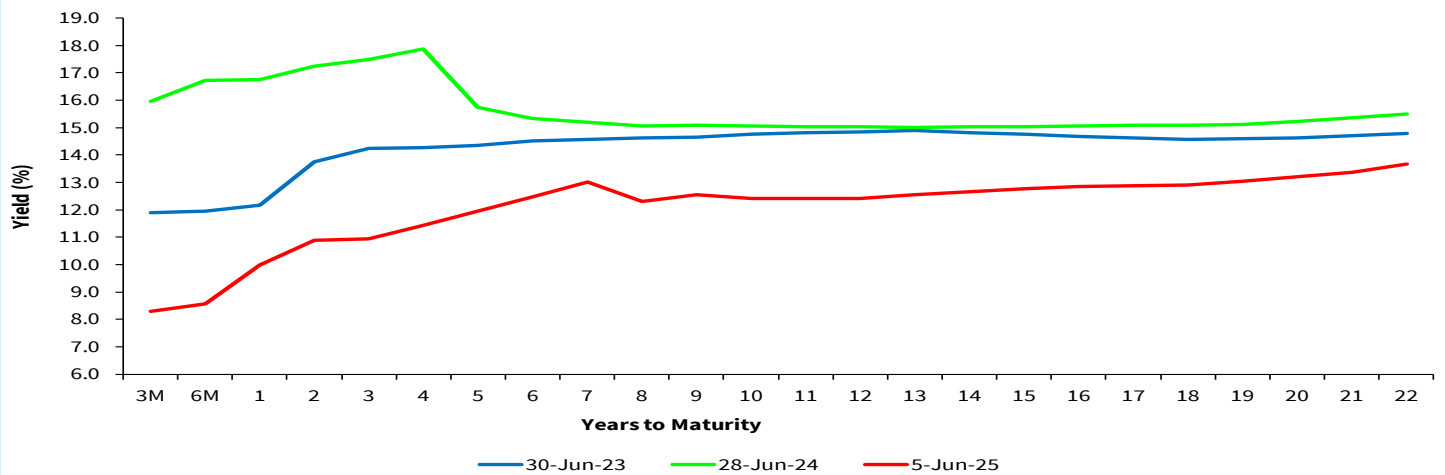
Source: Central Bank of Kenya

Table 5: Performance of Treasury Bond Auctions

Date of Auction	02-Apr-25			10-Apr-25	30-Apr-25		07-May-25
	RE-OPEN			TAP	RE-OPEN		RE-OPEN
Tenor	FXD1/ 2020/015	FXD1/ 2022/015	FXD1/ 2022/025	FXD1/ 2020/015	FXD1/ 2022/015	FXD1/ 2022/025	FXD1/ 2012/20
Amount offered (KSh M)	70,000.00			10,000.00	50,000.00		30,000.00
Bids received (KSh M)	20,896.78	18,148.40	32,683.70	13,239.65	26,413.49	30,681.72	54,388.38
Amount Accepted (KSh M)	20,882.12	17,980.34	32,536.17	12,592.55	25,280.99	25,103.28	43,520.27
Maturities (KSh M)					69,619.55		14,230.89
Average interest Rate (%)	13.67	13.83	14.23	13.67	13.91	14.54	13.65

Source: Central Bank of Kenya

Chart 1: Government Securities Yield Curve



Source: Nairobi Securities Exchange (NSE)

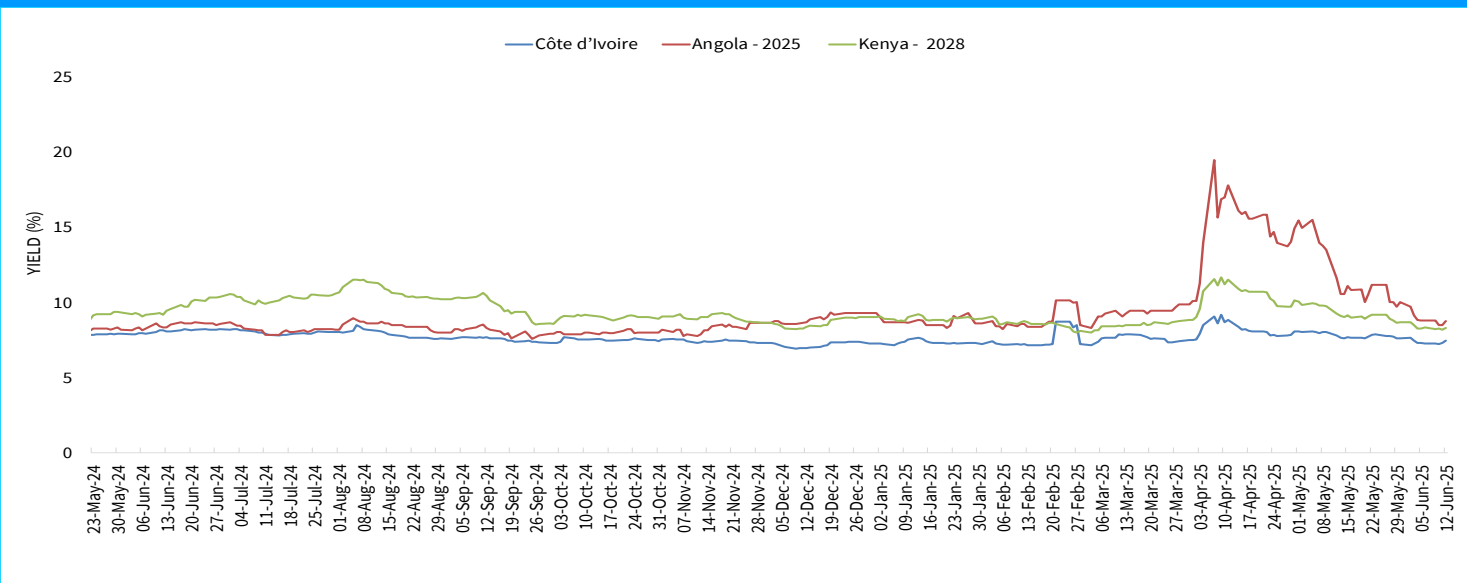
Table 6: Performance of Key Market Indicators

INDICATOR	NASI 100=2008	NSE 25 Share Index	NSE 20 Share Index 100=1996	Total Deals (Equity)	Total Shares Traded (Million)	Equity Turn- over (KSh Million)	Market Capitaliza- tion (KSh Billion)	Bonds Turnover (KSh Mil- lion)					
									10-Year 2028	6-Year 2031	12-Year 2032	13-Year 2034	30-Year 2048
30-May-25	134.21	3,535.41	2,183.46	1,783.00	18.87	253.93	2,111.21	2,404.90	8.7	9.9	10.0	10.1	10.8
2-Jun-25	Public Holiday								8.7	9.9	10.0	10.1	10.8
4-Jun-25	135.36	3,558.42	2,193.05	2,257.00	37.33	654.85	2,129.30	4,795.05	8.5	9.7	9.8	9.9	10.7
5-Jun-25	135.43	3,586.53	2,212.08	2,062.00	14.65	175.79	2,146.06	4773.35	8.3	9.4	9.6	9.7	10.5
May 30- Jun 5	135.43	3,586.53	2,212.08	8,242.00	102.22	1,577.02	2,146.06	18,993.36	8.3	9.4	9.6	9.7	10.5
6-Jun-25	Public Holiday								8.288	9.439	9.574	9.740	10.520
9-Jun-25	136.74	3,583.34	2,203.31	2,270	50.34	1377.08	2151.04	3427.45	8.342	9.506	9.634	9.741	10.554
10-Jun-25	140.60	3,650.40	2,210.04	2,273	34.74	684.29	2211.69	6075.4145	8.237	9.472	9.575	9.69	10.502
11-Jun-25	144.37	3,708.45	2,235.97	2,472	51.90	875.32	2,270.9	5067.95	8.291	9.371	9.488	9.639	10.451
12-Jun-25	147.83	3,767.00	2,264.23	2,535	57.36	1277.46	2,325.4	7986.08	8.186	9.338	9.429	9.589	10.416
June 6-12	147.83	3,767.00	2,264.23	9,550.00	194.33	4,214.15	2,325.40	22,556.89	8.295	9.404	9.548	9.669	10.468
Weekly Changes (%)	9.16	5.03	2.36	15.87	90.10	167.22	8.36	18.76	8.295	9.404	9.548	9.669	10.468

* Percentage points

Source: Nairobi Securities Exchange (NSE) and Thomson Reuters

Chart 2: Yields on 10-Year Eurobonds for Select Countries



Source: London Stock Exchange

Table 7: Government Domestic Debt (KSh Billion)

	28-Jun-24	31-Dec-24	31-Jan-25	28-Feb-25	28-Mar-25	25-Apr-25	30-May-25	5-Jun-25
1. Treasury Bills (Excluding Repos)	615.89	846.10	856.32	886.83	915.44	941.49	963.02	978.25
<i>(As % of total securities)</i>	11.75	14.77	14.78	15.02	15.41	15.79	16.06	16.27
2. Treasury Bonds	4,627.12	4,884.05	4,936.77	5,016.91	5,025.43	5,020.02	5,034.07	5,034.07
<i>(As % of total securities)</i>	88.25	85.23	85.22	84.98	84.59	84.21	83.94	83.73
3. Total Securities (1+2)	5,243.01	5,730.15	5,793.08	5,903.74	5,940.87	5,961.51	5,997.09	6,012.32
4. Overdraft at Central Bank	61.02	37.48	35.24	60.57	86.51	94.89	94.97	98.89
5. Other Domestic debt*	106.25	101.15	100.66	100.05	99.32	99.19	112.24	112.23
of which IMF funds on-lent to Government	83.54	80.29	79.58	79.62	78.71	78.71	80.56	80.56
6. Gross Domestic Debt (3+4+5)	5,410.28	5,868.77	5,928.98	6,064.36	6,126.70	6,155.60	6,204.29	6,223.44

* Other domestic debt includes clearing items in transit, advances from commercial banks and Pre-1997 Government Overdraft.

Source: Central Bank of Kenya

Table 8: Composition of Government Domestic Debt by Instrument (Percent)

	30-Jun-23	28-Jun-24	31-Dec-24	28-Feb-25	28-Mar-25	25-Apr-25	30-May-25	05-Jun-25
Treasury bills (Excluding Repos)	12.72	11.38	14.42	14.62	14.94	15.29	15.52	15.72
Treasury bonds	83.07	85.52	83.22	82.73	82.03	81.55	81.14	80.89
Overdraft at Central Bank	1.58	1.13	0.64	1.00	1.41	1.54	1.53	1.59
Other domestic debt	2.63	1.96	1.72	1.65	1.62	1.61	1.81	1.80
of which IMF fund on lent to government	1.98	1.54	1.37	1.31	1.28	1.28	1.30	1.29
TOTAL	100.00	100.00	100.00	100.00	100.00	100.00	100.00	100.00

Source: Central Bank of Kenya

Table 9: Government Domestic Debt by Holder (Percent)

	30-Jun-23	28-Jun-24	31-Dec-24	28-Feb-25	28-Mar-25	25-Apr-25	30-May-25	05-Jun-25
Banking Institutions	46.17	45.12	45.05	45.40	45.41	45.32	45.20	45.22
Insurance Companies	7.31	7.23	7.32	7.23	7.13	7.24	7.23	7.20
Parastatals	5.98	5.13	5.60	5.97	6.07	5.95	5.86	5.91
Pension Funds*	33.42	29.60	28.88	28.29	28.28	28.34	28.65	28.56
Other Investors	7.13	12.92	13.16	13.11	13.11	13.15	13.07	13.10
Total	100.00	100.00	100.00	100.00	100.00	100.00	100.00	100.00

* Includes pension funds and custodial/ Nominee Accounts

Source: Central Bank of Kenya

Table 10: Public Debt

	Sep-23	Dec-23	Mar-24	Jun-24	Nov-24	Dec-24	March-25*
Domestic debt (KSh Bn)	4,917.47	5,050.11	5,235.19	5,410.28	5,809.30	5,868.77	6,126.70
Public & Publicly Guaranteed External debt (USD Bn)	38.27	38.92	39.18	39.77	39.62	39.11	40.51
Public & Publicly Guaranteed External debt (KSh Bn)	5,667.80	6,089.58	5,163.42	5,150.84	5,138.13	5,057.01	5,238.30
Public debt (KSh Bn)	10,585.27	11,139.69	10,398.61	10,561.12	10,947.43	10,925.78	11,364.99

* Provisional

Source: The National Treasury and Central Bank of Kenya