Central Bank of Kenya

Weekly Bulletin

July 10, 2026

RECENT MONETARY AND FINANCIAL DEVELOPMENTS

Economic Growth

The performance of the economy improved in the first quarter of 2026, with a pickup in real GDP growth to 5.3 percent compared to 4.9 percent in the corresponding quarter of 2025 **(Table 1)**. This performance was supported by recovery in the industry sector and resilient services sector. The industry sector grew by 5.4 percent compared to 4.0 percent in the first quarter of 2025, supported by improved growth in manufacturing, construction, and mining and quarrying sectors. The services sector grew by 5.5 percent compared to 5.0 percent in first quarter of 2025, supported by strong growth of accommodation and food services, finance and insurance, real estate, and education sectors. The agriculture sector expanded by 4.9 percent compared to 5.3 percent in the first quarter of 2025.

Exchange Rates

The Kenya Shilling remained stable against major international and regional currencies during the week ending July 9, 2026. It exchanged at KSh 129.22 per U.S. Dollar on July 9, compared to KSh 129.30 on July 2 **(Table 2)**.

Foreign Exchange Reserves

The foreign exchange reserves remained adequate at USD 14,127 million (6.0 months of import cover) as of July 9. This meets CBK's statutory requirement to endeavour to maintain at least 4 months of import cover **(Table 3)**.

Money Market

The money market remained liquid during the week ending July 9, 2026, with open market operations remaining active. Commercial banks' excess reserves averaged KSh 30.4 billion above the 3.25 percent Cash Reserve Ratio (CRR) requirement. The Kenya Shilling Overnight Interbank Average (KESONIA) rate remained unchanged at 8.75 percent on July 9, compared to July 2. During the week, the average number of interbank transactions decreased to 9 from 19 in the previous week, while the average value traded declined to KSh 4.2 billion from KSh 8.8 billion in the previous week **(Table 4)**.

Government Securities Market

The Treasury bill auction of July 9, received bids totalling KSh 49.7 billion against an advertised amount of KSh 28.0 billion, representing a performance of 177.6 percent. Interest rate on the 91-day and 364-day Treasury bills decreased. However, interest rate on the 182-day Treasury bill increased marginally **(Table 5)**.

During the Treasury bond auction of July 8, the reopened 10-year, 20-year and 30-year treasury bonds received bids totaling KSh 144.5 billion against an advertised amount of KSh 70.0 billion, representing a performance of 206.4 percent **(Table 6)**.

Equity Market

At the Nairobi Securities Exchange, the NASI and NSE 20 share price indices increased by 0.78 percent and 0.09 percent, respectively, while NSE 25 decreased by 0.20 percent, during the week ending July 9, 2026. Market capitalization increased by 0.78 percent, while total shares traded and equity turnover decreased by 98.26 percent and 98.20 percent, respectively **(Table 7)**.

Bond Market

Bond turnover in the domestic secondary market decreased by 43.46 percent during the week ending July 9, 2026 **(Table 7)**. In the international market, yields on Kenya's Eurobonds increased by 10.05 basis points on average. Yields for Côte d'Ivoire increased while yields for Angola decreased **(Chart 2)**.

Global Trends

The July 2026 IMF World Economic Outlook projects global growth to moderate to 3.0 percent in 2026 from 3.5 percent in 2025, mainly reflecting the impact of higher energy prices attributed to the conflict in the Middle East. Inflationary pressures have moderated across most advanced economies, particularly in the Euro Area, where headline inflation declined to 2.8 percent in June, reflecting the impact of the recent decline in international oil prices. The U.S. Dollar Index strengthened by 0.05 percent during the week.

Murban crude oil prices rose to USD 72.27 per barrel on July 9, up from USD 67.99 per barrel on July 2, reflecting a flare up of the conflict in the Middle East during the week. However, spot gold prices declined marginally to USD 4,121.02 per ounce from USD 4,122.80 per ounce in the previous week.

Table 1: Real GDP Growth by Sector (Percent)

	Annual		2025				2026
	2024	2025	Q1	Q2	Q3	Q4	Q1
Agriculture	**4.4**	**3.1**	**5.3**	**4.0**	**3.8**	**-1.3**	**4.9**
2. Non-Agriculture (o/w)	**4.7**	**4.9**	**4.8**	**5.1**	**4.9**	**5.0**	**5.3**
2.1 Industry	**1.1**	**4.7**	**4.0**	**4.6**	**5.5**	**4.7**	**5.4**
Mining & Quarrying	-7.8	14.9	12.7	13.7	15.0	17.8	9.1
Manufacturing	3.0	2.0	2.8	1.3	2.7	1.1	4.4
Electricity & water supply	2.7	5.2	4.1	6.5	4.8	5.5	4.3
Construction	-0.7	6.8	4.5	7.3	8.1	7.3	6.6
2.2 Services	**6.0**	**5.3**	**5.0**	**5.5**	**5.0**	**5.5**	**5.5**
Wholesale & Retail Trade	4.0	3.6	4.3	2.6	3.1	4.0	4.0
Accommodation & Food Services	25.9	15.6	8.0	12.8	23.6	18.3	14.7
Transport & Storage	4.3	3.7	3.6	3.3	3.1	4.7	3.6
Information & Communication	7.1	4.8	5.5	5.9	4.0	4.0	5.0
Financial & Insurance	7.5	6.5	5.3	7.1	6.1	7.4	6.3
Public administration	8.7	8.3	9.5	8.7	6.3	8.7	5.7
Professional, Administration & Support Services	6.4	5.0	4.1	7.0	7.1	2.1	2.4
Real estate	5.3	3.9	4.6	4.3	3.7	2.9	5.0
Education	4.8	2.8	1.8	3.8	3.9	2.1	6.2
Health	6.0	5.5	4.7	7.0	4.4	5.9	4.3
Other services	4.5	2.6	2.4	2.3	3.2	2.2	2.1
FISIM	9.7	0.2	0.6	2.2	2.0	-3.9	-4.1
2.3 Taxes on products	**3.3**	**3.1**	**4.1**	**3.8**	**3.1**	**1.7**	**4.3**
Real GDP Growth	**4.7**	**4.6**	**4.9**	**4.9**	**4.8**	**4.0**	**5.3**

Source: Kenya National Bureau of Statistics

Table 2: Kenya Shilling Exchange Rates

	USD	Sterling Pound	Euro	100 Japanese Yen	Uganda Shilling*	Tanzania Shilling*	Rwandese Franc*	Burundi Franc*
26-Jun-26	129.64	171.17	147.49	80.21	28.53	20.36	11.29	23.02
29-Jun-26	129.54	171.18	147.96	80.13	28.29	20.30	11.31	23.02
30-Jun-26	129.50	171.33	147.51	79.81	28.30	20.28	11.31	22.97
1-Jul-26	129.49	171.11	147.53	79.68	28.34	20.27	11.31	23.04
2-Jul-26	129.30	171.65	147.30	79.61	28.36	20.30	11.32	23.08
June 26-July 2	**129.49**	**171.29**	**147.56**	**79.89**	**28.36**	**20.30**	**11.31**	**23.03**
3-Jul-26	129.21	172.74	147.98	80.19	28.32	20.35	11.31	23.05
6-Jul-26	129.29	172.67	147.96	80.15	28.36	20.30	11.33	23.07
7-Jul-26	129.25	172.61	147.57	79.62	28.23	20.30	11.34	23.08
8-Jul-26	129.24	172.98	147.85	79.86	28.35	20.31	11.34	23.09
9-Jul-26	129.22	172.63	147.26	79.43	28.55	20.33	11.37	23.09
July 3-9	**129.24**	**172.73**	**147.72**	**79.85**	**28.36**	**20.32**	**11.34**	**23.08**

**Units of currency per Kenya Shilling*
Source: Central Bank of Kenya

Table 3: Foreign Exchange Reserves (USD Million)

		11-Jun-26	18-Jun-26	25-Jun-26	2-Jul-26	9-Jul-26
1.	CBK Foreign Exchange Reserves (USD Million)	13,240	13,149	13,173	14,047	14,127
2.	CBK Foreign Exchange Reserves (Months of Import Cover)*	5.6	5.6	5.6	6.0	6.0

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

Source: Central Bank of Kenya

Table 4: Interbank Deals, Volumes and Interest Rates

Date	Number of Deals	Value (KSh M)	KESONIA (%)*
26-Jun-26	27	15,780	8.75
29-Jun-26	23	10,138	8.76
30-Jun-26	21	10,450	8.75
1-Jul-26	8	4,200	8.75
2-Jul-26	15	3,300	8.75
June 26-July 2	**19**	**8,774**	**8.75**
3-Jul-26	10	1,900	8.75
6-Jul-26	8	4,425	8.75
7-Jul-26	11	4,600	8.75
8-Jul-26	10	8,000	8.75
9-Jul-26	8	2,250	8.75
July 3-9	**9**	**4,235**	**8.75**

** The overnight interbank rate has been officially named Kenya Shilling Overnight Interbank Average (KESONIA) from September 1, 2025*

Source: Central Bank of Kenya

Table 5: Performance of Treasury Bill Auctions

91-Day Treasury Bills						
Date of Auction	**28-May-26**	**11-Jun-26**	**18-Jun-26**	**25-Jun-26**	**2-Jul-26**	**9-Jul-26**
Amount Offered (KSh M)	4,000.00	4,000.00	4,000.00	4,000.00	4,000.00	8,000.00
Bids Received (KSh M)	14,093.44	32,826.96	36,846.88	23,013.48	25,614.06	34,798.62
Amount Accepted (KSh M)	14,081.70	26,860.98	23,621.44	14,187.31	16,125.52	15,607.75
Maturities (KSh M)	12,429.60	4,980.15	13,601.80	2,522.70	1,179.85	8,057.60
Average Interest Rate (%)	**8.388**	**8.707**	**8.821**	**8.828**	**8.835**	**8.825**
182-Day Treasury Bills						
Date of Auction	**28-May-26**	**11-Jun-26**	**18-Jun-26**	**25-Jun-26**	**2-Jul-26**	**9-Jul-26**
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)	1,049.48	4,377.39	3,219.88	2,268.16	2,485.19	8,882.84
Amount Accepted (KSh M)	1,049.48	3,896.74	3,206.02	833.16	1,521.22	8,880.93
Maturities (KSh M)	508.45	2,306.30	1,436.55	721.50	11,716.40	9,884.10
Average Interest Rate (%)	**8.250**	**8.601**	**8.778**	**8.844**	**8.962**	**8.971**
364-Day Treasury Bills						
Date of Auction	**28-May-26**	**11-Jun-26**	**18-Jun-26**	**25-Jun-26**	**2-Jul-26**	**9-Jul-26**
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)	1,494.84	2,136.76	8,916.60	2,776.87	7,092.09	6,038.15
Amount Accepted (KSh M)	1,490.29	1,851.77	8,913.86	2,405.42	7,083.83	6,036.33
Maturities (KSh M)	17,213.60	3,246.30	19,408.90	12,917.85	8,524.35	10,540.55
Average Interest Rate (%)	**8.627**	**8.872**	**8.975**	**8.993**	**8.995**	**8.992**

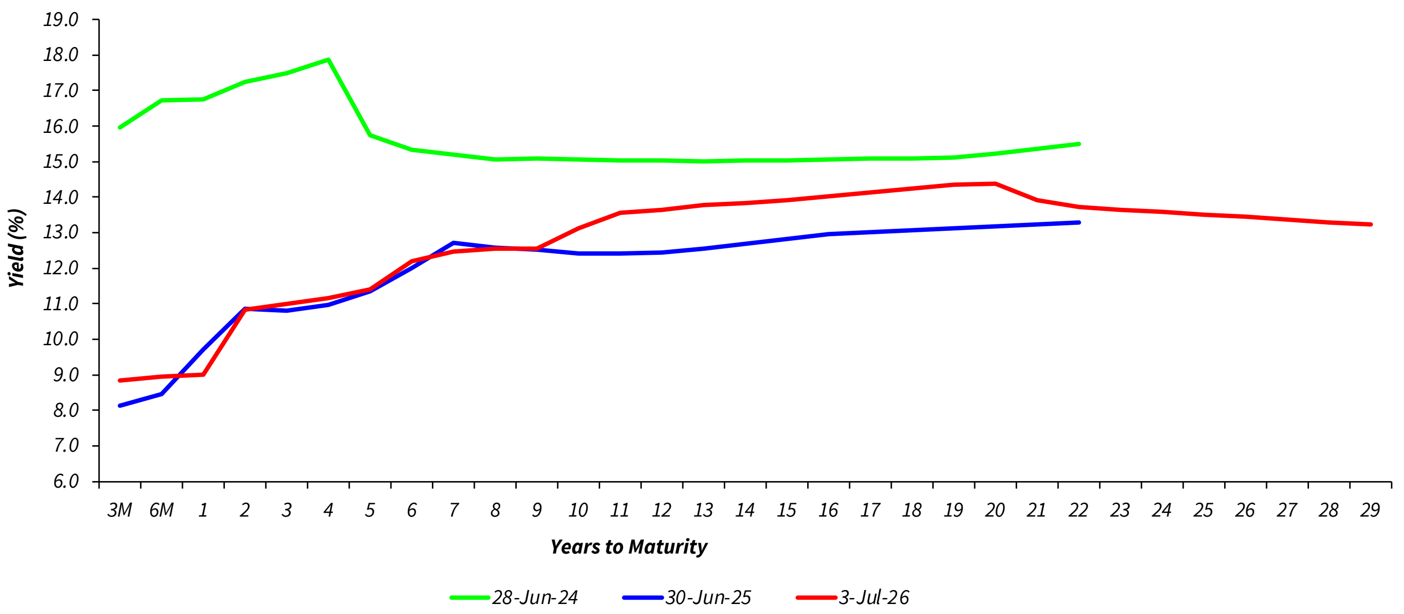
Source: Central Bank of Kenya

Table 6: Performance of Treasury Bond Auctions

Date of Auction	08-Jun-26		17-Jun-26		23-Jun-26		8-Jul-26		
	TAP SALE		RE-OPEN		TAP SALE		RE-OPEN		
Tenor	FXD1/ 2020/015	FXD1/ 2018/025	FXD1/ 2018/020	FXD1/ 2021/025	FXD1/ 2018/020	FXD1/ 2021/025	FXD1/ 2022/010	FXD1/ 2021/020	FXD1/ 2026/030
Amount offered (KSh M)	15,000.00		60,000.00		20,000.00		70,000.00		
Bids received (KSh M)	6,122.35	2,638.30	22,676.86	54,949.11	6,387.35	24,622.85	103,955.26	20,859.30	19,652.04
Amount Accepted (KSh M)	5,947.40	2,499.22	19,558.61	23,013.55	6,097.72	23,143.73	51,029.49	13,535.92	6,033.84
Maturities (KSh M)									
Average interest Rate (%)	13.31	14.23	13.99	14.86	13.99	14.86	12.78	14.34	14.62

Source: Central Bank of Kenya

Chart 1: Government Securities Yield Curve



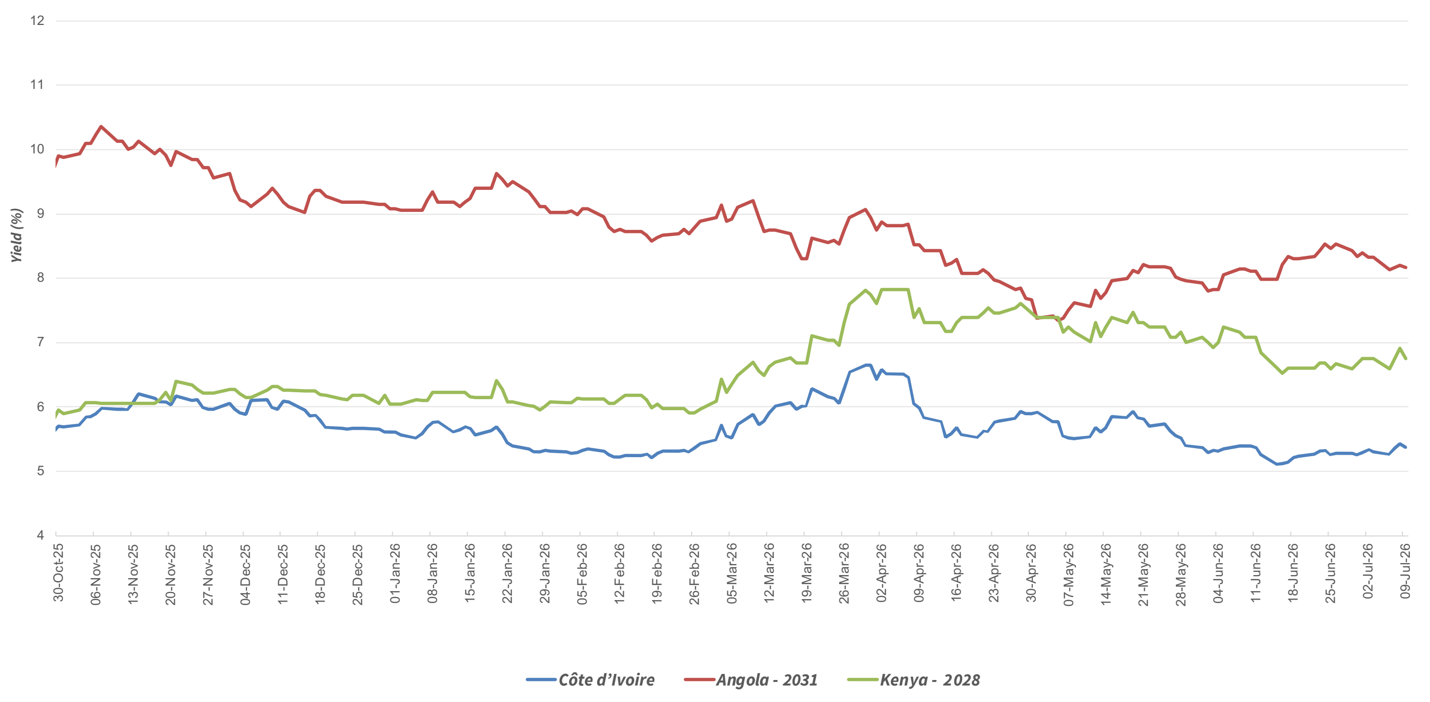
Source: Nairobi Securities Exchange (NSE)

Table 7: 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 Turnover (KSh Million)	Market Capitalization (KSh Billion)	Bonds Turnover (KSh Million)	EuroBond Yields (%)				
									10-Year 2028	6-Year 2031	12-Year 2032	13-Year 2034	30-Year 2048
26-Jun-26	222.42	6,184.12	3,743.18	10,312	25.32	1,049.67	3,732.65	11,742.25	6.68	6.92	7.32	7.84	8.67
29-Jun-26	222.82	6,167.28	3,742.74	12,323	68.76	4,720.84	3,739.30	13,773.05	6.60	6.96	7.32	7.84	8.67
30-Jun-26	224.15	6,208.91	3,755.44	8,725	6,063.47	208,150.22	3,761.74	11,646.00	6.67	6.99	7.38	7.87	8.66
1-Jul-26	224.70	6,251.99	3,780.42	11,680	20.30	724.62	3,770.87	10,862.65	6.75	7.06	7.50	7.95	8.71
2-Jul-26	225.98	6,307.78	3,809.79	10,785	16.98	799.42	3,792.33	10,516.30	6.75	7.14	7.56	8.02	8.75
June 26-2 July	**225.98**	**6,307.78**	**3,809.79**	**53,825**	**6,195**	**215,445**	**3,792.3**	**58,540**	**6.75**	**7.14**	**7.56**	**8.02**	**8.75**
3-Jul-26	227.17	6,344.17	3,827.10	10,964	17.19	855.39	3,812.37	6.752	7.137	7.559	8.022	8.754	8.67
6-Jul-26	228.17	6,364.94	3,844.43	11,867	21.16	488.40	3,829.17	6.589	7.097	7.497	7.947	8.660	8.67
7-Jul-26	230.41	6,406.80	3,861.73	12,164	37.70	1,526.38	3,866.70	6.750	7.248	7.620	8.048	8.687	8.66
8-Jul-26	229.62	6,370.81	3,850.02	11,595	19.19	632.45	3,853.49	6.913	7.478	7.807	8.225	8.836	8.71
9-Jul-26	227.74	6,295.26	3,813.32	9,860	12.80	367.81	3,821.99	6.748	7.358	7.713	8.126	8.781	8.75
July 3-9	**227.74**	**6,295.26**	**3,813.32**	**56,450.00**	**108.04**	**3,870.43**	**3,821.99**	**6.748**	**7.358**	**7.713**	**8.126**	**8.781**	**8.75**
Weekly Changes (%)	**0.78**	**-0.20**	**0.09**	**4.88**	**-98.26**	**-98.20**	**0.78**	**-43.46**	**-0.004***	**0.221***	**0.154***	**0.104***	**0.027***

** 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 8: Government Domestic Debt (KSh Billion)

	02-Apr-26	10-Apr-26	22-May-26	29-May-26	12-Jun-26	19-Jun-26	26-Jun-26	3-Jul-26
1. Treasury Bills (Excluding Repos)	1,192.39	1,169.99	1,116.98	1,106.91	1,090.91	1,113.77	1,116.41	1,118.15
(As % of total securities)	*17.06*	*16.67*	*15.88*	*15.70*	*15.43*	*15.78*	*15.71*	*15.66*
2. Treasury Bonds	5,798.22	5,846.82	5,917.05	5,944.45	5,980.16	5,945.25	5,990.15	6,021.15
(As % of total securities)	*82.94*	*83.33*	*84.12*	*84.30*	*84.57*	*84.22*	*84.29*	*84.34*
3. Total Securities (1+2)	6,990.61	7,016.81	7,034.03	7,051.36	7,071.07	7,059.02	7,106.56	7,139.31
4. Overdraft at Central Bank	53.11	47.40	114.95	89.49	115.71	93.36	92.17	91.42
5. Other Domestic debt*	108.34	108.34	106.21	106.21	98.22	98.22	98.24	98.22
of which IMF funds on-lent to Government	79.53	79.53	78.93	78.93	79.04	79.04	79.04	79.04
6. Gross Domestic Debt (3+4+5)	**7,152.06**	**7,172.55**	**7,255.19**	**7,247.06**	**7,285.00**	**7,250.60**	**7,296.98**	**7,328.94**

** Other domestic debt includes clearing items in transit, advances from commercial banks and Pre-1997 Government Overdraft.*
Source: Central Bank of Kenya

Table 9: Composition of Government Domestic Debt by Instrument (Percent)

	15-May-26	22-May-26	29-May-26	05-Jun-26	12-Jun-26	19-Jun-26	26-Jun-26	3-Jul-26
Treasury bills (Excluding Repos)	15.52	15.40	15.27	15.14	14.97	15.36	15.30	15.26
Treasury bonds	81.73	81.56	82.03	82.26	82.09	82.00	82.09	82.16
Overdraft at Central Bank	1.29	1.58	1.23	1.24	1.59	1.29	1.26	1.25
Other domestic debt	1.47	1.46	1.47	1.36	1.35	1.35	1.35	1.34
of which IMF fund on lent to government	1.09	1.09	1.09	1.09	1.08	1.09	1.08	1.08
Total	**100.00**	**100.00**	**100.00**	**100.00**	**100.00**	**100.00**	**100.00**	**100.00**

Source: Central Bank of Kenya

Table 10: Government Securities by Sector (Percent)

	27-Mar-26	02-Apr-26	10-Apr-26	24-Apr-26	29-May-26	19-Jun-26	26-Jun-26	3-Jul-26
Financial Corporations	79.8	79.9	80.0	79.9	79.9	79.9	79.9	79.9
O/W Commercial Banks	36.6	36.7	36.7	36.2	35.8	35.8	35.7	35.6
Pension Funds	14.1	14.0	14.0	14.2	14.3	14.3	14.3	14.4
Insurance Companies	13.5	13.6	13.6	13.7	13.9	14.0	14.1	14.1
General Government	6.9	7.0	6.9	7.0	7.1	7.1	7.1	7.1
Households	6.3	6.3	6.3	6.3	6.3	6.3	6.3	6.3
Non-Residents	4.5	4.4	4.3	4.3	4.2	4.2	4.2	4.2
Nonfinancial corporations	1.6	1.6	1.6	1.6	1.5	1.5	1.5	1.5
Non-Profit Institutions	0.9	0.9	1.0	1.0	1.0	1.0	1.0	1.0
Total	**100.0**	**100.0**	**100.0**	**100.0**	**100.0**	**100.0**	**100.0**	**100.0**

**Data has been re-classified to adopt a sectorization that is aligned with global best practices, including Government Finance Statistics Manual (GFSM) 2014, Public Sector Debt Statistics 2014 Manual, System of National Accounts (SNA) 2008, and Monetary and Financial Statistics (MFS) 2016. The new classification leverages on the Dhow Central Securities Depository (DhowCSD) system which has the capability to identify the ultimate holders of government securities. The new classification also captures information on any transfer of government securities that take place in the secondary market.*
Source: Central Bank of Kenya

Table 11: Public Debt

	Sep-25	Oct-25	Nov-25	Dec-25	Jan-26	Feb-26	Mar-26	April-26*
Domestic debt (Ksh Bn)	6,660.42	6,737.57	6,784.15	6,837.51	6,892.02	7,064.68	7,149.72	7,185.77
Public & Publicly Guaranteed External debt (USD $ Bn)	41.73	42.18	42.13	42.34	42.68	44.79	43.74	43.89
Public & Publicly Guaranteed External debt (Ksh Bn)	5,393.53	5,451.89	5,469.19	5,461.97	5,506.99	5,779.07	5,683.22	5,670.63
Public Debt (Ksh Bn)	**12,053.95**	**12,189.46**	**12,253.34**	**12,299.48**	**12,399.01**	**12,843.75**	**12,832.94**	**12,856.40**

** Provisional*
Source: The National Treasury and Central Bank of Kenya