



Central Bank of Kenya

# Weekly Bulletin

July 3, 2026



## RECENT MONETARY AND FINANCIAL DEVELOPMENTS

### Inflation

Overall inflation eased to 6.4 percent in June 2026 from 6.7 percent in May 2026, reflecting a moderation in the impact of global oil prices and domestic food prices. Core inflation declined marginally to 3.1 percent from 3.2 percent in May 2026, driven by a decline in prices of select processed food items. Over the same period, non-core inflation decreased to 15.1 percent from 16.0 percent, largely supported by moderation of energy prices, transport costs and food prices.

### Exchange Rates

The Kenya Shilling remained stable against major international and regional currencies during the week ending July 2, 2026. It exchanged at KSh 129.30 per U.S. dollar on July 2, compared to KSh 129.63 on June 25 (**Table 1**).

### Foreign Exchange Reserves

The foreign exchange reserves remained adequate at USD 14,047 million (6 months of import cover) as of July 2. This meets 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 July 2, 2026, with open market operations remaining active. Commercial banks' excess reserves averaged KSh 32.8 billion above the 3.25 percent Cash Reserve Ratio (CRR) requirement. The Kenya Shilling Overnight Interbank Average Rate (KESONIA) remained unchanged at 8.75 percent on July 2, the same level recorded on June 25. During the week, the average number of interbank transactions decreased to 19 from 28 in the previous week, while the average value traded declined to KSh 8.8 billion from KSh 16.1 billion in the previous week (**Table 3**).

### Government Securities Market

The Treasury bill auction of July 2, received bids totalling KSh 35.2 billion against an advertised amount of KSh 24.0 billion, representing a performance of 146.6 percent. Interest rate on the 91-day, 182-day and 364-day Treasury bills increased marginally (**Table 4**).

### Equity Market

At the Nairobi Securities Exchange, the NASI, NSE 25 and NSE 20 share price indices increased by 3.08 percent, 3.38 percent and 2.69 percent, respectively, during the week ending July 03, 2026. Market capitalization, total shares traded and equity turnover also increased by 3.08 percent, 3572.43 percent and 2694.98 percent, respectively (**Table 6**).

### Bond Market

Bond turnover in the domestic secondary market decreased by 22.66 percent during the week ending July 02, 2026 (Table 6). In the international market, yields on Kenya's Eurobonds increased by 20.89 basis points on average. Yields for Côte d'Ivoire increased while yields for Angola decreased (**Chart 3**).

### Global Trends

The Euro Area inflation declined to 2.8 percent in June 2026 from 3.2 percent in May, with core inflation declined to 2.4 percent from 2.6 percent. U.S. labor market conditions showed signs of moderation despite the unemployment rate falling to 4.2 percent from 4.3 percent. The U.S. Dollar Index weakened by 0.5 percent during the week, reflecting softer demand for the dollar and improved risk sentiment.

Commodity prices showed mixed movements in the week ending 2 July 2026 amid easing geopolitical tensions following the preliminary ceasefire agreement between the U.S. and Iran. Murban crude oil prices fell to USD 67.99 per barrel from USD 69.00 per barrel a week earlier. Spot gold prices increased to USD 4,122.80 per ounce from USD 4,026.00 per ounce, reflecting continued investor demand for safe-haven assets despite improving market sentiment.



**Table 1: Kenya Shilling Exchange Rates**

	USD	Sterling Pound	Euro	100 Japanese Yen	Uganda Shilling*	Tanzania Shilling*	Rwandese Franc*	Burundi Franc*
19-Jun-26	129.47	171.42	148.55	80.47	28.20	20.31	11.31	23.03
22-Jun-26	129.44	171.10	148.35	80.07	28.12	20.29	11.31	23.03
23-Jun-26	129.42	171.31	147.85	80.08	28.20	20.30	11.31	23.07
24-Jun-26	129.46	171.16	147.57	80.17	28.46	20.27	11.31	23.03
25-Jun-26	129.63	170.63	147.05	80.14	28.61	20.21	11.30	23.00
<b>June 19-25</b>	<b>129.48</b>	<b>171.12</b>	<b>147.87</b>	<b>80.19</b>	<b>28.32</b>	<b>20.28</b>	<b>11.31</b>	<b>23.03</b>
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
01-Jul-26	129.49	171.11	147.53	79.68	28.34	20.27	11.31	23.04
02-Jul-26	129.30	171.65	147.30	79.61	28.36	20.30	11.32	23.08
<b>June 25-July 2</b>	<b>129.49</b>	<b>171.29</b>	<b>147.56</b>	<b>79.89</b>	<b>28.36</b>	<b>20.30</b>	<b>11.31</b>	<b>23.03</b>

\*Units of currency per Kenya Shilling

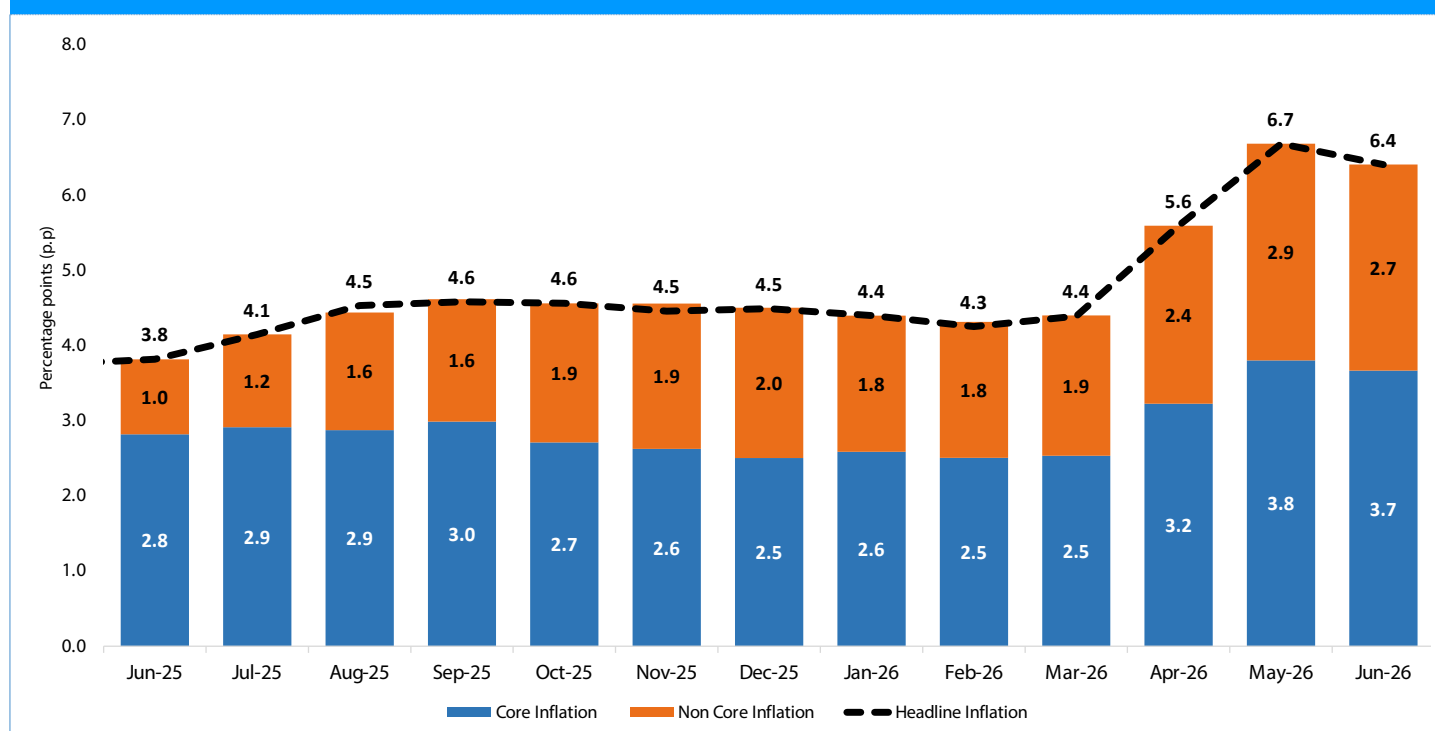
Source: Central Bank of Kenya

**Table 2: Foreign Exchange Reserves (USD Million)**

	04-Jun-26	11-Jun-26	18-Jun-26	25-Jun-26	02-Jul-26
1. CBK Foreign Exchange Reserves (USD Million)	13,201	13,240	13,149	13,173	14,047
2. CBK Foreign Exchange Reserves (Months of Import Cover)*	5.6	5.6	5.6	5.6	6.0

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

Source: Central Bank of Kenya

**Chart 1: Inflation developments (Percent)**

Source: Central Bank of Kenya

**Table 3: Interbank Deals, Volumes and Interest Rates**

Date	Number of Deals	Value (KSh M)	KESONIA (%)*
19-Jun-26	21	7,310	8.75
22-Jun-26	26	18,085	8.75
23-Jun-26	55	27,530	8.75
24-Jun-26	26	15,580	8.75
25-Jun-26	14	12,230	8.75
<b>June 19-25</b>	<b>28</b>	<b>16,147</b>	<b>8.75</b>
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
<b>June 26-July 2</b>	<b>19</b>	<b>8,774</b>	<b>8.75</b>

\* The overnight interbank rate has been officially named Kenya Shilling Overnight Interbank Average (KESONIA) from September 1, 2025  
Source: Central Bank of Kenya

**Table 4: Performance of Treasury Bill Auctions**

91-Day Treasury Bills						
Date of Auction	30-Apr-26	21-May-26	28-May-26	18-Jun-26	25-Jun-26	02-Jul-26
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)	8,024.94	15,865.73	14,093.44	36,846.88	23,013.48	25,614.06
Amount Accepted (KSh M)	8,005.39	11,949.60	14,081.70	23,621.44	14,187.31	16,125.52
Maturities (KSh M)	6,388.25	13,173.55	12,429.60	13,601.80	2,522.70	1,179.85
<b>Average Interest Rate (%)</b>	<b>8.040</b>	<b>8.387</b>	<b>8.388</b>	<b>8.821</b>	<b>8.828</b>	<b>8.835</b>
182-Day Treasury Bills						
Date of Auction	30-Apr-26	21-May-26	28-May-26	18-Jun-26	25-Jun-26	02-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)	3,258.48	8,389.79	1,049.48	3,219.88	2,268.16	2,485.19
Amount Accepted (KSh M)	3,258.48	8,389.79	1,049.48	3,206.02	833.16	1,521.22
Maturities (KSh M)	1,604.85	4,366.85	508.45	1,436.55	721.50	11,716.40
<b>Average Interest Rate (%)</b>	<b>8.212</b>	<b>8.211</b>	<b>8.250</b>	<b>8.778</b>	<b>8.844</b>	<b>8.962</b>
364-Day Treasury Bills						
Date of Auction	30-Apr-26	21-May-26	28-May-26	18-Jun-26	25-Jun-26	02-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)	7,192.07	5,789.69	1,494.84	8,916.60	2,776.87	7,092.09
Amount Accepted (KSh M)	7,179.77	5,778.40	1,490.29	8,913.86	2,405.42	7,083.83
Maturities (KSh M)	16,387.15	19,655.40	17,213.60	19,408.90	12,917.85	8,524.35
<b>Average Interest Rate (%)</b>	<b>8.513</b>	<b>8.588</b>	<b>8.627</b>	<b>8.975</b>	<b>8.993</b>	<b>8.995</b>

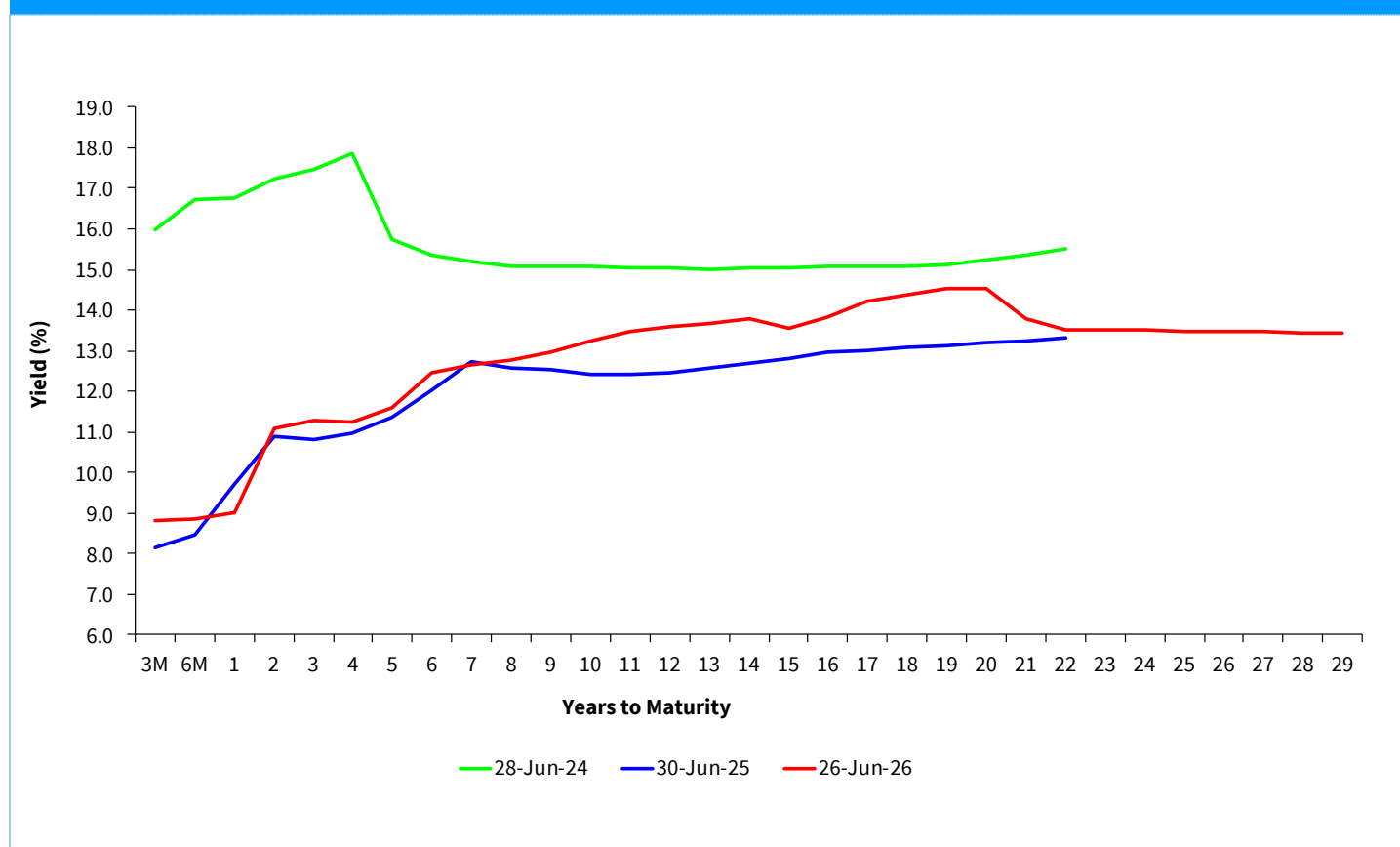
Source: Central Bank of Kenya

**Table 5: Performance of Treasury Bond Auctions**

Date of Auction	03-Jun-26		08-Jun-26		17-Jun-26		23-Jun-26	
	RE-OPEN		TAP SALE		RE-OPEN		TAP SALE	
Tenor	FXD1/ 2020/015	FXD1/ 2018/025	FXD1/ 2020/015	FXD1/ 2018/025	FXD1/ 2018/020	FXD1/ 2021/025	FXD1/ 2018/020	FXD1/ 2021/025
Amount offered (KSh M)	40,000.00		15,000.00		60,000.00		20,000.00	
Bids received (KSh M)	20,156.86	14,232.33	6,122.35	2,638.30	22,676.86	54,949.11	6,387.35	24,622.85
Amount Accepted (KSh M)	20,155.45	14,222.62	5,947.40	2,499.22	19,558.61	23,013.55	6,097.72	23,143.73
Maturities (KSh M)								
Average interest Rate (%)	13.31	14.23	12.76	13.40	13.99	14.86	13.99	14.86

Source: Central Bank of Kenya

**Chart 2: Government Securities Yield Curve**



Source: Nairobi Securities Exchange (NSE)

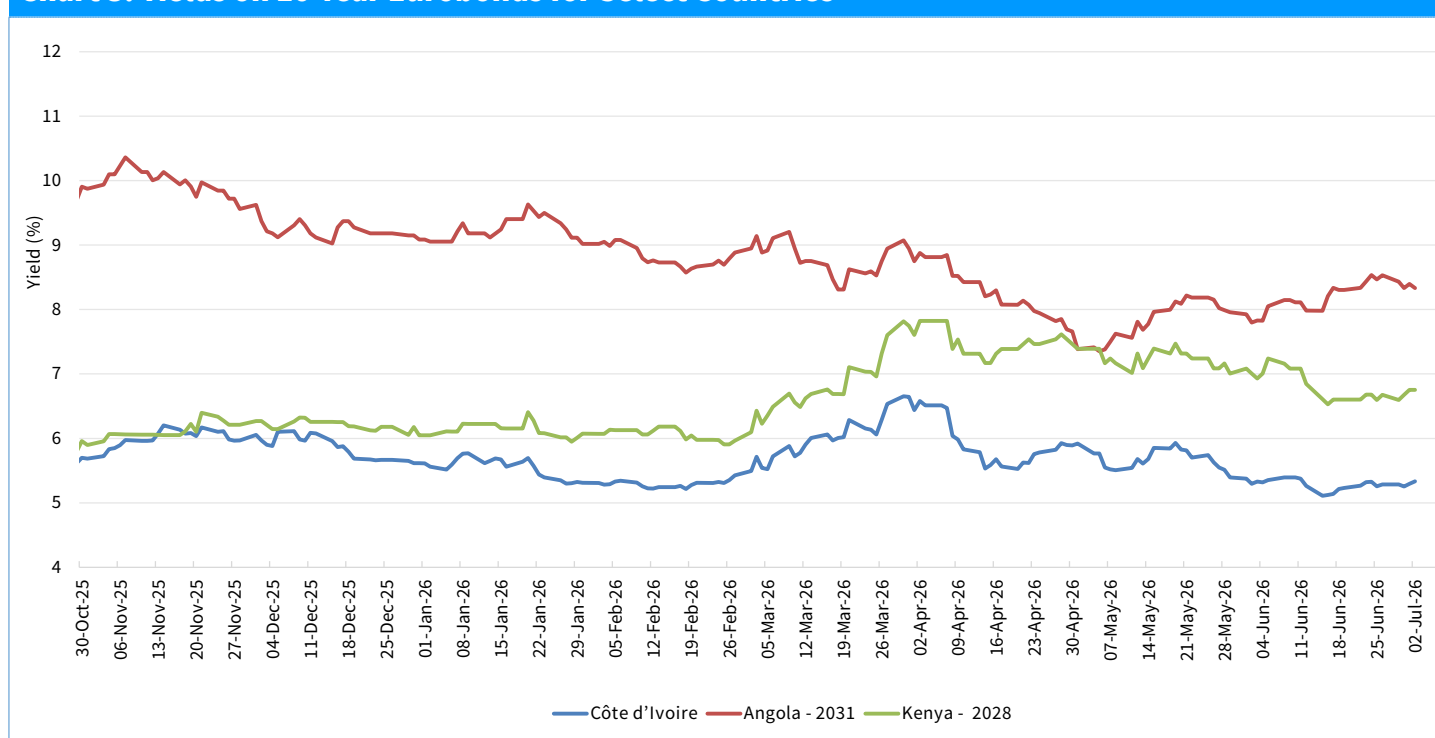
**Table 6: Performance of Key Market Indicators**

INDICATOR	NASI 100=2008	NSE 25 Share Index	NSE 20 Share Index 100=1996	Total Deals (Equity)	Total Shares Traded (Million)	Equity Turnover (KSh Million)	Market Capitaliza- tion (KSh Billion)	Bonds Turnover (KSh Million)	EuroBond Yields (%)				
									10-Year 2028	6-Year 2031	12-Year 2032	13-Year 2034	30-Year 2048
19-Jun-26	217.57	6,049.51	3,646.93	10,627.00	30.40	1,403.27	3,608.41	7,855.15	6.60	6.82	7.17	7.77	8.62
22-Jun-26	218.96	6,097.81	3,676.05	10,537.00	53.94	3,030.65	3,631.45	8,055.35	6.60	6.86	7.20	7.74	8.63
23-Jun-26	219.00	6,108.45	3,693.38	11,871.00	34.94	1,409.26	3,675.30	18,750.15	6.68	6.89	7.26	7.82	8.67
24-Jun-26	218.23	6,082.98	3,687.97	9,920.00	20.61	897.53	3,662.34	22,623.65	6.68	6.93	7.26	7.79	8.67
25-Jun-26	219.22	6,101.67	3,710.09	9,340.00	28.80	967.57	3,679.04	18,406.15	6.60	6.89	7.26	7.79	8.65
<b>June 19-25</b>	<b>219.22</b>	<b>6101.67</b>	<b>3710.09</b>	<b>52,295</b>	<b>169</b>	<b>7,708</b>	<b>3,679.0</b>	<b>75,690</b>	<b>6.60</b>	<b>6.89</b>	<b>7.25</b>	<b>7.79</b>	<b>8.65</b>
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
<b>June 26-2 July</b>	<b>225.98</b>	<b>6,307.78</b>	<b>3,809.79</b>	<b>53,825</b>	<b>6,195</b>	<b>215,445</b>	<b>3,792.3</b>	<b>58,540</b>	<b>6.75</b>	<b>7.14</b>	<b>7.56</b>	<b>8.02</b>	<b>8.75</b>
<b>Weekly Changes (%)</b>	<b>3.08</b>	<b>2.42</b>	<b>2.81</b>	<b>14.11</b>	<b>18.33</b>	<b>39.80</b>	<b>3.46</b>	<b>36.38</b>	<b>0.155*</b>	<b>0.251*</b>	<b>0.304*</b>	<b>0.227*</b>	<b>0.107*</b>

\* Percentage points

Source: Nairobi Securities Exchange (NSE) and Thomson Reuters

**Chart 3: Yields on 10-Year Eurobonds for Select Countries**



Source: London Stock Exchange

**Table 7: Government Domestic Debt (KSh Billion)**

	30-Jun-25	30-Sep-25	30-Nov-25	31-Dec-25	31-Mar-26	29-May-26	19-Jun-26	26-Jun-26
1. Treasury Bills (Excluding Repos)	1,036.87	1,081.71	1,050.19	1,074.45	1,192.39	1,106.91	1,113.77	1,116.41
<i>(As % of total securities)</i>	<b>16.87</b>	<b>16.65</b>	<b>15.82</b>	<b>16.15</b>	<b>17.06</b>	<b>15.70</b>	<b>15.78</b>	<b>15.71</b>
2. Treasury Bonds	5,110.01	5,415.65	5,587.54	5,578.98	5,798.22	5,944.45	5,945.25	5,990.15
<i>(As % of total securities)</i>	<b>83.13</b>	<b>83.35</b>	<b>84.18</b>	<b>83.85</b>	<b>82.94</b>	<b>84.30</b>	<b>84.22</b>	<b>84.29</b>
3. Total Securities (1+2)	6,146.88	6,497.35	6,637.73	6,653.43	6,990.61	7,051.36	7,059.02	7,106.56
4. Overdraft at Central Bank	67.63	55.02	40.01	78.23	53.16	89.49	93.36	92.17
5. Other Domestic debt*	111.50	108.04	106.41	105.85	105.95	106.21	98.22	98.24
of which IMF funds on-lent to Government	80.56	78.93	78.38	78.38	78.67	78.93	79.04	79.04
<b>6. Gross Domestic Debt (3+4+5)</b>	<b>6,326.01</b>	<b>6,660.42</b>	<b>6,784.15</b>	<b>6,837.51</b>	<b>7,149.72</b>	<b>7,247.06</b>	<b>7,250.60</b>	<b>7,296.98</b>

\* 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-25	30-Sep-25	30-Nov-25	31-Dec-25	31-Mar-26	29-May-26	19-Jun-26	26-Jun-26
Treasury bills (Excluding Repos)	16.39	16.24	15.48	15.71	16.68	15.27	15.36	15.30
Treasury bonds	80.78	81.31	82.36	81.59	81.10	82.03	82.00	82.09
Overdraft at Central Bank	1.07	0.83	0.59	1.14	0.74	1.23	1.29	1.26
Other domestic debt	1.76	1.62	1.57	1.55	1.48	1.47	1.35	1.35
of which IMF fund on lent to government	1.27	1.19	1.16	1.15	1.10	1.09	1.09	1.08
<b>Total</b>	<b>100.00</b>	<b>100.00</b>	<b>100.00</b>	<b>100.00</b>	<b>100.00</b>	<b>100.00</b>	<b>100.00</b>	<b>100.00</b>

Source: Central Bank of Kenya

**Table 9: Government Securities by Sector (Percent)**

	31-Jul-25	30-Sep-25	31-Dec-25	31-Mar-26	24-Apr-26	29-May-26	19-Jun-26	26-Jun-26
Financial Corporations	78.8	78.5	78.9	79.9	79.9	79.9	79.9	79.9
<i>O/W Commercial Banks</i>	35.6	35.4	34.9	36.7	36.2	35.8	35.8	35.7
<i>Pension Funds</i>	14.5	14.5	14.7	14.0	14.2	14.3	14.3	14.3
<i>Insurance Companies</i>	13.1	13.0	13.5	13.6	13.7	13.9	14.0	14.1
General Government	7.5	7.3	7.4	7.0	7.0	7.1	7.1	7.1
Households	6.4	6.5	6.4	6.3	6.3	6.3	6.3	6.3
Non-Residents	4.5	4.7	4.7	4.4	4.3	4.2	4.2	4.2
Nonfinancial corporations	2.0	2.2	1.8	1.6	1.6	1.5	1.5	1.5
Non-Profit Institutions	0.9	0.8	0.8	0.9	1.0	1.0	1.0	1.0
<b>Total</b>	<b>100</b>	<b>100.0</b>	<b>100.0</b>	<b>100.0</b>	<b>100.0</b>	<b>100.0</b>	<b>100.0</b>	<b>100.0</b>

\*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 10: Public Debt**

	Aug-25	Sep-25	Oct-25	Nov-25	Dec-25	Jan-26	Feb-26	Mar-26*
Domestic debt (Ksh Bn)	6,564.52	6,660.42	6,737.57	6,784.15	6,837.51	6,892.02	7,064.68	7,149.72
Public & Publicly Guaranteed External debt (USD \$ Bn)	41.81	41.73	42.18	42.13	42.34	42.68	44.79	43.74
Public & Publicly Guaranteed External debt (Ksh Bn)	5,403.28	5,393.53	5,451.89	5,469.19	5,461.97	5,506.99	5,779.07	5,683.22
<b>Public Debt (Ksh Bn)</b>	<b>11,967.80</b>	<b>12,053.95</b>	<b>12,189.46</b>	<b>12,253.34</b>	<b>12,299.48</b>	<b>12,399.01</b>	<b>12,843.75</b>	<b>12,832.94</b>

\* Provisional

Source: The National Treasury and Central Bank of Kenya