

IFB1/2023/6.5

YIELD(YTM)	CLEAN PRICE
17.0000%	102.5044
17.1250%	102.1503
17.2500%	101.7979
17.3750%	101.4474
17.5000%	101.0985
17.6250%	100.7514
17.7500%	100.4060
17.8750%	100.0623
18.0000%	99.7203
18.1250%	99.3800
18.2500%	99.0414
18.3750%	98.7044
18.5000%	98.3691

IMPORTANT INFORMATION

The bond attracts Accrued Interest (AI) Of Ksh.4.8280 per Ksh 100.

Example: If quoted yield is 17.9327%, dirty price is the clean price (Ksh 99.9042) plus AI (Ksh 4.8280) which equals Ksh.104.7323.

IFB1/2023/17

YIELD(YTM)	CLEAN PRICE
15.0000%	96.7586
15.1250%	96.1105
15.2500%	95.4693
15.3750%	94.8348
15.5000%	94.2071
15.6250%	93.5860
15.7500%	92.9715
15.8750%	92.3634
16.0000%	91.7617
16.1250%	91.1663
16.2500%	90.5771
16.3750%	89.9940
16.5000%	89.4169
16.6250%	88.8458
16.7500%	88.2806
16.8750%	87.7212
17.0000%	87.1675
17.1250%	86.6195
17.2500%	86.0771
17.3750%	85.5401
17.5000%	85.0087
17.6250%	84.4826
17.7500%	83.9617
17.8750%	83.4462
18.0000%	82.9358
18.1250%	82.4305
18.2500%	81.9302
18.3750%	81.4349

IMPORTANT INFORMATION

The bond attracts Accrued Interest (AI) Of Ksh. 6.3688 per Ksh 100.

Example: If quoted yield is 14.3990%, dirty price is the clean price (Ksh 99.9742) plus AI (Ksh 6.3688) which equals Ksh.106.3430



Central Bank of Kenya

**PROSPECTUS FOR RE-OPENED SIX AND A HALF
AND SEVENTEEN YEARS
INFRASTRUCTURE BONDS**

IFB1/2023/6.5 AND IFB1/2023/17

TOTAL VALUE: KSHS 50 BILLION

AUGUST 2024

For enquiries please contact Central Bank of Kenya, Financial Markets Department on 2860000 or our Branches in Mombasa, Kisumu and Eldoret or Nyeri, Meru, Kisii 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

IFB1/2023/6.5 & IFB1/2023/17

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. 50 Billion
Purpose	:	Funding of infrastructure projects in the FY 2024/2025
Tenor	:	IFB1/2023/6.5 - (5.8 years)
	:	IFB1/2023/17 - (15.7 years)
Coupon Rate	:	IFB1/2023/6.5 -17.9327%
	:	IFB1/2023/17 - 14.3990%
Period of sale	:	25/07/2024 to 14/08/2024
Settlement Date	:	19/08/2024
Price Quote	:	Discounted/Premium/ Par
Minimum Amount	:	Kshs. 50,000.00
Interest Payment Dates	:	

IFB1/2023/6.5 (5.8 Years)

11/11/2024 10/11/2025 09/11/2026 08/11/2027 06/11/2028 05/11/2029
12/05/2025 11/05/2026 10/05/2027 08/05/2028 07/05/2029 06/05/2030

IFB1/2023/17 (15.7 Years)

09/09/2024 08/03/2027 03/09/2029 01/03/2032 28/08/2034 23/02/2037 22/08/2039
10/03/2025 06/09/2027 04/03/2030 30/08/2032 26/02/2035 24/08/2037 20/02/2040
08/09/2025 06/03/2028 02/09/2030 28/02/2033 27/08/2035 22/02/2038
09/03/2026 04/09/2028 03/03/2031 29/08/2033 25/02/2036 23/08/2038
07/09/2026 05/03/2029 01/09/2031 27/02/2034 25/08/2036 21/02/2039

Taxation	:	The bonds will be tax free as is the case for Infrastructure Bonds as provided for under the income tax act.
Redemption Structure	:	IFB1/2023/6.5 10 May 2027-50% amortization on outstanding principal amount, 7th May 2029-30% of unencumbered outstanding principal amounts and 6th May 2030-100%. IFB1/2023/17 28th February, 2033-50% of unencumbered outstanding principal amount, 20th February, 2040-100% final redemption.
Amortization	:	Where the borrower does not cancel a pledge contract five (5) days before the amortization date, the amortized bond principal and respective coupon payment, and the balance portion of the bond principal after amortization will be released to the lender.

Issuance method	:	Multi-Price Bid Auction.
Non-Competitive Bids	:	Maximum Kshs. 50 Million per CSD account per tenor. This does not apply to State corporations, public universities and Semi-Autonomous Government Agencies.
Competitive Bids	:	Minimum competitive bid amount is Kshs. 2 Million per CSD account per tenor.
Bids closure	:	Treasury bonds bids must be submitted to the Central Bank of Kenya electronically via CBK DhowCSD or TMD by 10.00 a.m on Wednesday, 14th August 2024.
Auction Date	:	Wednesday, 14th August 2024.
Payment Details	:	Investors should obtain the payment key and amount payable for successful bids from the DhowCSD Investor Portal/App under the transactions tab on Friday 16th August 2024
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 bonds as a last resort ,at 3% above the prevailing market yield or coupon rate whichever is higher, upon receiving written instructions from investors via the email rediscounts@centralbank.go.ke
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	:	The bonds are non-benchmark Bonds.
Eligibility	:	Only investors with active CSD 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 50,000.00 to commence on Monday, 19th August 2024.
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.