

FXD1/2019/20	
YIELD(YTM)	CLEAN PRICE
10.000%	123.448
10.125%	122.251
10.250%	121.072
10.375%	119.911
10.500%	118.767
10.625%	117.641
10.750%	116.531
10.875%	115.437
11.000%	114.360
11.125%	113.298
11.250%	112.252
11.375%	111.222
11.500%	110.206
11.625%	109.205
11.750%	108.219
11.875%	107.247
12.000%	106.289
12.125%	105.345
12.250%	104.414
12.375%	103.497
12.500%	102.592
12.625%	101.701
12.750%	100.822
12.873%	99.969
12.875%	99.955
13.000%	99.101
13.125%	98.259
13.250%	97.428
13.375%	96.609
13.500%	95.801
13.625%	95.005
13.750%	94.219
13.875%	93.444
14.000%	92.680

IMPORTANT INFORMATION
The bond attracts Accrued Interest (AI) of Ksh 1.238 per Ksh 100.
Withholding Tax is computed on clean prices. Example: If quoted yield is 12.873%, dirty price is the clean price (Ksh 99.969) plus AI (Ksh1.238) which equals Ksh.101.207



Central Bank of Kenya

PROSPECTUS FOR NEW FIVE-YEAR AND RE-OPENED TWENTY YEAR FIXED COUPON TREASURY BONDS

FXD1/2021/5 AND FXD1/2019/20

TOTAL VALUE: KSHS 50 BILLION

NOVEMBER 2021

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

FXD1/2021/5 & FXD1/2019/20

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 : Budgetary Support
Tenor : **FXD1/2021/5-(5 years)**
: **FXD1/2019/20-(17.5 years)**
Coupon Rate : **FXD1/2021/5 -Market Determined**
: **FXD1/2019/20- 12.873**
Period of sale : **25/10/2021 to 09/11/2021**
Value Date : **15/11/2021**
Price Quote : Discounted/Premium/ Par
Minimum Amount : Kshs. **50,000.00**
Interest Payment Dates :

FXD1/2021/5

16/05/2022	13/05/2024	11/05/2026
14/11/2022	11/11/2024	09/11/2026
15/05/2023	12/05/2025	
13/11/2023	10/11/2025	

FXD1/2019/20

11/04/2022	05/10/2026	31/03/2031	24/09/2035
10/10/2022	05/04/2027	29/09/2031	24/03/2036
10/04/2023	04/10/2027	29/03/2032	22/09/2036
09/10/2023	03/04/2028	27/09/2032	23/03/2037
08/04/2024	02/10/2028	28/03/2033	21/09/2037
07/10/2024	02/04/2029	26/09/2033	22/03/2038
07/04/2025	01/10/2029	27/03/2034	20/09/2038
06/10/2025	01/04/2030	25/09/2034	21/03/2039
06/04/2026	30/09/2030	26/03/2035	

Taxation : Discount/Interest is subject to withholding tax at a rate of 15% for the Five year and 10% for the Twenty year Bond.

Redemption Dates : **FXD1/2021/5- 09/11/2026**
: **FXD1/2019/20- 21/03/2039**

Issuing and Paying Agent : Central Bank of Kenya.
Placing Agents :
• Commercial Banks
• Non-Bank Financial Institutions

Issuance method : Multi-Price Bid Auction.
Non-Competitive Bids : Maximum **Kshs. 20 Million** per CDS account per tenor. This does not apply to State corporations, public universities and Semi-Autonomous Government Agencies.

Bids Closure : Duly completed bond application forms must be submitted to any branch of the Central Bank in the specified tender box or via Treasury Mobile Direct (TMD) or CBK Internet Banking by **2.00 p.m on Tuesday, 9th November, 2021.**

Auction Date Results : **Wednesday, 10/11/2021.**
: Investors should obtain details of amounts payable for successful bids from Central Bank of Kenya on **11/11/2021.**

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 Eligibility : The bonds are benchmark Bonds.
: Only investors with active CDS Accounts with the Central Bank of Kenya.

Re-opening Secondary Trading : The Bonds may be re-opened at a future date.
: Secondary trading in multiples of KShs 50,000.00 to commence on **Tuesday, 16th November, 2021.**

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.