



ISSUANCE OF 30YEAR GOVERNMENT OF KENYA SAVINGS DEVELOPMENT BOND AND 2YR BENCHMARK BOND

The Central Bank of Kenya has today announced the issuance of the first ever a **30 Year Government of Kenya Savings Development Bond** and a 2 Year Benchmark Bond to be value dated 28th February, 2011. The total amount on offer is upto Kshs.18bn.

The 30Yyear Savings Development Bond comes with an attractive coupon rate of 12% per annum paid every six months, and is intended to support the build up of national savings, as envisaged in the Vision 2030. The Central Bank invites all members of the public to contribute towards the success of the Savings Development Bond whose proceeds will be used towards the development of social and economic infrastructure including the implementation of the new constitution. The bond presents a risk free investment opportunity for investors to boost their savings with a guaranteed high return

Application forms for the bonds can be obtained from the Central Bank of Kenya website www.centralbank.go.ke or from any Central Bank of Kenya branches in Kisumu, Eldoret and Mombasa and Currency Centres in Nyeri and Nakuru. The Central Bank has also appointed on a pilot basis five (5) commercial banks namely, **Kenya Commercial Bank, National Bank, Equity Bank, Co-operative Bank and Kenya Post Office Savings Bank** to facilitate opening of new CDS accounts to all potential investors in this month's bond issue and in subsequent issues of both Treasury bills and bonds. These banks, will in addition to offering this service, also facilitate placing of auction bids, disseminating auction results as well as receiving payments from successful bidders who invested through them.

For any enquiries please contact Financial Markets Department, Central Bank of Kenya on 2860000 or any of the Central Bank's Branches and Currency Centres indicated above or send email to NDO@centralbank.co.ke

CENTRAL BANK OF KENYA
2nd February, 2011