



PRESS RELEASE

FOR IMMEDIATE RELEASE

END OF TERM IN OFFICE
OF THE
NSE CHIEF EXECUTIVE
MR. PETER MWANGI

Nairobi August 21, 2014



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The Nairobi Securities Exchange, the principal Securities Exchange in Kenya announces that the Chief Executive Mr. Peter K. Mwangi is to step down from his position effective November 23, 2014. Mr. Mwangi was appointed on November 24, 2008 on a three year contract. This was extended in November 2011 for another term of three years which is due to end on November 23, 2014.

After Mr. Mwangi's contract extension in November 2011, amendments to the Capital Markets (Licensing Requirements) (General) Regulations (2002) came into force in 2012. They require that a Chief Executive Officer of an Exchange can only serve for two terms.

During his six years at the Exchange, Mr. Mwangi has achieved major milestones for the Capital Markets Industry and has been instrumental in spearheading several key projects. Most recently is the Demutualization and imminent Self Listing of the Exchange through an Initial Public Offering. During his term, the Exchange has accomplished a number of key milestones which include:

Products and Services

- I. The trading of Corporate and Government of Kenya Treasury Bonds on the Automated Trading System (ATS);
- II. The reduction of the equity trading and settlement cycle from T+4 to T+3;
- III. The introduction of the FTSE NSE Kenya 15 and FTSE NSE Kenya 25 Equity Index Series;
- IV. The reclassification of the business segments under which equities were placed from (5) to ten (10) industry sectors;
- V. Membership of the Financial Information Services Division (FISD) of the Software and Information Industry Association (SIIA);
- VI. The NSE Broker Back Office commenced operations with a system capable of facilitating internet trading;
- VII. The introduction of the FTSE NSE Kenyan Shilling Government Bond Index;
- VIII. The first inward cross listing of an East African company since the incorporation of EASEA on May 15, 2009. UMEME Holdings Limited cross listed on the Main Investment Market Segment (MIMS);
- IX. The commencement in the operations of the Broker Back Office (BBO);
- X. The launch of the Growth Enterprise Market Segment (GEMS) for medium sized companies;
- XI. The Board of the Association of Futures Market (AFM), admitted the NSE as an associate member of the Association;
- XII. The NSE and the Shanghai Stock Exchange (SSE) entered into a Memorandum of Understanding (MoU);
- XIII. CBA Capital Ltd and Equity Investment Bank Ltd were admitted as trading participants on The Exchange;
- XIV. The submission to the Capital Markets Authority of the listing and trading rules for Real Estate Investment Trusts (REITs);
- XV. The submission of an application to the Capital Markets Authority by the NSE to operate a Derivatives Exchange.



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Corporate Actions

- I. The Change of the name of the Exchange from Nairobi Stock Exchange to Nairobi Securities Exchange;
- II. The Conversion of the Exchange from a company limited by guarantee to one limited by shares;
- III. The relocation of the business from the Central Business District to our own building on 55 Westlands Road;
- IV. The conversion of the NSE to a public company;
- V. The 2013 winner of the Africa Investor Category of the Most Innovative African Stock Exchange category;
- VI. The rebranding and repositioning of the Nairobi Securities Exchange;
- VII. The demutualisation of the Nairobi Securities Exchange;
- VIII. The initial public offer of the Nairobi Securities Exchange.

“I am tremendously honored to have steered the Exchange during my tenure and have greatly enjoyed my time here. I wish to thank the Board of Directors for giving me the opportunity to serve in this position and especially the Chairman, Mr. Eddy Njoroge for his encouragement and confidence in me. I believe that the organization is in a position of strength, relevance, and influence and is very well placed to move to the next level of achievement and impact.” said Mr. Mwangi.

Speaking on behalf of the Board of Directors, the Chairman Mr. Eddy Njoroge paid tribute to Mr. Mwangi’s achievements, “Peter has been an inspiring and transformational leader throughout his tenure and has successfully advanced NSE’s vision *‘To be a leading securities exchange in Africa, with a global reach’*. I sincerely thank Peter for his tremendous contribution to our company and wish him well in his future endeavors.”

The Board of Directors of NSE is very appreciative of the work Peter has done and will ensure a smooth transition. The process of recruiting a successor will commence immediately.



FOR FURTHER INFORMATION PLEASE CONTACT;

Waithera Mwai-Ireri
Manager, Investor Relations & Communications
Nairobi Securities Exchange Ltd.
Tel: +254 (020) 283 1000
Email: wmwai@nse.co.ke
Website: www.nse.co.ke

ABOUT THE NAIROBI SECURITIES EXCHANGE (NSE)

The Nairobi Securities Exchange (NSE) is the principal securities exchange of Kenya. Besides equity securities, the NSE offers a platform for the issuance and trading of debt securities. The NSE is a member of the African Securities Exchanges Association (ASEA) and the East African Securities Exchanges Association (EASEA). It is an affiliate member of the World Federation of Exchanges (WFE) and an associate member of the Association of Futures Markets (AFM).