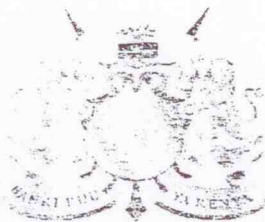


PRINCIPAL SECRETARY
THE NATIONAL TREASURY
11 DEC 2015
RECEIVED
P. O. Box 30007 - 00100, NAIROBI.

BANKI
KUU YA
KENYA



CENTRAL
BANK OF
KENYA

December 11, 2015

Haile Selassie Avenue
P.O. Box 60000-00200 Nairobi, Kenya
Telephone: 2860000, Fax: 340192

The Principal Secretary,
The National Treasury
P O Box 30007-00100
NAIROBI

Dear Sir,

**RE: NET CREDIT TO GOVERNMENT AND NET DOMESTIC FINANCING FOR
FINANCIAL YEARS 2013/14 AND 2014/2015**

We acknowledge receipt of your letter Ref. DMD 4/02 dated 10th December, 2015 addressed to the Governor, Central Bank of Kenya on the subject.

As requested by the National Treasury, we attach certified copies of reports on net credit to Government and net domestic financing position for financial years 2013/2014 and 2014/2015 for your necessary action

Yours faithfully

Handwritten signature of Mwenda K. Marete in black ink.

Mwenda K. Marete
Asst. Director,
Financial Markets

Handwritten signature of Moses M. Muthui in black ink.

Moses M. Muthui
Authorized Signatory

Attachments

| | 28-Jun-13 | 31-Jul-13 | 30-Aug-13 | 30-Sep-13 | 31-Oct-13 | 29-Nov-13 | 31-Dec-13 | 31-Jan-14 | 28-Feb-14 | 31-Mar-14 | 30-Apr-14 | 30-May-14 | 30-Jun-14 | Change from end June 2013 |
|---|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|---------------------------|
| GOVERNMENT DOMESTIC CREDIT 2013/14 (KSH Billion) | | | | | | | | | | | | | | |
| Gross Domestic Credit | 996,209 | 1,023,411 | 1,060,630 | 1,108,631 | 1,112,988 | 1,108,395 | 1,128,005 | 1,139,316 | 1,163,687 | 1,171,652 | 1,161,044 | 1,178,152 | 1,226,321 | 230,113 |
| A. Government Securities | 987,490 | 1,006,303 | 1,026,213 | 1,072,806 | 1,083,358 | 1,074,860 | 1,092,142 | 1,115,187 | 1,127,842 | 1,135,868 | 1,124,690 | 1,136,602 | 1,186,028 | 198,538 |
| 1. Treasury Bills (excluding Repo Bills) | 245,481 | 232,595 | 254,534 | 282,055 | 285,996 | 285,996 | 280,349 | 288,920 | 290,342 | 278,402 | 256,172 | 255,842 | 278,920 | 33,440 |
| Banking institutions | 166,393 | 161,945 | 167,190 | 180,840 | 179,000 | 172,453 | 172,692 | 174,648 | 175,248 | 160,621 | 139,849 | 141,779 | 164,458 | -1,935 |
| Others | 79,088 | 70,651 | 87,344 | 101,215 | 106,996 | 113,543 | 107,657 | 114,272 | 115,093 | 117,781 | 116,322 | 114,063 | 114,462 | 35,374 |
| 2. Treasury Bonds | 713,120 | 744,818 | 742,791 | 761,862 | 768,473 | 759,975 | 782,904 | 797,934 | 809,166 | 829,132 | 840,184 | 852,426 | 879,329 | 166,209 |
| Banking institutions | 329,803 | 332,643 | 330,368 | 340,739 | 341,939 | 341,939 | 357,238 | 369,112 | 378,503 | 394,766 | 541,465 | 407,346 | 422,767 | 92,965 |
| Others | 383,318 | 412,175 | 412,422 | 421,122 | 426,534 | 418,036 | 425,666 | 428,822 | 430,663 | 434,365 | 298,719 | 445,080 | 456,561 | 73,244 |
| 3. Long term Stocks | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 |
| Banking institutions | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 |
| Others | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 |
| 4. Pre-1997 Government Overdraft | 28,889 | 28,889 | 28,889 | 28,889 | 28,889 | 28,889 | 28,889 | 28,334 | 28,334 | 28,334 | 28,334 | 28,334 | 27,779 | -1,110 |
| Of which: Repo T/Bills | 28,901 | 28,828 | 28,828 | 28,828 | 28,828 | 28,828 | 28,828 | 28,273 | 28,273 | 28,273 | 28,273 | 28,273 | 27,718 | -1,183 |
| B. Others: | 8,719 | 17,108 | 34,417 | 35,825 | 29,630 | 33,534 | 35,864 | 24,128 | 35,845 | 35,784 | 36,354 | 41,551 | 40,293 | 31,574 |
| Of which CBK Overdraft to Govt. | 6,999 | 15,488 | 32,719 | 34,187 | 27,980 | 34,187 | 34,187 | 22,474 | 34,187 | 34,187 | 34,187 | 39,123 | 37,238 | 30,239 |
| C. Central Government Deposits | 97,370 | 137,068 | 145,753 | 137,467 | 139,615 | 98,277 | 122,507 | 117,500 | 117,497 | 100,418 | 84,219 | 73,040 | 266,233 | 168,863 |
| of which Sovereign bond proceeds | | | | | | | | | | | | | 140,478 | 28,385 |
| D. Net Domestic Credit | 97,370 | 886,343 | 914,877 | 971,164 | 973,373 | 1,010,118 | 1,005,498 | 1,021,815 | 1,046,190 | 1,071,234 | 1,076,825 | 1,105,113 | 960,089 | 61,249 |
| E. Change in Net Credit (from end June) | 898,839 | 886,343 | 914,877 | 971,164 | 973,373 | 1,010,118 | 1,005,498 | 1,021,815 | 1,046,190 | 1,071,234 | 1,076,825 | 1,105,113 | 960,089 | 61,249 |
| Others | 169,776 | -12,496 | 16,038 | 72,325 | 74,533 | 111,278 | 106,659 | 122,976 | 147,351 | 172,394 | 177,986 | 206,273 | 61,249 | |

Note
* From end of August 2013 the deposits excludes the county deposits

Prepared by: *Cyrus Mugo*
 Checked by: *Nelson Ruto*
 Approved by: *Charles Koori*



