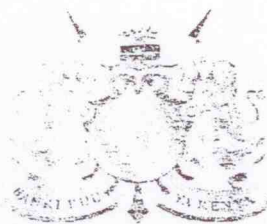


PRINCIPAL SECRETARY
THE NATIONAL TREASURY
11 DEC 2015 *gfd*
RECEIVED
P. O. Box 30007 - 00100, NAIROBI.

BANKI
KUU YA
KENYA



CENTRAL
BANK OF
KENYA

December 11, 2015

Haile Selassie Avenue
P.O. Box 60000-00200 Nairobi, Kenya
Telephone: 2560000, 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

GOVERNMENT DOMESTIC CREDIT 2013/14 (KSH Billion)

	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
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	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
Others	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	28,385
D. Net Domestic Credit	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	61,249
E. Change in Net Credit (from end June)														

Note

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

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



GOVERNMENT DOMESTIC CREDIT 2014/15(KSH Billion)

	Act	Act	Act	Act	Act	Act	Act	Act	Act	Act	Act	Act	Act	Act	Act	Act	Act	Act	Change from end June 2014
	30-Jun-14	31-Jul-14	29-Aug-14	30-Sep-14	31-Oct-14	28-Nov-14	31-Dec-14	30-Jan-15	27-Feb-15	31-Mar-15	30-Apr-15	29-May-15	30-Jun-15						
Gross Domestic Credit	1226.321	1237.345	1223.335	1204.127	1196.732	1241.508	1245.016	1270.175	1287.952	1328.851	1346.418	1339.057	1352.476	126.154					
A. Government Securities	1186.028	1204.433	1190.699	1167.934	1176.461	1223.044	1212.258	1240.424	1252.237	1290.033	1315.563	1316.873	1314.641	128.613					
1. Treasury Bills (excluding Repo Bills)	278.920	297.315	284.564	255.575	262.074	278.778	268.511	275.779	283.409	315.471	319.923	307.959	293.525	14.605					
Banking institutions	164.458	184.265	171.013	149.086	158.097	178.890	175.218	179.093	190.255	216.845	226.282	212.885	199.021	34.563					
Others	114.462	113.050	113.552	106.489	103.977	99.888	93.293	96.686	93.154	98.626	93.641	95.074	94.504	-19.958					
2. Treasury Bonds	879.329	879.340	878.356	884.580	886.608	916.487	916.515	937.414	941.597	947.332	968.409	981.683	994.440	115.111					
Banking institutions	422.767	422.811	419.546	423.944	422.901	440.021	440.625	451.079	460.086	460.004	478.027	488.386	493.831	71.063					
Others	456.561	456.528	458.810	460.637	463.707	476.467	475.890	486.335	481.511	487.328	490.382	493.297	500.609	44.048					
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	27.779	27.779	27.779	27.779	27.779	27.779	27.231	27.231	27.231	27.231	27.231	27.231	26.676	-1.103					
Of which: Repo T/Bills	27.718	27.718	27.718	27.718	27.718	27.718	27.170	27.170	27.170	27.170	27.170	27.170	26.615	-1.103					
B. Others:	40.293	32.912	32.635	36.192	20.271	18.464	32.758	29.751	35.715	38.818	30.855	22.184	37.834	-2.459					
Of which CBK Overdraft to Govt.	37.238	31.658	30.378	34.374	18.301	22.504	30.929	27.487	34.198	37.398	29.769	21.095	36.494	-0.744					
C. Central Government Deposits	266.233	253.224	209.284	165.232	155.456	154.945	216.059	212.702	171.946	181.883	195.413	171.024	141.285	-124.948					
of which Sovereign bond proceeds	140.478	87.444	87.444	38.463	23.463	23.463	97.268	72.268	72.268	47.268	47.268	47.268	17.268						
Others	125.755	165.780	121.839	126.769	131.993	131.482	118.791	140.434	99.678	134.615	148.144	123.756	124.017	-1.738					
D. Net Domestic Credit	960.089	984.121	1014.051	1038.894	1041.276	1086.563	1028.956	1057.473	1116.005	1146.968	1151.005	1168.033	1211.191	251.102					
E. Change in Net Credit (from end June)	61.249	24.032	53.963	78.806	81.187	126.475	68.868	97.384	155.917	186.879	190.917	207.944	251.102						

Prepared by: *Cyrt* *Stutto*
 Cyrus Mugo
 Checked by: *hnc*
 Nelson Rutto
 Approved by: Charles Koori

