

Statistical Release

Gross Domestic Product and Balance of Payments

Third Quarter 2014

December 2014

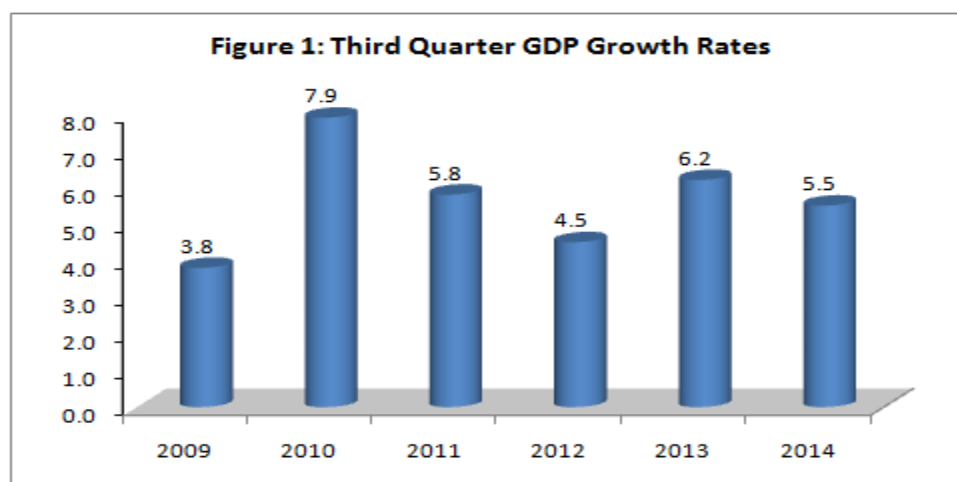
1.0 Overview of the Economic Performance

Kenya's economy is estimated to have expanded by 5.5 per cent during the third quarter of 2014 compared to a revised growth of 6.2 per cent in the same period of 2013 (see Figure 1 and Tables 1 and 2 for details). The growth was mainly supported by strong expansions of activities in construction; finance and insurance; wholesale and retail trade; information and communication; and agriculture and forestry. All the sectors of the economy recorded positive growths except accommodation and food services (hotels and restaurants) which has consistently been on the decline since last year.

During the quarter, most of the macroeconomic indicators remained relatively stable. The Kenya Shilling exchanged at an average of 88.3 against the US dollar compared to KSh 87.3 recorded in 2013. Similarly, the Shilling was stable against the Euro, Uganda and Tanzania Shillings but appreciated significantly against the Yen and South African Rand. On the other hand, the Kenya Shilling depreciated considerably against the Sterling Pound to exchange at an average of KSh 148.6 compared from an average of KSh 135.3 during the same quarter of 2013. During the quarter under review, inflation averaged at 7.54 per cent, which was slightly higher than the Central Bank's target of between 2.5 to 7.5 per cent, in comparison to an average of 6.99 per cent during a similar quarter last year. The rise in inflation was mainly on account of increase in prices of food and beverage and transport costs in the months of July and August. However, inflation eased downwards during the month of September. During the review period, transport charges went up despite the fall in the international oil prices. Average Murban ADNOC crude oil prices (US\$/barrel) decreased by 6.4 per cent during the review quarter compared to the same quarter of 2013.

The Central Bank Rate (CBR) was maintained at 8.50 per cent throughout the third quarter of 2014. The weighted average interest rates for commercial bank loans and advances averaged at 16.40 per cent during the quarter compared to 16.95 per cent during a similar period in 2013. The marginal decline was despite the introduction of Kenya Banks' Reference Rate (KBRR) in early July 2014, which was expected to significantly bring down the cost of borrowing. The KBRR was initially set at 9.13 per cent and replaced the base lending rate, which commercial banks previously used to price their loans and advances. Activities in the Nairobi Securities Exchange were on an upward trend with the value of shares transacted averaging at KSh 16.6 billion during the quarter compared to Ksh 14.0 billion during the

same period of 2013. The NSE 20 share index rose to an average of 5,100 from 4,760 over the same period. The overall balance of payments position worsened from a surplus of KSh 17,498 million in the third quarter of 2013 to a deficit of KSh 77,480 million in the third quarter of 2014.



2.0 Sectoral Analysis

Agriculture and Forestry

The sector grew by to 6.2 per cent in third quarter 2014 compared to a growth of 5.8 per cent in 2013. Notable improvements were recorded in the production of fruits and cut flowers whose value of exports increased significantly during the quarter under review compared to 2013. During the quarter the volume of tea produced increased by 6.4 per cent from 85.4 thousand metric tonnes in 2013 to 90.9 thousand metric tonnes on account of favourable rainfall. Coffee sales also increased significantly during the review quarter.

Manufacturing

The sector is estimated to have expanded by 4.5 per cent during the reviewed quarter. The growth was mainly supported by significant expansions in assembly of motor vehicles, production of soft drinks, processing of maize meal and production of cement which expanded by 41.3, 10.8, 10.3 and 7.8 per cent, respectively. Manufacture of galvanized sheets and sugar products contracted by 11.1 and 10.0 per cent compared to the same period in 2013.

Transport

The transport sector recorded an improved growth of 4.0 per cent in the third quarter 2014 compared to 2.7 per cent in third quarter 2013. The sector's acceleration in growth was attributed to increased demand for transportation of cargo as trade activities expanded as well as a general increase in commuter services. The demand for diesel grew as reflected in the consumption which stood at 449.3 thousand tonnes in the third quarter 2014 compared to 430.4 thousand tonnes in same quarter in 2013.

Accommodation and Restaurants

The accommodation and restaurants service activity recorded a deeper contraction in its third quarter growth at 14.6 per cent compared to a contraction of 3.9 per cent during the same quarter of 2013. The contraction is attributable to both internal and external factors including insecurity concerns, negative travel advisories by some key tourist source countries and the perceived health risks in Kenya due to the country's geopolitical location and connectivity with West Africa. This resulted to an estimated drop, in beds occupancy, of sixty per cent in coastal beach hotels and twenty eight per cent in Nairobi high class hotels.

Construction

During the quarter under review, construction recorded a growth of 11.0 per cent compared to a growth of 8.6 per cent in a similar quarter in 2013. The sector's resilience has been on account of sustained development of the real estate by the private sector and infrastructure development by the public sector. The growth in the sector was reflected in cement consumption which expanded by 11.1 per cent during the review period.

Information and Communication

The sector recorded a growth of 6.6 per cent in third quarter of 2014 compared to a growth of 14.0 per cent in same quarter of 2013. The growth in the sector is attributable to increased uptake of information services, notably usage of data services and stability in the growth of voice services. These are due to improvements in quality and pricing of the services.

Financial Intermediation

The sector recorded an improved growth of 9.9 per cent during the period under review compared to 8.3 per cent growth in the same quarter of 2013. Domestic credit grew by 6.3 per

cent over the third quarter of 2014 compared to a growth of 4.8 per cent in the same quarter of 2013. Net foreign assets decreased from KSh 529 billion in June 2014 to KSh 446 billion in September 2014, a drop of 21.0 per cent, compared to an increase of 3.2 per cent recorded over a similar period in 2013. Overall domestic credit grew by 3.7 per cent to KSh 2,110.0 billion in the review period compared to an increase of 5.2 per cent over the same period in 2013. Broad money supply grew by 4.7 per cent to KSh 2,251.8 billion in September 2014 compared to a growth of 3.6 per cent recorded in a similar period in 2013.

Figure 2 shows the trend of various interest rates from January 2013 to September 2014. During the third quarter of 2014, the average interest rate on 91-day treasury bills stood at 8.40 per cent, compared to an average of 9.58 per cent rate recorded in a similar period in 2013. The overdraft and maximum lending interest rates dropped from an average of 16.4 and 16.9 per cent to 15.8 and 16.0 per cent, respectively, over the same period. The interbank rate dropped marginally from an average of 7.8 per cent to 7.4 per cent, while the average savings deposit rate dropped from 1.6 per cent to 1.5 per cent in the review period.

Figure 2: Monthly Movements in Interest Rates, January 2013 – September 2014

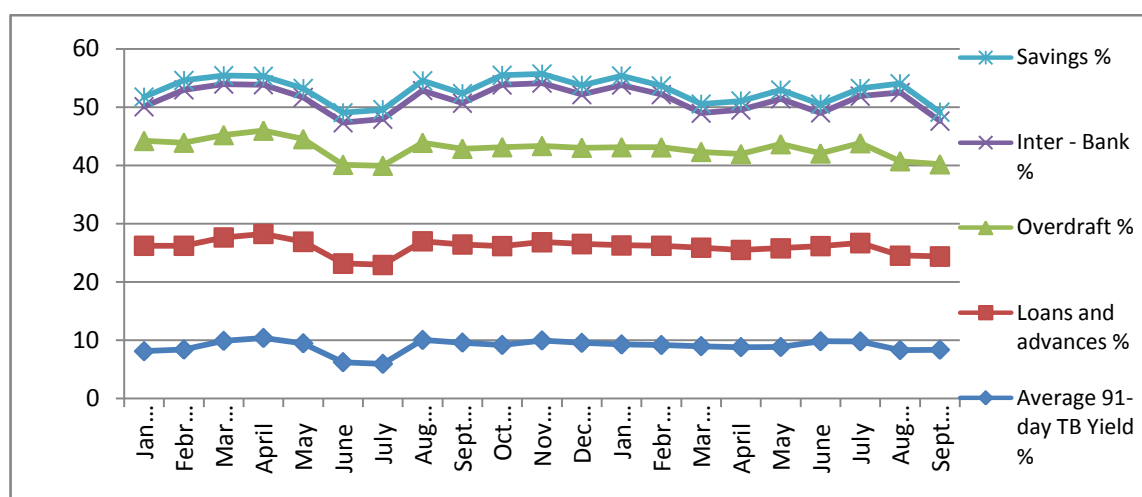
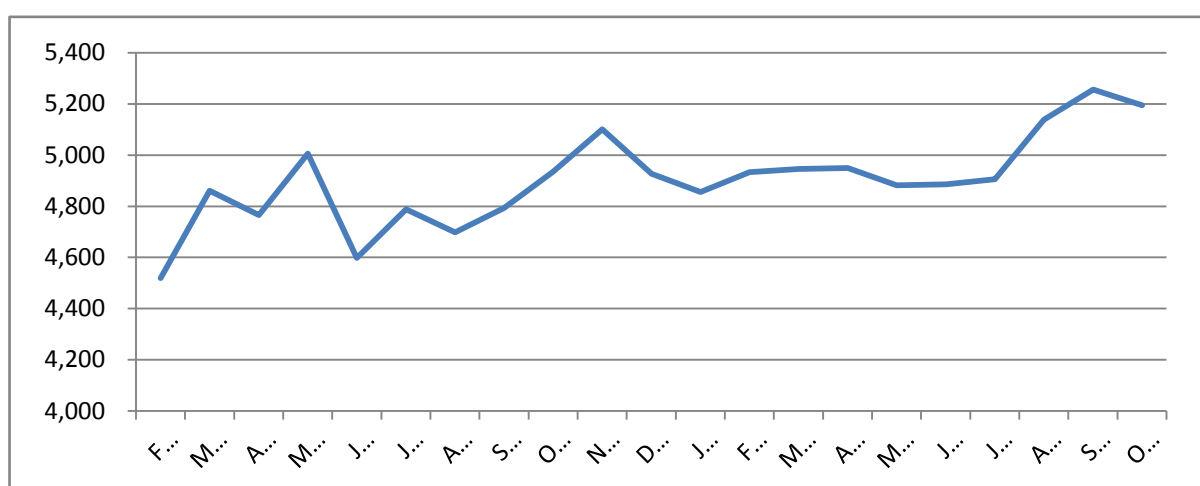


Figure 3 presents the trend in 20 share index for the review period. Activity in the Nairobi securities market was bullish with the 20 share index rising from 4885 points in June 2014 to 5256 points in September 2014. The growth in the third quarter of 2014 was 7.6 per cent compared to 4.2 per cent achieved in a similar period in 2013.

Figure 3: NSE 20 share Index trend for the period January 2013- October 2014



3.0 Balance of Payments

Merchandise trade deficit widened by 37.3 per cent to KSh 319,159 million in the third quarter of 2014 from KSh 232,531 million in the same quarter of 2013 as shown in Table 5. The import bill increased relatively faster by 27.1 per cent compared to total exports which increased by 8.0 per cent in the review period. The expansion in the import bill was mainly due to increases in the value of imports of machinery and transport equipment; manufactured goods, and fuel products.

The overall balance of payments position worsened from a surplus of KSh 17,498 million in the third quarter of 2013 to a deficit of KSh 77,480 million in the third quarter of 2014. The deterioration of overall balance of payments position was on account of depletion of foreign exchange reserves which were used to service Government debt which included the USD 600 million syndicated loan contracted in June 2012. Further, the depletion of the foreign exchange reserves could be attributed to the CBK's intervention through sale of foreign exchange to commercial banks to stabilize the Shilling. The high surplus of KSh 165,822 million recorded in the second quarter of 2014 was mainly from the Euro bond proceeds received in June 2014.

The deficit in the current account more than doubled from KSh 107,657 million in the third quarter of 2013 to KSh 221,154 million in the third quarter of 2014, as shown in Table 4.

International trade in services registered a surplus of KSh 45,816 million in the quarter under review down from a surplus of KSh 59,199 million recorded in a similar period of 2013. The deterioration in the current account could mainly be attributed to the widened merchandise trade deficit coupled with the decline in the services account surplus. Inflows from current transfers grew by 25.8 per cent to KSh 86,454 million in the quarter under review from KSh 68,733 million in the corresponding quarter of 2013. Remittance inflows from the diaspora increased by 44.2 per cent, from KSh 22,849 million in the third quarter of 2013 to KSh 32,941 million in the quarter under review. Net inflows in the capital and financial account amounted to a surplus of KSh 164,252 million in the third quarter of 2014 from a surplus of KSh 74,930 million in the corresponding period of 2013. Gross reserves increased by 20.9 per cent from KSh 689,598 million in the third quarter of 2013 to KSh 833,506 million in the third quarter of 2014.

Table 1: Gross Domestic Product by Activity

Current prices – Kshs million										
Year	Quarter	Agriculture	Mining and quarrying	Manufacturing	Electricity and water supply	Construction	Wholesale and retail trade	Accommodation & restaurant	Transport and storage	Information and communication
2009		668,970	18,134	342,532	64,032	112,221	200,032	51,510	205,774	73,691
2010		786,825	26,027	356,717	62,484	142,666	243,017	49,909	217,000	68,331
2011		980,064	32,506	437,798	69,474	164,622	300,688	50,286	266,181	61,000
2012		1,113,574	46,576	463,998	85,830	190,856	331,415	57,522	329,346	67,588
2013		1,249,704	38,680	496,313	91,810	212,106	373,699	58,327	351,209	68,452
2009	1	187,473	3,062	75,219	13,357	24,609	45,580	17,079	43,974	18,020
	2	181,108	4,759	84,170	14,726	27,939	48,046	10,954	51,492	17,106
	3	146,790	5,000	88,896	17,496	28,941	53,094	13,062	52,345	21,840
	4	153,599	5,313	94,247	18,452	30,732	53,312	10,414	57,963	16,726
2010	1	234,167	5,194	92,006	20,432	29,481	50,605	16,408	51,175	16,161
	2	213,254	6,378	84,024	16,451	35,566	55,610	9,819	51,923	15,596
	3	170,429	7,210	86,783	13,055	37,718	66,402	11,594	54,650	19,150
	4	168,975	7,244	93,903	12,545	39,900	70,399	12,088	59,252	17,424
2011	1	278,150	7,918	99,008	13,697	34,841	69,106	17,287	57,487	13,749
	2	273,638	8,176	101,363	16,437	40,583	70,267	10,231	58,907	14,528
	3	208,699	8,615	114,364	17,577	42,045	79,842	11,911	71,427	15,693
	4	219,578	7,797	123,063	21,763	47,153	81,473	10,857	78,361	17,031
2012	1	338,227	10,475	112,072	19,437	44,269	73,048	20,305	78,153	15,449
	2	304,737	11,238	111,339	21,578	45,245	81,818	11,456	79,092	14,569
	3	232,306	12,282	116,742	21,838	48,522	93,900	12,812	85,234	15,304
	4	238,304	12,581	123,845	22,977	52,820	82,649	12,949	86,867	22,267
2013	1	366,227	9,472	129,562	22,852	50,526	82,640	16,771	77,375	17,562
	2	329,317	9,812	115,187	23,516	52,129	92,687	12,629	84,529	15,030
	3	282,906	10,218	122,177	22,350	55,723	104,912	15,671	88,886	14,905
	4	271,253	9,178	129,386	23,092	53,728	93,460	13,257	100,419	20,955
2014	1	394,055	10,681	140,982	20,081	56,598	100,842	14,906	85,507	17,868
	2	358,914	9,216	129,179	24,222	62,778	105,751	10,794	100,767	16,694
	3	289,186	10,254	145,430	28,416	62,130	119,267	12,223	113,551	14,811

Table 1: Gross Domestic Product by Activity cont'd

Current prices – Kshs million													
Year	Quarter	Financial & insurance	Public administration	Professional, administrative and support services	Real estate	Education	Health	Other services	FISIM	All industry at basic prices	Taxes on products	GDP at market prices	GDP, seasonally adjusted
2009		150,411	127,807	77,236	246,546	177,993	58,686	42,593	-59,373	2,558,793	304,896	2,863,689	
2010		177,336	138,929	81,159	262,652	174,480	66,040	45,797	-71,891	2,827,477	341,865	3,169,334	
2011		212,671	159,085	87,571	300,396	199,110	67,827	49,575	-90,687	3,348,167	377,910	3,726,054	
2012		251,750	189,748	97,381	342,876	228,761	69,931	56,272	-111,631	3,811,791	443,008	4,254,777	
2013		313,077	228,523	104,257	375,330	258,406	75,257	61,601	-122,407	4,234,345	523,214	4,757,536	
2009	1	35,019	32,962	18,231	60,023	45,957	14,047	10,581	-13,632	631,561	68,831	700,391	735,130
	2	36,706	29,615	18,108	61,806	45,327	13,695	10,534	-14,636	641,454	73,728	715,182	768,496
	3	38,697	33,844	20,110	61,968	44,324	14,428	10,697	-15,335	636,196	77,629	713,824	795,090
	4	39,988	31,387	20,787	62,750	42,385	16,517	10,781	-15,770	649,583	84,709	734,292	810,528
2010	1	40,497	33,162	19,861	63,194	43,465	15,397	10,816	-16,528	725,494	76,108	801,602	813,122
	2	45,113	32,774	19,107	64,655	43,050	15,699	11,096	-18,624	701,493	80,520	782,012	837,670
	3	48,117	33,622	20,902	66,690	43,742	16,100	11,889	-20,208	687,845	88,217	776,062	875,046
	4	43,610	39,372	21,290	68,112	44,223	18,844	11,996	-16,531	712,646	97,020	809,666	938,145
2011	1	47,479	38,087	20,853	71,225	49,879	17,015	12,141	-19,585	828,336	93,677	922,013	979,389
	2	47,025	38,286	20,302	74,216	49,347	16,976	12,025	-19,536	832,769	89,521	922,291	991,317
	3	57,876	39,286	22,679	76,148	50,605	17,035	12,700	-24,613	821,889	95,426	917,315	1,040,335
	4	60,291	43,426	23,736	78,807	49,279	16,801	12,709	-26,953	865,173	99,286	964,459	1,085,239
2012	1	60,056	41,875	23,339	83,182	56,046	17,793	13,555	-27,002	980,278	98,240	1,078,518	1,150,238
	2	61,558	45,152	22,624	84,680	55,923	17,576	13,580	-27,732	954,431	105,228	1,059,659	1,162,308
	3	55,190	45,102	25,243	86,979	58,928	17,355	14,412	-23,964	918,184	118,981	1,037,165	1,172,095
	4	74,947	57,619	26,175	88,036	57,865	17,208	14,725	-32,934	958,898	120,559	1,079,456	1,220,007
2013	1	68,987	56,025	25,233	90,907	64,200	17,420	14,847	-27,913	1,082,695	120,145	1,202,840	1,266,566
	2	80,468	60,211	24,454	92,458	64,115	18,789	15,060	-31,353	1,059,038	131,756	1,190,794	1,333,803
	3	79,835	56,816	26,904	94,777	64,671	18,781	15,596	-30,710	1,044,418	140,426	1,184,844	1,366,684
	4	83,787	55,471	27,667	97,188	65,421	20,266	16,098	-32,431	1,048,194	130,887	1,179,081	1,323,711
2014	1	80,749	56,723	26,717	99,776	70,947	19,049	15,981	-30,723	1,180,742	108,847	1,289,590	1,426,839
	2	85,692	71,486	25,943	102,646	70,052	21,156	15,579	-33,163	1,177,706	115,565	1,293,271	1,492,005
	3	80,524	61,909	28,621	103,996	68,432	20,678	15,461	-32,424	1,142,467	124,960	1,267,427	1,459,127

Table 2: Gross Domestic Product by Activity

Constant 2009 prices –Kshs million										
Year	Quarter	Agriculture	Mining and quarrying	Manufacturing	Electricity & water supply	Construction	Wholesale and retail trade	Accommodation & restaurant	Transport and storage	Information and communication
2009		668,970	18,134	342,532	64,032	112,221	200,032	51,510	205,774	73,691
2010		736,195	23,884	357,958	68,038	133,650	219,221	51,238	215,970	86,492
2011		753,598	28,428	383,891	74,438	139,036	237,516	53,333	231,340	105,483
2012		775,800	33,830	381,942	81,576	154,618	254,231	54,972	237,734	107,773
2013		815,087	30,795	404,502	86,315	163,067	277,699	52,441	240,764	122,310
2009	1	202,706	4,195	85,952	15,489	24,862	45,858	17,241	47,476	17,584
	2	180,958	4,257	84,115	16,281	28,117	47,712	10,882	50,937	16,403
	3	143,111	4,787	85,321	15,843	28,902	53,653	12,960	50,862	21,869
	4	142,195	4,895	87,144	16,419	30,341	52,809	10,428	56,499	17,835
2010	1	221,847	5,411	88,131	16,809	28,672	48,967	17,515	49,705	19,365
	2	200,407	5,847	82,195	16,789	33,900	51,447	10,780	51,572	20,696
	3	154,077	6,415	90,688	17,016	35,064	58,569	11,898	54,885	24,333
	4	159,864	6,210	96,944	17,424	36,014	60,238	11,046	59,809	22,100
2011	1	228,014	6,963	94,811	17,902	30,407	56,651	18,763	54,618	22,361
	2	206,759	7,056	93,297	18,794	34,525	55,748	11,062	53,369	24,732
	3	159,900	7,363	94,794	18,305	35,131	61,929	12,344	60,801	27,271
	4	158,925	7,046	100,989	19,437	38,973	63,188	11,165	62,551	31,119
2012	1	236,938	7,943	94,403	20,033	36,444	54,906	20,208	58,579	25,534
	2	211,416	8,487	91,306	20,069	36,960	62,191	10,798	57,766	23,292
	3	163,098	8,713	94,569	20,282	39,188	72,577	11,975	59,640	23,717
	4	164,349	8,686	101,664	21,193	42,026	64,557	11,991	61,748	35,230
2013	1	248,815	8,364	103,500	20,925	39,471	63,564	19,356	53,721	29,672
	2	223,981	7,368	97,103	21,869	40,175	69,420	9,869	58,617	26,411
	3	172,638	7,747	100,956	21,516	42,564	77,372	11,507	61,278	27,039
	4	169,653	7,315	102,943	22,006	40,858	67,343	11,710	67,148	39,188
2014	1	263,067	8,705	111,658	21,155	43,040	71,078	13,022	54,349	32,847
	2	234,154	7,875	105,218	22,141	47,740	74,252	8,036	59,909	28,239
	3	183,354	7,964	105,540	22,769	47,247	82,977	9,830	63,716	28,827

Table 2: Gross Domestic Product by Activity cont'd

Constant 2009 prices –Kshs million													
Year	Quarter	Financial & insurance	Public administration	Professional, administrative and support services	Real estate	Education	Health	Other services	FISIM	All indust. at basic prices	Taxes on products	GDP at market prices	GDP, seasonally adjusted
2009		150,411	127,807	77,236	246,546	177,993	58,686	42,593	-59,373	2,558,793	304,896	2,863,689	
2010		176,968	129,710	79,513	258,953	196,171	62,345	44,114	-68,827	2,771,594	332,810	3,104,404	
2011		185,206	132,986	81,173	272,055	210,958	60,723	44,787	-75,076	2,919,874	374,582	3,294,457	
2012		196,265	140,851	84,058	283,061	235,476	58,761	45,801	-82,648	3,044,100	397,027	3,441,129	
2013		214,497	141,198	86,854	294,747	251,649	62,752	47,819	-87,358	3,205,138	433,613	3,638,753	
2009	1	36,514	32,472	18,522	60,528	44,245	14,296	10,611	-14,411	664,140	73,767	737,906	702,855
	2	36,800	32,355	18,128	61,259	43,899	13,799	10,450	-14,722	641,631	71,733	713,364	711,723
	3	38,000	31,866	20,016	62,002	44,880	14,354	10,754	-14,886	624,294	80,967	705,260	722,388
	4	39,097	31,113	20,569	62,756	44,968	16,237	10,777	-15,354	628,729	78,430	707,159	726,699
2010	1	41,341	32,496	19,553	63,529	48,661	14,929	10,890	-16,355	711,465	75,083	786,548	739,896
	2	43,696	32,149	18,762	64,318	48,883	14,953	10,822	-17,235	689,981	77,500	767,481	761,606
	3	45,590	32,276	20,473	65,133	49,317	15,156	11,236	-18,115	674,011	87,014	761,025	790,837
	4	46,341	32,789	20,725	65,973	49,310	17,306	11,166	-17,122	696,136	93,213	789,349	809,998
2011	1	46,569	32,800	19,876	66,848	51,715	15,356	11,113	-18,345	756,421	91,723	848,144	818,659
	2	45,555	33,332	19,010	67,662	51,836	15,315	10,960	-18,117	730,897	87,321	818,218	817,703
	3	46,658	33,515	20,872	68,422	53,395	15,246	11,382	-19,216	708,111	97,092	805,203	824,059
	4	46,425	33,339	21,416	69,123	54,012	14,806	11,332	-19,398	724,444	98,446	822,890	835,458
2012	1	46,580	35,364	20,453	69,761	56,987	15,119	11,288	-19,333	791,206	94,788	885,994	846,296
	2	47,827	35,079	19,598	70,418	57,584	14,775	11,191	-20,059	758,698	94,446	853,145	852,422
	3	50,039	35,073	21,659	71,094	60,426	14,619	11,595	-21,371	736,894	104,185	841,079	864,530
	4	51,819	35,336	22,349	71,788	60,479	14,247	11,727	-21,885	757,302	103,608	860,910	877,763
2013	1	51,973	37,317	21,207	72,501	62,811	14,659	11,663	-21,320	838,197	103,866	942,063	905,394
	2	53,138	36,600	20,434	73,259	62,616	15,956	11,741	-21,436	807,122	108,600	915,722	926,474
	3	54,191	34,539	22,392	74,065	63,146	15,739	12,043	-22,016	776,716	116,209	892,925	902,101
	4	55,195	32,742	22,822	74,923	63,076	16,397	12,371	-22,587	783,104	104,938	888,041	906,255
2014	1	56,527	32,853	21,698	75,836	65,882	15,373	12,124	-23,188	876,027	108,847	984,874	943,414
	2	57,672	38,503	20,810	76,521	65,882	17,305	12,030	-23,905	852,382	115,565	967,947	982,829
	3	59,553	35,381	22,765	76,978	65,882	16,800	12,328	-24,517	817,393	124,960	942,353	950,252

Table 3: GDP Growth Rates

Constant 2009 prices –Kshs million										
Year	Quarter	Agriculture	Mining and quarrying	Manufacturing	Electricity and water supply	Construction	Wholesale and retail trade	Accommodation & restaurant	Transport and storage	Information and communication
2010		10.0	31.7	4.5	6.3	19.1	9.6	-0.5	5.0	17.4
2011		2.4	19.0	7.2	9.4	4.0	8.3	4.1	7.1	22.0
2012		2.9	19.0	-0.5	9.6	11.2	7.0	3.1	2.8	2.2
2013		5.1	-9.0	5.9	5.8	5.5	9.2	-4.6	1.3	13.5
2010	1	9.4	29.0	2.5	8.5	15.3	6.8	1.6	4.7	10.1
	2	10.7	37.4	-2.3	3.1	20.6	7.8	-0.9	1.2	26.2
	3	7.7	34.0	6.3	7.4	21.3	9.2	-8.2	7.9	11.3
	4	12.4	26.9	11.2	6.1	18.7	14.1	5.9	5.9	23.9
2011	1	2.8	28.7	7.6	6.5	6.1	15.7	7.1	9.9	15.5
	2	3.2	20.7	13.5	11.9	1.8	8.4	2.6	3.5	19.5
	3	3.8	14.8	4.5	7.6	0.2	5.7	3.7	10.8	12.1
	4	-0.6	13.5	4.2	11.6	8.2	4.9	1.1	4.6	40.8
2012	1	3.9	14.1	-0.4	11.9	19.9	-3.1	7.7	7.3	14.2
	2	2.3	20.3	-2.1	6.8	7.1	11.6	-2.4	8.2	-5.8
	3	2.0	18.3	-0.2	10.8	11.5	17.2	-3.0	-1.9	-13.0
	4	3.4	23.3	0.7	9.0	7.8	2.2	7.4	-1.3	13.2
2013	1	5.0	5.3	9.6	4.5	8.3	15.8	-4.2	-8.3	16.2
	2	5.9	-13.2	6.3	9.0	8.7	11.6	-8.6	1.5	13.4
	3	5.8	-11.1	6.8	6.1	8.6	6.6	-3.9	2.7	14.0
	4	3.2	-15.8	1.3	3.8	-2.8	4.3	-2.3	8.7	11.2
2014	1	5.7	4.1	7.9	1.1	9.0	11.8	-32.7	1.2	10.7
	2	4.5	6.9	8.4	1.2	18.8	7.0	-18.6	2.2	6.9
	3	6.2	2.8	4.5	5.8	11.0	7.2	-14.6	4.0	6.6

Table 3: GDP Growth Rates cont'd

Constant 2009 prices – Kshs million													
Year	Quarter	Financial & insurance	Public administration	Professional, administrative and support services	Real estate	Education	Health	Other services	FISIM	All industry at basic prices	Taxes on products	GDP at market prices	GDP, seasonally adjusted
2010		17.7	1.5	2.9	5.0	10.2	6.2	3.6	15.9	8.3	9.2	8.4	
2011		4.7	2.5	2.1	5.1	7.5	-2.6	1.5	9.1	5.3	12.6	6.1	
2012		6.0	5.9	3.6	4.0	11.6	-3.2	2.3	10.1	4.3	6.0	4.5	
2013		9.3	0.2	3.3	4.1	6.9	6.8	4.4	5.7	5.3	9.2	5.7	
2010	1	13.2	0.1	5.6	5.0	10.0	4.4	2.6	13.5	7.1	1.8	6.6	5.3
	2	18.7	-0.6	3.5	5.0	11.4	8.4	3.6	17.1	7.5	8.0	7.6	7.0
	3	20.0	1.3	2.3	5.0	9.9	5.6	4.5	21.7	8.0	7.5	7.9	9.5
	4	18.5	5.4	0.8	5.1	9.7	6.6	3.6	11.5	10.7	18.8	11.6	11.5
2011	1	12.6	0.9	1.7	5.2	6.3	2.9	2.0	12.2	6.3	22.2	7.8	10.6
	2	4.3	3.7	1.3	5.2	6.0	2.4	1.3	5.1	5.9	12.7	6.6	7.4
	3	2.3	3.8	1.9	5.1	8.3	0.6	1.3	6.1	5.1	11.6	5.8	4.2
	4	0.2	1.7	3.3	4.8	9.5	-14.5	1.5	13.3	4.1	5.6	4.2	3.1
2012	1	0.0	7.8	2.9	4.4	10.2	-1.5	1.6	5.4	4.6	3.3	4.5	3.4
	2	5.0	5.2	3.1	4.1	11.1	-3.5	2.1	10.7	3.8	8.2	4.3	4.2
	3	7.2	4.6	3.8	3.9	13.2	-4.1	1.9	11.2	4.1	7.3	4.5	4.9
	4	11.6	6.0	4.4	3.9	12.0	-3.8	3.5	12.8	4.5	5.2	4.6	5.1
2013	1	11.6	5.5	3.7	3.9	10.2	-3.0	3.3	10.3	5.9	9.6	6.3	7.0
	2	11.1	4.3	4.3	4.0	8.7	8.0	4.9	6.9	6.4	15.0	7.3	8.7
	3	8.3	-1.5	3.4	4.2	4.5	7.7	3.9	3.0	5.4	11.5	6.2	4.3
	4	6.5	-7.3	2.1	4.4	4.3	15.1	5.5	3.2	3.4	1.3	3.2	3.2
2014	1	8.8	-12.0	2.3	4.6	4.9	4.9	3.9	8.8	4.5	4.8	4.5	4.2
	2	8.5	5.2	1.8	4.5	5.2	8.5	2.5	11.5	5.6	6.4	5.7	6.1
	3	9.9	2.4	1.7	3.9	4.3	6.7	2.4	11.4	5.2	7.5	5.5	5.3

Table 4: Quarterly Balance of Payments (In millions of KSh)

ITEM	2012				2013				2014		
	Jan-Mar	Apr-Jun	Jul-Sep	Oct-Dec	Jan-Mar	Apr-Jun	Jul-Sep	Oct-Dec	Jan-Mar	Apr-Jun	Jul-Sep
1. CURRENT ACCOUNT	(81,118.87)	(63,302.13)	(105,431.98)	(141,945.31)	(122,736.73)	(95,350.48)	(107,657.22)	(120,719.71)	(109,350.92)	(142,531.25)	(221,154.24)
1.1. GOODS	(197,562.35)	(219,911.31)	(218,276.61)	(222,809.21)	(224,025.01)	(204,593.33)	(232,531.02)	(243,357.67)	(210,635.98)	(262,430.78)	(319,159.01)
Exports (fob)	130,779.53	123,658.32	128,612.29	134,755.89	131,973.13	124,833.13	123,637.62	123,856.15	134,543.11	141,021.72	133,478.99
Re-exports	7,153.91	9,522.84	8,475.51	12,986.30	10,063.33	10,362.90	11,955.77	14,215.69	19,136.65	25,549.11	14,846.84
Domestic exports	123,625.62	114,135.48	120,136.78	121,769.59	121,909.80	114,470.22	111,681.85	109,640.46	115,406.46	115,472.61	118,632.15
Imports (cif)	328,341.88	343,569.63	346,888.90	357,565.10	355,998.14	329,426.46	356,168.64	367,213.82	345,179.09	403,452.50	452,638.00
Government	3,265.75	3,784.75	4,730.94	2,361.99	1,889.59	2,767.90	3,339.32	2,093.94	1,893.36	2,375.61	6,158.77
Commercial	325,076.13	339,784.88	342,157.96	355,203.11	354,108.55	326,658.55	352,829.32	365,119.88	343,285.73	401,076.89	446,479.23
1.2. SERVICES	66,956.58	107,232.63	64,971.71	38,996.20	44,151.34	50,159.79	59,199.37	75,316.12	50,252.28	54,148.27	45,815.82
Credit	93,078.22	124,571.51	118,448.89	76,785.62	97,709.31	103,419.62	71,575.83	150,144.34	66,964.32	74,008.46	73,068.38
Debit	(26,121.64)	(17,338.88)	(53,477.18)	(37,789.42)	(53,557.96)	(53,259.83)	(12,376.46)	(74,828.22)	(16,712.04)	(19,860.19)	(27,252.56)
<i>of which</i>											
Travel account	12,213.05	13,171.84	11,938.56	12,322.08	13,691.50	18,966.19	18,121.84	4,984.13	12,842.85	14,906.67	7,779.49
Credit	15,129.40	16,595.25	15,239.99	14,364.54	19,797.51	19,402.35	18,560.49	18,083.47	15,819.94	17,974.14	15,158.91
Debit	(2,916.35)	(3,423.41)	(3,301.44)	(2,042.46)	(6,106.02)	(436.16)	(438.65)	(13,099.34)	(2,977.09)	(3,067.47)	(7,379.42)
1.3. Income account	(1,941.08)	(3,583.13)	(4,364.53)	(2,703.40)	(3,490.52)	(1,209.89)	(3,058.88)	(21,411.46)	(25,000.60)	(30,458.14)	(34,264.96)
Credit	2,615.87	2,188.02	2,279.82	2,850.17	3,230.35	5,876.86	3,191.75	2,690.45	303.10	232.87	345.31
Debit	(4,556.94)	(5,771.15)	(6,644.35)	(5,553.56)	(6,720.87)	(7,086.76)	(6,250.63)	(24,101.92)	(25,303.71)	(30,691.01)	(34,610.28)
1.4. Current Transfers account	51,427.98	52,959.68	52,237.45	44,571.09	60,627.45	60,292.95	68,733.31	68,733.31	76,033.39	96,209.40	86,453.91
Diaspora remittances	25,251.98	24,908.69	23,519.32	25,227.31	26,774.21	26,647.26	22,849.32	29,252.66	29,436.37	30,460.37	32,941.17
2. CAPITAL & FINANCIAL ACCOUNT	65,665.89	56,766.11	87,338.97	61,795.08	99,127.89	74,767.32	78,361.59	143,320.00	85,308.44	93,959.10	164,251.77
2.1 Capital Account (capital transfer)	3,928.43	4,326.05	6,779.00	3,729.38	3,410.73	5,826.00	3,431.74	2,591.00	1,774.00	330.00	0.00
2.2 Financial Account net	61,737.47	52,440.06	80,559.97	58,065.70	95,717.16	68,941.32	74,929.85	140,729.00	83,534.44	93,629.10	164,251.77
2.2.1 Investments net	98,755.04	102,493.32	96,826.98	81,777.67	83,269.41	116,805.70	92,427.85	163,942.95	91,627.59	259,450.67	86,771.73
2.2.2 Change in official Reserves	(37,017.57)	(50,053.26)	(16,267.01)	(23,711.97)	12,447.75	(47,864.38)	(17,498.00)	(23,213.95)	(8,093.15)	(165,821.57)	77,480.04
3. NET ERRORS AND OMISSIONS	15,452.98	6,536.02	18,093.01	80,150.24	23,608.84	20,583.16	29,295.63	(22,600.29)	24,042.48	48,572.15	56,902.46
<i>Memorandum items</i>											
Gross Reserves	511,538.04	595,979.24	615,229.46	615,408.81	608,732.41	679,457.53	689,598.33	732,182.47	716,044.07	911,209.35	833,506.23
Official	388,833.10	444,969.15	466,977.24	489,960.34	472,516.58	523,699.67	545,063.60	566,206.80	575,489.26	749,606.94	685,347.96
Commercial Banks	122,704.94	151,010.09	148,252.22	125,448.47	136,215.83	155,757.86	144,534.73	165,975.67	140,554.81	161,602.41	148,158.27
End period exchange rate against US\$	82.95	84.23	85.28	86.03	85.64	86.01	86.65	86.31	86.49	87.63	89.28
Average exchange rate against US\$	84.14	84.12	84.28	85.58	86.72	84.61	87.26	86.15	86.33	87.25	88.24

Table 5: Balance of Merchandise Trade

KSh Million

Year	Period	Domestic Exports	Re-Exports	Total Exports	Imports	Balance of Trade	Volume of Trade
2010	Q1	92,654.14	6,040.06	98,694.20	206,461.45	(107,767.24)	305,155.65
	Q2	91,786.48	5,763.95	97,550.43	231,632.31	(134,081.88)	329,182.74
	Q3	95,850.36	5,701.01	101,551.37	242,222.64	(140,671.27)	343,764.41
	Q4	105,369.48	6,623.01	111,992.49	267,065.28	(155,072.79)	379,057.77
2011	Q1	111,695.37	6,423.60	118,118.97	285,847.39	(167,728.41)	403,966.36
	Q2	117,744.88	6,261.21	124,006.09	308,124.64	(184,118.55)	432,130.73
	Q3	128,441.83	8,751.70	137,193.53	362,722.35	(225,528.82)	499,915.87
	Q4	125,059.80	6,657.36	131,717.16	358,976.91	(227,259.75)	490,694.06
2012	Q1	123,625.62	7,153.91	130,779.53	328,341.88	(197,562.35)	459,121.41
	Q2	114,135.48	9,522.84	123,658.32	343,569.63	(219,911.31)	467,227.95
	Q3	120,136.78	8,475.51	128,612.29	346,888.90	(218,276.61)	475,501.19
	Q4	121,769.59	12,986.30	134,755.89	357,565.10	(222,809.21)	492,320.99
2013	Q1	121,909.80	10,063.33	131,973.13	355,998.14	(224,025.01)	487,971.26
	Q2	114,470.22	10,362.90	124,833.13	329,426.46	(204,593.33)	454,259.59
	Q3	111,681.85	11,955.77	123,637.62	356,168.64	(232,531.02)	479,806.26
	Q4	109,640.46	14,215.69	123,856.15	367,213.82	(243,357.67)	491,069.97
2014	Q1	115,406.46	19,136.65	134,543.11	345,179.09	(210,635.98)	479,722.20
	Q2	115,472.61	25,549.11	141,021.72	403,452.50	(262,430.78)	544,474.22
	Q3	118,632.15	14,846.84	133,478.99	452,638.00	(319,159.01)	586,116.99