



November 8th 2011

PRESS STATEMENT BY CDSC AND NSE ON DELAY IN COMMENCEMENT OF TRADING

After market close on November 7th 2011, the Central Depository and Settlement Corporation (CDSC) experienced a problem with the Central Depository System. The problem was a general inconsistency of data related to the reported trades in the database. A joint effort by the CDSC and the Nairobi Securities Exchange (NSE) teams, together with the vendor MillenniumIT, resulted in the resolution of the problem this afternoon. Trading commenced at 1:30 p.m., and will be extended by one and a half hours. The market will therefore close at 4:30 p.m.

A thorough analysis is currently being undertaken to establish what the cause of the problem was. On establishing the cause, remedial measures will be put in place to ensure there is no recurrence.

We take this opportunity to re-assure all our stakeholders, that the system's integrity has not been degraded by this disruption.

A handwritten signature in black ink, appearing to read "Rose Mambo".

for **ROSE MAMBO**
CHIEF EXECUTIVE
CENTRAL DEPOSITORY & SETTLEMENT CORPORATION

A handwritten signature in blue ink, appearing to read "Peter Mwangi".

PETER MWANGI
CHIEF EXECUTIVE
NAIROBI SECURITIES EXCHANGE