



**REPUBLIC OF KENYA**  
**THE NATIONAL TREASURY AND ECONOMIC PLANNING**

**PUBLIC NOTICE**

**REQUEST FOR COMMENTS ON THE DRAFT LIABILITY MANAGEMENT  
OPERATIONS POLICY**

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Public debt management is a critical component of macroeconomic policy and fiscal sustainability. In Kenya, the Government borrows to finance budget deficits and debt repayment expenditures as enshrined in the Public Finance Management Act, Cap. 412A and the attendant regulations. Effective public debt management ensures that the Government's financing needs and obligations are met at the lowest possible cost over the medium term with a prudent degree of risk.

Growth in public debt has elevated refinancing, interest rate, and exchange rate risks, thereby exerting pressure on fiscal sustainability. To resolve these, proactive public policy is necessary and therefore Liability Management Operations (LMOs) are essential tools in optimizing the cost-risk trade-off and ensuring long-term public debt sustainability. To this end the National Treasury and Economic Planning has prepared a draft Liability Management Operations Policy to provide guidelines aimed at enhancing fiscal space through liability management transactions.

The National Treasury and Economic Planning therefore invites members of the public to submit comments, inputs or memoranda they may have on the draft Policy. The comments or inputs or memoranda may be forwarded to: The Principal Secretary, the National Treasury, P.O. Box 30007-00100, Nairobi; or hand delivered to the Office of the Principal Secretary, the National Treasury Building, Nairobi; or emailed to [pdmo@treasury.go.ke](mailto:pdmo@treasury.go.ke); and copied to [dpsrm@treasury.go.ke](mailto:dpsrm@treasury.go.ke) by close of business, 25<sup>th</sup> January 2026.

The draft Policy can be accessed on the National Treasury website  
<https://www.treasury.go.ke>

A handwritten signature in red ink, appearing to read 'Chris Kiptoo', is written over a red circular stamp.

**DR. CHRIS KIPTOO, CBS**  
**PRINCIPAL SECRETARY/THE NATIONAL TREASURY**