

**THE CENTRAL BANK OF KENYA (AMENDMENT)  
ACT, 2004**

**No. 8 of 2004**

*Date of Assent: 31st December, 2004*

*Date of Commencement: By Notice*

**AN ACT of Parliament to amend the Central Bank of Kenya Act to provide for a Monetary Policy Advisory Committee and for certain other matters relating to banking and the Central Bank**

**ENACTED** by the Parliament of Kenya as follows:-

Short title and commencement.

1. This Act may be cited as the Central Bank of Kenya (Amendment) Act, 2004 and shall come into operation on such date as the Minister may, by notice in the Gazette, appoint.

Insertion of new section 4D of Cap. 491.

2. The Central Bank of Kenya Act is amended by inserting the following new section after section 4C –

Monetary  
Policy  
Advisory  
Committee.

**4D.(1)** A committee is hereby established to be known as the Monetary Policy Advisory Committee to -

- (a) advise the Bank with respect to monetary policy; and
- (b) perform such other functions as the Minister may prescribe by regulation.

(2) The Committee shall consist of the following members:-

- (a) the Governor, who shall be the chairman;
- (b) the Deputy Governor, who shall be the deputy chairman;

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Amendment of  
section 36 of  
Cap. 491.

3. Section 36 of the Central Bank of Kenya Act is amended by inserting the following new subsection after subsection (3) –

(4) The Central Bank shall publish the lowest rate of interest it charges on loans to banks and that rate shall be known as the central bank rate.

Deletion of  
section 39 of  
Cap. 491.

4. The Central Bank of Kenya Act is amended by deleting section 39.

Deletion of  
section 39 of  
Cap. 491.

5. The Central Bank of Kenya Act is amended by deleting section 39A.