

PUBLIC ANNOUNCEMENT KENYA AIRWAYS RIGHTS ISSUE OFFER RESULTS

The Board of Directors of Kenya Airways Limited ("KQ") is pleased to announce the results of the just concluded KQ Rights Issue as per the terms and conditions on the Information Memorandum dated 27th March 2012.

Rights Issue Offer Statistics	
Subscription Price	KShs. 14/= per New Share
Total Number of New Shares Offered	1,477,169,549
Gross Proceeds to be raised (KShs.)	KShs. 20,680,373,686/=
Ratio of Entitlement:	Sixteen (16) New Shares for every Five (5) Ordinary Shares held as of the Record Date.
Minimum subscription performance rate	70.00%

Results of the Rights Issue Offer	
Total number of new shares accepted under entitlement of existing shareholders	839,657,410
Total value of shares accepted under entitlement of existing shareholders	KShs. 11,755,203,740.00
Total number of additional New Shares applied for by existing shareholders	42,023,480
Total value of additional New Shares applied for by existing shareholders	KShs. 588,328,720.00
Total number of New Shares applied for under rump applications	0
Total value of New Shares accepted under rump applications	KShs. 0
Total number of new shares accepted by new investors	11,212,061
Total value of shares accepted by new investors	KShs. 156,968,854.00
Total number of additional New Shares applied for by new investors	141,960,600
Total value of additional New Shares applied for by new investors	KShs. 1,987,448,400.00
Grand total number of New Shares applied for under Rights Issue	1,034,853,551
Grand total value of New Shares applied for under Rights Issue	KShs. 14,487,949,714.00
Number of lapsed rights	442,315,998
Total subscription performance rate	70.06%

Allocation:

The Government of Kenya ("GoK") having applied for its full entitlement of New Shares, and thus resulting in its shareholding in KQ reaching 29.80% after the conclusion of the Rights Issue, has applied to the Capital Markets Authority ("CMA") for an exemption from the Capital Markets (Take-Overs And Mergers) Regulations, 2002 (the "Take-Over Regulations").

Whereas KLM subscribed for its full entitlement of New Shares, its application was scaled back such that it will be allotted 280,000,000 New Shares, which will take its shareholding in KQ from 26.00% to 26.73%, after the Rights Issue.

In light of the changes in the percentage shareholdings in KQ of each of KLM and GoK, KQ applied to the CMA for an exemption from the applicability in full of Section 6.4 of the Rights Issue Information Memorandum, and CMA has granted such an exemption. Therefore, GoK's percentage shareholding in KQ will increase from 23.00% to 29.80%, and KLM's percentage shareholding in KQ will increase from 26.00% to 26.73 %.

All applicants will receive 100% of the New Shares applied for.

Subject to the Government of Kenya obtaining the approvals under the Take-Over Regulations, the following are the next steps to conclude the Rights Issue:

- Dispatch of Share Certificates and electronic crediting of CDS accounts of the New Shares will be effected from Thursday 14th June 2012.
- Share Certificates will be dispatched to the Authorised Agents for collection by the investors.
- Date of Listing and Commencement of Trading of New Shares on the NSE will be on Thursday, 21st June 2012.

The Board of Directors wishes to thank all shareholders and investors who participated in the Rights Issue.

By order of the Board

Fiona Fox
Company Secretary
8th June 2012

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