



**9.18% 5-YEAR FIXED RATE TREASURY BOND NUMBER 426
ISIN: TZ1996102426**

AUCTION 01 TO BE HELD ON JULY 5TH 2016

An opportunity to invest in the United Republic of Tanzania 5-year fixed rate Treasury bonds.
The Bank of Tanzania as a fiscal agent for the United Republic of Tanzania invites bids for the above bond. Terms and conditions for this bond are as follows: -

1. Issuer	United Republic of Tanzania				
2. Amount	<table border="0"> <tr> <td>Competitive</td> <td>Non-Competitive</td> </tr> <tr> <td>TZS 104.5 billion</td> <td>TZS 1.0 billion</td> </tr> </table>	Competitive	Non-Competitive	TZS 104.5 billion	TZS 1.0 billion
Competitive	Non-Competitive				
TZS 104.5 billion	TZS 1.0 billion				
3. Procedure for bidding	Bids will be submitted online through Central Depository Participants (CDPs) and the process will be closed at 11.00 a.m. on the auction date.				
4. Auction date	July 5th, 2016				
5. Settlement date	July 8th, 2016				
6. Form of issuance	Book entry system				
7. Auction results	Auction results shall be made available on the Bank's Website and at Central Depository Participants' offices immediately after the auction.				
8. Price per TZS 100	To be quoted at premium, par or discount to four (4) decimal places.				
9. Minimum bid size	TZS 1,000,000 in multiples of TZS 100,000				
10. Interest payment date	First interest date: 6th January Second interest date: 8th July				
11. Coupon	Fixed at 9.18% p.a.				
12. Day count convention	Actual/365				
13. Tax	Interest income is exempted from withholding tax				
14. Currency	Tanzania Shillings (TZS)				
15. Redemption date	8th July, 2021				
16. Listing	The bonds will be listed on the Dar es Salaam Stock Exchange				
17. Trading	Secondary trading in multiples of TZS 100,000 to commence on Tuesday 12 th July, 2016.				
18. Defaulters	Successful bidders who will fail to honour their obligations on time will be disqualified from participating in the subsequent auctions for a minimum period of one (1) month				

The Bank of Tanzania reserves the right to accept or reject any or all applications

For further details please contact Domestic Markets Department, Bank of Tanzania, 2 Mirambo Street, 11884, Dar es Salaam (Tel: +2552233529-30; Fax :+2552234049)and www.bot-tz.org