



**BANK OF TANZANIA**



**MONTHLY  
ECONOMIC  
REVIEW**

**July 2019**

# Contents

1.0	Inflation and Food Stocks.....	1
1.1	Inflation Developments .....	1
1.2	Food Stocks .....	1
1.3	Prices of Food Crops .....	2
1.4	Domestic Fuel Prices.....	2
2.0	Monetary and Financial Markets.....	3
2.1	Money Supply and Credit.....	3
2.2	Interest Rates .....	4
2.3	Financial Markets.....	5
	2.3.1 Treasury Bills Market.....	5
	2.3.2 Treasury Bonds Market.....	5
	2.3.3 Inter-Bank Cash Market.....	5
	2.3.4 Repurchase Agreements.....	5
	2.3.5 Inter-Bank Foreign Exchange Market.....	6
3.0	Government Budgetary Operations .....	6
4.0	National Debt .....	7
4.1	External Debt.....	7
4.2	Domestic Debt .....	8
5.0	External Sector Performance .....	9
5.1	Exports.....	9
5.2	Imports.....	10
5.3	World Commodity Prices .....	11
6.0	Economic Developments in Zanzibar.....	11
6.1	Inflation Developments .....	11
6.2	Government Budgetary Operations.....	12
6.3	External Sector Performance .....	13
	6.3.1 Current Account.....	13
	6.3.2 Exports.....	13
	6.3.3 Imports.....	13
	Statistical Tables.....	14
	Glossary.....	24

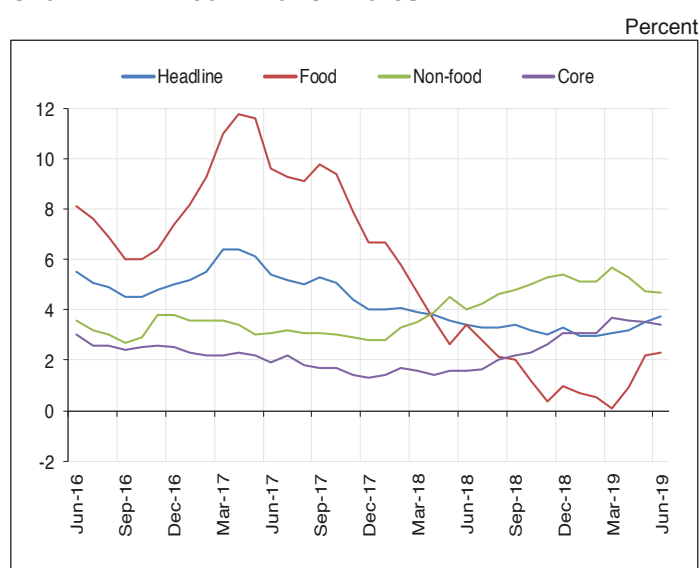


## 1.0 Inflation and Food Stock

### 1.1 Inflation Developments

In June 2019, annual headline inflation rose to 3.7 percent from 3.5 percent in May 2019, but continued to evolve below the country's medium-term target of 5.0 percent, the East Africa Community (EAC) ceiling of 8.0 percent and target range of 3 to 7 percent for Southern African Development Community (SADC) countries. The increase in headline inflation was largely driven by food inflation (**Chart 1.1** and **Table 1.1**). On monthly basis, headline inflation was negative 0.2 percent in June 2019 compared with negative 0.4 percent in the similar month of 2018.

**Chart 1.1: Annual Inflation Rates**



Source: National Bureau of Statistics and Bank of Tanzania computations

Annual food and non-alcoholic beverages inflation was 2.3 percent in June 2019 compared with 2.2 percent and 3.4 percent in the preceding month and corresponding month of 2018, respectively. On monthly basis, food inflation was 0.2 percent in June 2019 compared with 0.0 percent in June 2018.

Twelve-month inflation for non-food consumer goods and services remained at 4.7 percent as in May 2019, but was higher than 3.9 percent recorded in June 2018. Month-to-month, non-food inflation was negative 0.4

percent in June 2019, same as in the corresponding month of 2018. Annual energy and fuel inflation rose to 11.0 percent from 10.5 percent in the preceding month, but was lower than 16.8 percent recorded in June 2018. On monthly basis, energy and fuel inflation was negative 1.4 percent compared with negative 1.9 percent in June 2018 (**Table 1.1**).

**Table 1.1: Headline Inflation and its Main Components**

Main groups	Weight	Base: Dec 2015 = 100					
		Monthly change			Annual change		
		Jun-18	May-19	Jun-19	Jun-18	May-19	Jun-19
Food and non alcoholic beverages	38.5	0.0	0.6	0.2	3.4	2.2	2.3
Alcoholic, tobacco and narcotics	3.7	-0.8	0.0	0.0	0.3	3.4	4.2
Clothing and footwear	8.3	0.4	0.3	-0.1	2.2	3.7	3.1
Housing, water, electricity, gas and other fuel	11.6	-1.4	0.1	-1.3	12.0	8.8	8.9
Furnishing, housing equipment and routine maintenance of the house	6.3	0.1	0.4	0.0	2.4	4.3	4.1
Health	2.9	0.2	0.0	0.0	1.4	2.0	1.8
Transport	12.5	-0.8	0.3	-0.1	1.6	4.1	4.8
Communication	5.6	-2.7	0.0	-0.6	-2.6	-1.1	1.0
Recreation and culture	1.6	-0.2	2.2	0.0	0.5	3.2	3.4
Education	1.5	0.3	0.0	0.0	2.6	2.1	1.8
Restaurants and hotels	4.2	-0.2	0.0	-0.2	0.7	4.9	4.8
Miscellaneous goods and services	3.1	0.1	0.2	-0.1	1.4	2.5	2.4
All items (headline inflation)	100.0	-0.4	0.4	-0.2	3.4	3.5	3.7
Other selected groups							
Food and non-alcoholic beverages - combining food consumed at home and food consumed in restaurants	37.1	-0.1	0.6	0.3	3.8	3.9	4.3
Energy and fuels - combining electricity and other fuels for use at home with petrol and diesel	8.7	-1.9	0.4	-1.4	16.8	10.5	11.0
All items less food (non-food)	62.9	-0.4	0.2	-0.4	3.9	4.7	4.7
All items less food and energy	54.3	0.0	0.2	-0.1	1.6	3.5	3.4

Source: National Bureau of Statistics and Bank of Tanzania computations

Annual inflation for all consumer goods and services, excluding food and energy—a proxy for core inflation—was 3.4 percent in June 2019 compared with 3.5 percent and 1.6 percent in the preceding month and in June 2018, respectively. On monthly basis, core inflation was negative 0.1 percent compared with 0.0 percent in June 2018 (**Table 1.1**).

### 1.2 Food Stocks

Food supply remained adequate in most parts of the country, bolstered by seasonal harvests in the 2017/18 and stocks of the preceding period. The stocks of maize held by the National Food Reserve Agency (NFRA) was 67,336 tonnes at the end of June 2019, slightly lower than 68,058 tonnes recorded at the end of the previous month (**Table 1.2**). During June 2019, the NFRA sold 938.7 tonnes



of maize to private traders, World Food Program and Prisons Department; and purchased 216.9 tonnes from farmers.

**Table 1.2: Food Stocks Held by National Food Reserve Agency**

Period	Tonnes					
	2014	2015	2016	2017	2018	2019
January	235,309	459,561	125,668	86,834	91,947	93,037
February	228,014	454,592	88,414	86,444	91,313	85,525
March	214,157	452,054	68,727	86,444	83,650	78,336
April	195,246	433,547	64,825	86,278	73,468	68,748
May	195,956	406,846	63,341	74,826	68,893	68,058
June	189,494	353,702	61,838	70,393	63,844	67,336
July	182,200	282,401	49,632	68,697	62,288	
August	196,854	268,515	59,832	78,434	62,317	
September	299,624	265,046	86,545	85,403	78,224	
October	426,999	253,655	90,905	89,248	87,435	
November	460,295	238,134	90,900	93,354	92,402	
December	466,583	180,746	89,692	92,074	95,534	

Source: National Food Reserve Agency

### 1.3 Prices of Food Crops

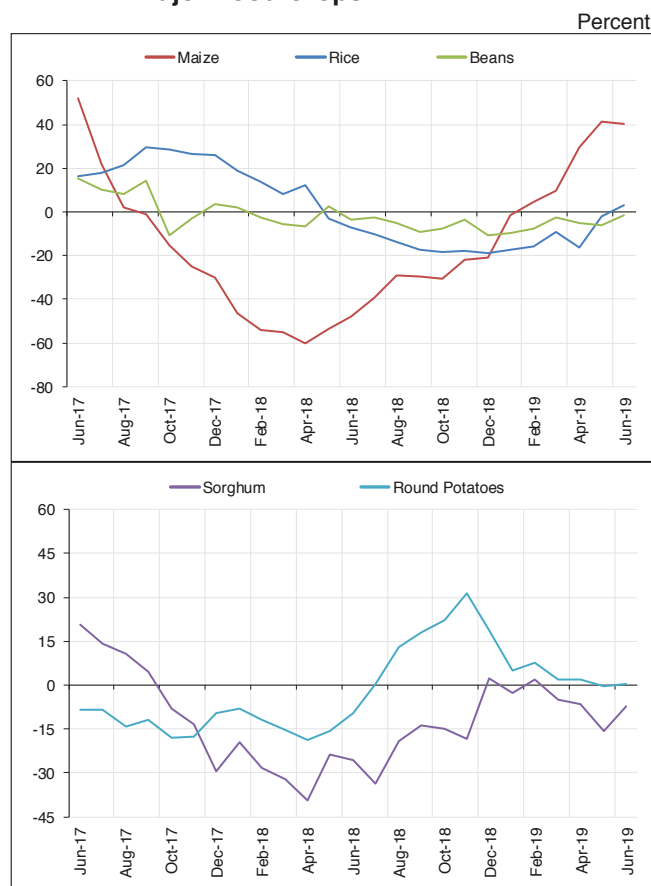
In June 2019, average wholesale prices for all major food crops<sup>1</sup> were lower than average prices recorded in the corresponding month of 2018, except maize and rice. On month-to-month basis, prices of all major food crops increased save for rice and beans (Table 1.3). Chart 1.2 presents average wholesale price movements of major food crops for the last 2-years.

**Table 1.3: Wholesale Prices of Major Food Crops**

Food crop	TZS per 100kg				
	Percentage change				
	Jun-18	May-19	Jun-19	May-19 to Jun-19	June-18 to June-19
Maize	42,721.9	59,160.4	59,850.6	1.2	38.5
Rice	160,080.8	167,411.7	164,935.6	-1.5	4.6
Beans	165,420.6	163,600.7	162,801.6	-0.5	-1.1
Sorghum	87,824.4	76,933.9	81,556.9	6.0	-12.4
Round Potatoes	74,153.3	70,748.8	74,577.9	5.4	-4.6

Source: Ministry of Industry, Trade and Investment; and Bank of Tanzania computations

**Chart 1.2: Annual Change in Wholesale Prices of Major Food Crops**



Source: Ministry of Industry, Trade and Investment; and Bank of Tanzania computations

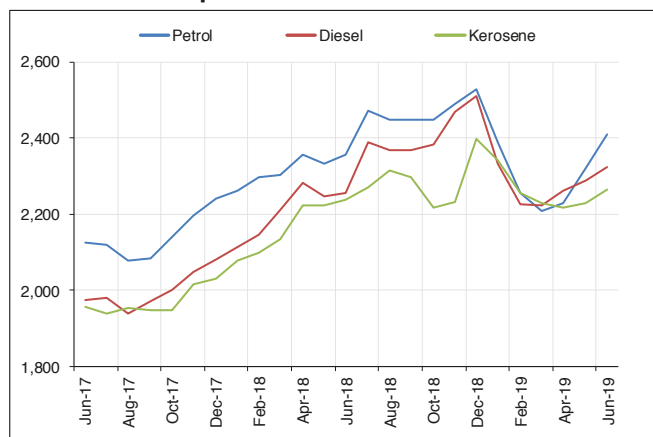
### 1.4 Domestic Fuel Prices

Domestic pump prices for white petroleum products were lower in June 2019 than in the corresponding month last year (Chart 1.3). Diesel prices decreased by 2.7 percent to TZS 2,324.36 per litre, while that for petrol and kerosene declined by 2.5 percent and 0.2 percent to TZS 2,410.65 per litre and TZS 2,266.00 per litre, respectively. Conversely, on month-to-month basis, domestic pump prices were higher than in the preceding month, with prices for petrol, diesel and kerosene increasing by 3.9 percent, 1.6 percent and 1.7 percent, respectively. Noteworthy, domestic pump prices are adjusted to world market prices and exchange rate, among other considerations, with a lag of two months.

<sup>1</sup>They include maize, rice, beans, sorghum and round potatoes.

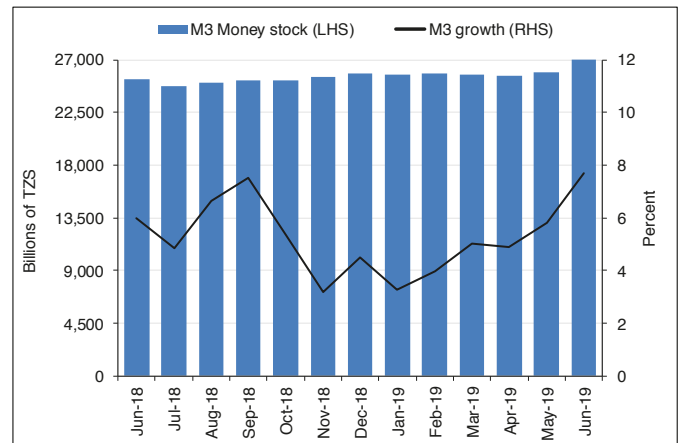


**Chart 1.3: Domestic Pump Price Movements**  
TZS per litre



Source: National Bureau of Statistics and Bank of Tanzania computations

**Chart 2.1: Developments in Money Supply**



Source: Bank of Tanzania, banks and Bank of Tanzania computations  
Note: LHS refers left hand scale; and RHS, right hand scale

## 2.0 Monetary and Financial Markets

### 2.1 Money Supply and Credit

Following continued pursuance of accommodative monetary policy and measures adopted by banks to improve asset quality, extended broad money supply (M3) grew by 7.7 percent year-on-year in June 2019, higher than 5.8 percent and 6.0 percent in the preceding month and corresponding month of 2018, respectively. This development was driven by growth of domestic credit (**Chart 2.1**, **Chart 2.2** and **Table 2.1**).

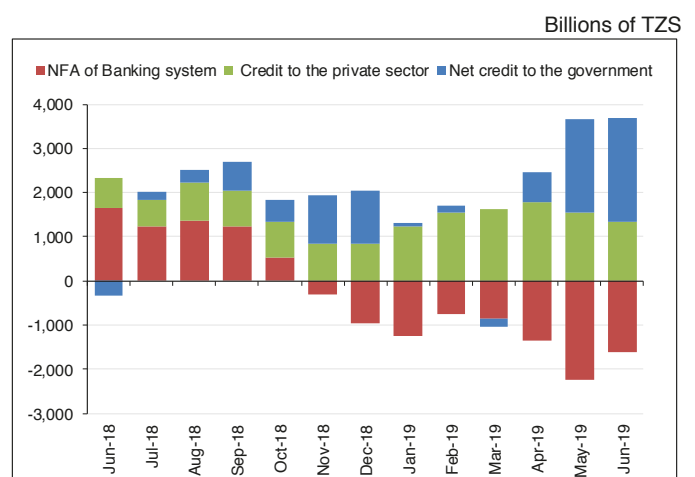
**Table 2.1: Money Supply and Components**

	Billions of TZS					
	Outstanding stock (Bill of TZS)			Annual growth (%)		
	Jun-18	May-19	Jun-19	Jun-18	May-19	Jun-19
Net foreign assets of the banking system	11,236.7	8,999.1	9,626.3	17.4	-20.0	-14.3
Bank of Tanzania	11,514.9	9,090.6	9,420.9	15.0	-21.2	-18.2
Banks	-278.2	-91.5	205.4	-37.3	-67.4	---
Net domestic assets of the banking system	14,057.9	16,946.4	17,614.5	-1.6	27.7	25.3
Domestic claims	21,362.7	24,061.7	25,062.4	1.5	18.0	17.3
Claims on central government (net)	3,829.4	5,250.3	6,201.3	-8.2	68.0	61.9
o/w Securities held by banks	5,370.8	5,190.5	5,276.9	2.9	-5.2	-1.7
Claims on the private sector	17,533.3	18,811.4	18,861.1	4.0	9.0	7.6
Other items net	-7,304.9	-7,115.3	-7,447.9	8.3	0.0	2.0
Extended broad money supply (M3)	25,294.5	25,945.6	27,240.8	6.0	5.8	7.7
Foreign currency deposits	6,343.3	6,318.4	6,238.7	2.7	1.6	-1.7
Broad money supply (M2)	18,951.2	19,627.2	21,002.1	7.1	7.2	10.8
Other deposits	7,189.3	7,430.1	7,480.4	5.5	3.3	4.0
Narrow money supply (M1)	11,762.0	12,197.1	13,521.7	8.2	9.8	15.0
Currency in circulation	3,926.2	3,925.7	4,121.0	8.6	4.7	5.0
Transferable deposits	7,835.7	8,271.5	9,400.7	8.0	12.4	20.0

Source: Bank of Tanzania, banks and Bank of Tanzania computations

Note: "----" denotes a change that exceeds 100 percent; and o/w, of which

**Chart 2.2: Annual Change in Major Sources of Money Supply**

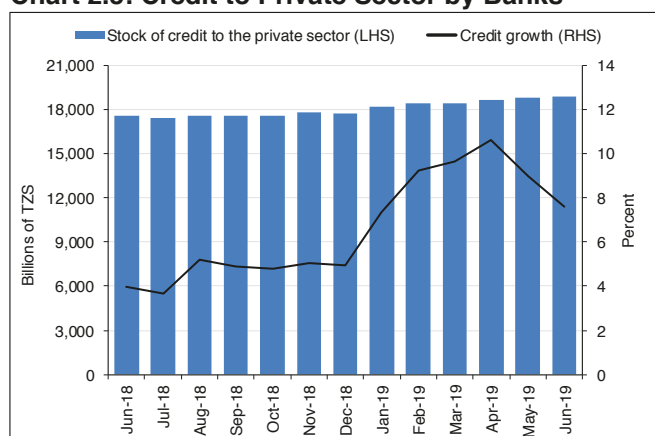


Source: Bank of Tanzania, banks and Bank of Tanzania computations  
Note: NFA denotes net foreign assets

Total domestic credit—credit to the private sector and central government—by the banking system (Bank of Tanzania and commercial banks) grew at an annual rate of 17.3 percent in June 2019 compared with 1.5 percent in the year ending June 2018, driven by both central government and the private sector credit. Credit to the private sector grew by 7.6 percent compared with 4.0 percent (**Chart 2.3**), partly reflecting the impact of accommodative monetary policy and implementation of several initiatives to improve business-enabling environment and reduction of non-performing loans.



**Chart 2.3: Credit to Private Sector by Banks**



Source: Bank of Tanzania, banks and Bank of Tanzania computations

Note: LHS denotes left hand scale; and RHS, right hand scale

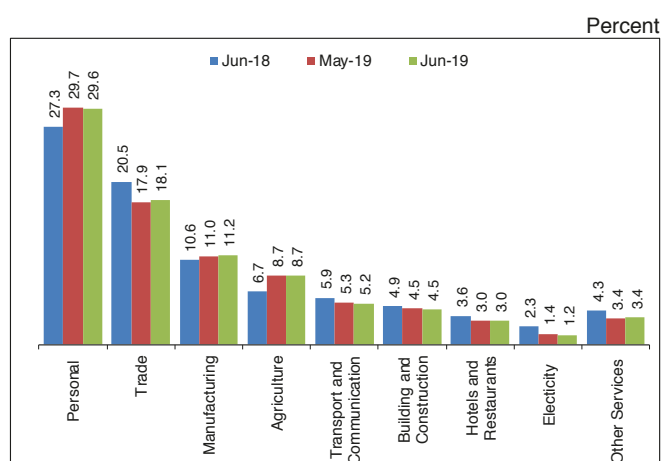
During the year ending June 2019, growth in credit was recorded in most major economic activities (**Table 2.2**). Personal-related undertakings and trade activities remained the major beneficiaries of loans by banks, accounting for 29.6 percent and 18.1 percent of outstanding credit, respectively (**Chart 2.4**).

**Table 2.2: Annual Growth Rates of Banks' Credit to Major Economic Activities**

	Percent								
	Jun-18	Dec-18	Jan-19	Feb-19	Mar-19	Apr-19	May-19	Jun-19	
Agriculture	-5.2	-16.0	22.6	34.1	45.8	50.7	47.2	40.6	
Mining and quarrying	5.8	28.2	22.8	60.1	37.6	35.5	31.2	28.4	
Personal	50.5	54.0	52.7	15.5	17.5	17.8	19.8	17.4	
Manufacturing	-3.9	17.5	11.0	13.0	17.8	17.5	6.5	14.5	
Building and construction	5.7	-23.2	-11.0	-7.7	-2.1	-4.7	13.4	-0.1	
Trade	-2.0	-2.4	-5.6	1.6	-2.4	1.4	-4.2	-4.2	
Transport and communication	4.9	-5.9	-4.9	-0.1	4.4	2.6	-0.6	-4.5	
Hotels and restaurants	3.4	-1.3	-3.5	-4.0	-7.2	-7.6	-8.8	-11.2	

Source: Banks and Bank of Tanzania computations

**Chart 2.4: Composition of Banks' Outstanding Credit by Major Economic Activities**

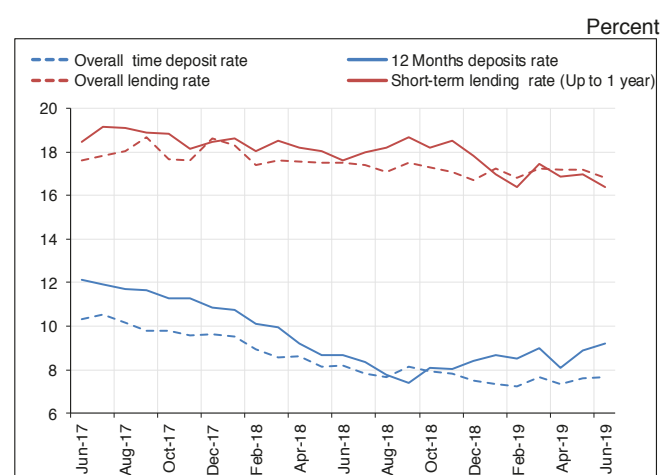


Source: Banks and Bank of Tanzania computations

## 2.2 Interest Rates

Interest rates on loans and deposits were generally lower in June 2019 than in June 2018 (**Chart 2.5**). Overall and one-year lending rates decreased by 66 basis points and 1.25 basis points year-on-year to an average of 16.84 percent and 16.36 percent in June 2019, respectively. This reflects continued improvement in banks' asset quality and loan-granting process. Similarly, overall deposit interest rate decreased by 52 basis points to an average of 7.67 percent. However, 12-month deposits rate rose to an average of 9.22 percent in June 2019 from 8.68 percent in June 2018.

**Chart 2.5: Selected Banks' Interest Rates**



Source: Banks and Bank of Tanzania computations

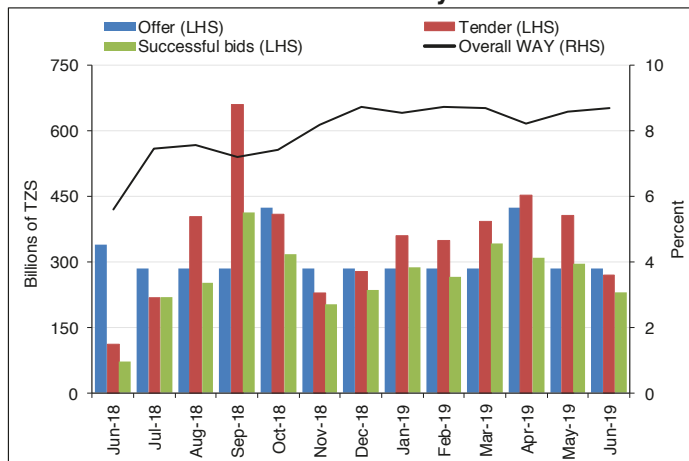


## 2.3 Financial Markets

### 2.3.1 Treasury Bills Market

In June 2019, the Bank of Tanzania conducted two Treasury bills auctions for monetary policy and central government fiscal operations. The Bank maintained the tender size of TZS 141.7 billion per auction as in the last six months. Both auctions were undersubscribed, altogether receiving bids worth TZS 268.7 billion and the Bank accepted bids worth TZS 230.1 billion. Reflecting low demand, the overall weighted average yield increased to 8.69 percent from 8.58 percent in the preceding month (**Chart 2.6**).

**Chart 2.6: Performance in Treasury Bills Market**



Source: Bank of Tanzania

Note: LHS denotes left hand scale; and RHS, right hand Scale

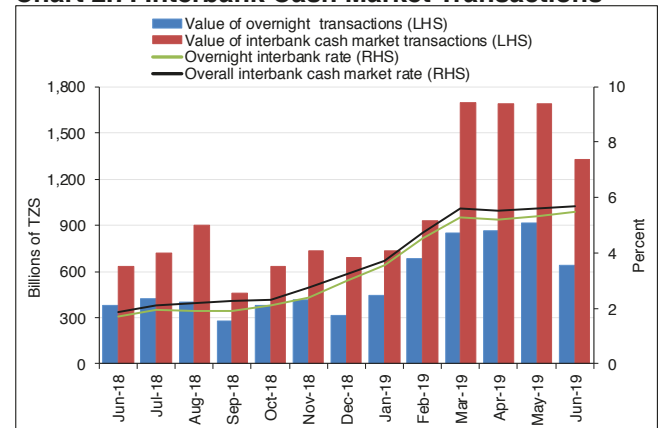
### 2.3.2 Treasury Bonds Market

The Bank of Tanzania offered on behalf of the Government 10-year and 15-year Treasury bonds worth TZS 87.2 billion and TZS 91.4 billion, respectively for government fiscal operations. Both auctions were undersubscribed, the 10-year bond by TZS 71.3 billion and 15-year bond by TZS 28.2 billion. Successful bids amounted to TZS 10.8 billion for 10-year bond and TZS 63.1 billion for 15-year bond. Weighted average yield to maturity (WAY) for 10-year Treasury bond increased to 15.70 percent from 15.11 percent when it was last issued, while that of 15-year Treasury bond increased to 15.74 percent from 15.62 percent.

### 2.3.3 Interbank Cash Market

In June 2019, transactions in the interbank cash market (IBCM) amounted to TZS 1,326.5 billion, compared with TZS 1,690.1 billion traded in May 2019. Overnight placements remained dominant, accounting for 48.3 percent of total IBCM transactions (**Chart 2.7**). Consistent with seasonal demand for shillings for purchasing cash crops, overnight interbank cash market interest rate increased to an average rate of 5.47 percent in June 2019 from 5.32 percent in the preceding month.

**Chart 2.7: Interbank Cash Market Transactions**



Source: Bank of Tanzania

Note: LHS denotes left hand scale; and RHS, right hand scale

### 2.3.4 Repurchase Agreements

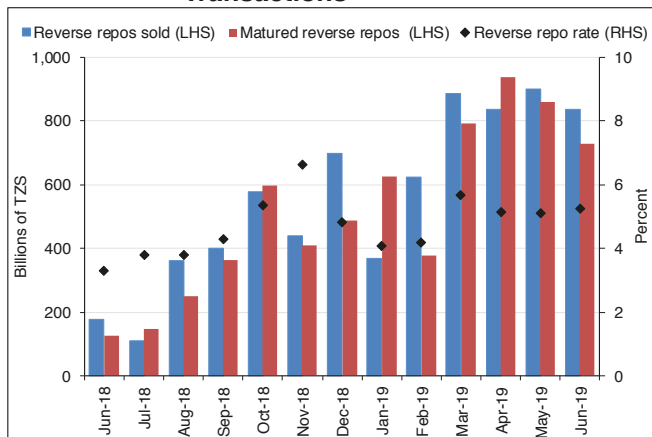
The Bank of Tanzania continued to use reverse repo<sup>2</sup> to smoothen banks' short-term liquidity needs. The Bank auctioned reverse repo worth TZS 837.4 billion in June 2019 compared with TZS 900.3 billion in the preceding month. (**Chart 2.8**). Reflecting higher demand for shilling liquidity, reverse repo rate increased to an average of 5.25 percent in June 2019 from 5.09 percent in May 2019.

<sup>2</sup>Reverse repo are initiated by Bank of Tanzania to inject liquidity in banks.





**Chart 2.8: Reverse Repurchase Agreements Transactions**



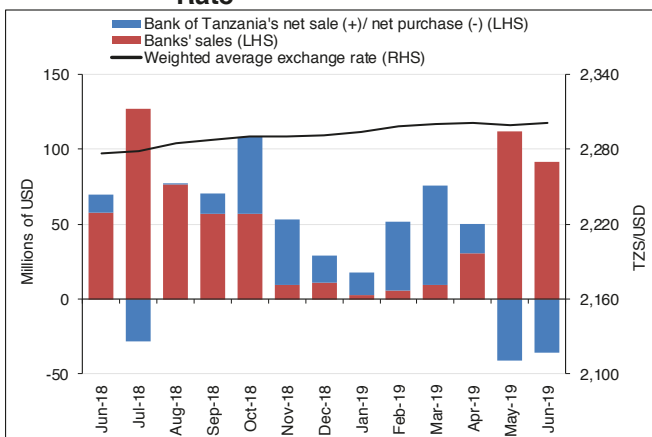
Source: Bank of Tanzania

Note: LHS denotes left hand scale; and RHS, right hand scale

### 2.3.5 Interbank Foreign Exchange Market

The interbank foreign exchange market (IFEM) remained active with transactions worth USD 91.2 million in June 2019. The Bank of Tanzania participated in the market for liquidity management purposes, purchasing a total of USD 36.0 million. The shilling remained stable, trading at TZS 2,300.62 per US dollar, compared with TZS 2,299.45 per US dollar in the previous month. On annual basis, the shilling depreciated by 1.07 percent from TZS 2,276.26 per US dollar in June 2018, broadly in line with inflation differential between Tanzania and its major trading partners (**Chart 2.9**).

**Chart 2.9: IFEM Transactions and Exchange Rate**



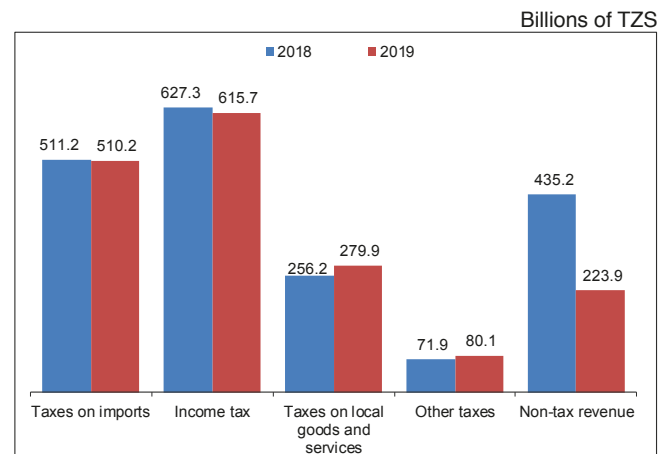
Source: Bank of Tanzania

Note: LHS denotes left hand scale; and RHS, right hand Scale

## 3.0 Government Budgetary Operations

In June 2019, domestic revenue realized by the Government amounted to TZS 1,789.0 billion, out of which TZS 1,709.6 billion were collections by central government and TZS 79.4 billion local governments collection from own sources. Tax revenue that accounts for 86.9 percent of central government collection, increased by 1.3 percent from the amount collected in the similar month in 2018 to TZS 1,485.8 billion. **Chart 3.1** compares central government resources by source during June 2018 and 2019.

**Chart 3.1: Government Resources in June**



Source: Ministry of Finance and Planning, and Bank of Tanzania computations

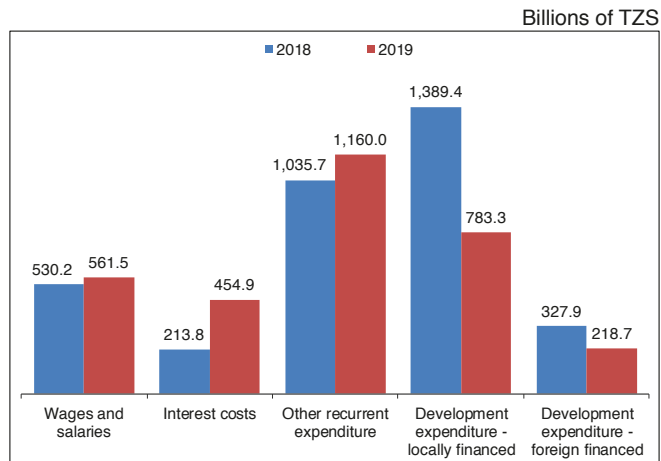
Note: Data for 2019 are provisional

On the expenditure side, the Government continued to ensure discipline in the use of public funds and rationalize expenditure based on available resources and priorities. Government expenditure amounted to TZS 3,178.3 billion in June 2019, of which recurrent expenditure was TZS 2,176.4 billion and development expenditure was TZS 1,001.9 billion. Out of the funds spent on development projects, 78.2 percent was from domestic sources (**Chart 3.2**).





Chart 3.2: Government Expenditure in June



Source: Ministry of Finance and Planning, and Bank of Tanzania computations

Note: Data for 2019 are provisional

## 4.0 National Debt

### 4.1 External Debt

External debt stock—comprising public and private sector debt—increased to USD 21,917.0 million at the end of June 2019 from stocks at the end of the previous month and corresponding month of 2018 (Table 4.1). The increase was mainly on account of net inflows and appreciation of the currencies in which the debt is denominated against the US dollar. Central government debt, which accounted for 75.9 percent of the external debt stock, was also on the same trend.

Table 4.1: External Debt Stock by Borrowers

Borrower	Millions of USD					
	Jun-18		May-19		Jun-19	
	Amount	Share (%)	Amount	Share (%)	Amount	Share (%)
Central government	15,823.5	77.2	16,371.5	75.7	16,624.6	75.9
DOD	14,978.8	73.1	15,476.6	71.5	15,723.2	71.7
Interest arrears	844.7	4.1	894.9	4.1	901.4	4.1
Private sector	4,467.8	21.8	5,105.8	23.6	5,188.3	23.7
DOD	3,605.9	17.6	4,153.9	19.2	4,207.1	19.2
Interest arrears	861.9	4.2	951.9	4.4	981.2	4.5
Public corporations	211.7	1.0	158.8	0.7	104.1	0.5
DOD	180.4	0.9	124.7	0.6	95.0	0.4
Interest arrears	31.3	0.2	34.1	0.2	9.1	0.0
External debt stock	20,503.0	100.0	21,636.1	100.0	21,917.0	100.0

Source: Ministry of Finance and Planning, Bank of Tanzania and Bank of Tanzania computations

Note: DOD denotes disbursed outstanding debt

Structure of external debt by creditor remained the same as last month and similar month in 2018, with multilateral institutions continuing to hold the largest share of the debt stock, at 45.6 percent, followed by debt from commercial sources (Table 4.2).

Table 4.2: External Debt Stock by Creditors

Creditor category	Millions of USD					
	Jun-18		May-19		Jun-19	
	Amount	Share (%)	Amount	Share (%)	Amount	Share (%)
Multilateral	9,538.6	46.5	9,914.4	45.8	9,990.3	45.6
DOD	9,509.2	46.4	9,885.4	45.7	9,965.1	45.5
Interest arrears	29.4	0.1	29.0	0.1	25.2	0.1
Bilateral	1,822.6	8.9	1,936.7	9.0	1,957.1	8.9
DOD	981.7	4.8	1,041.8	4.8	1,055.7	4.8
Interest arrears	840.9	4.1	894.9	4.1	901.4	4.1
Commercial	6,858.4	33.5	7,353.7	34.0	7,457.7	34.0
DOD	6,498.5	31.7	6,800.9	31.4	6,921.5	31.6
Interest arrears	359.9	1.8	552.8	2.6	536.2	2.4
Export credit	2,283.4	11.1	2,431.3	11.2	2,511.9	11.5
DOD	1,775.7	8.7	2,027.1	9.4	2,083.0	9.5
Interest arrears	507.7	2.5	404.2	1.9	428.9	2.0
External debt stock	20,503.0	100.0	21,636.1	100.0	21,917.0	100.0

Source: Ministry of Finance and Planning, Bank of Tanzania and Bank of Tanzania computations

Note: DOD denotes disbursed outstanding debt

As in the preceding month and corresponding month of 2018, transport and telecommunication, social welfare and education, and energy and mining activities were the main recipients of disbursed outstanding debt in June 2019 (Table 4.3).

Table 4.3: Disbursed External Debt by Use of Funds

Activity	Millions of USD					
	Jun-18		May-19		Jun-19	
	Amount	Share (%)	Amount	Share (%)	Amount	Share (%)
Transport and telecommunication	4,077.0	21.7	4,425.3	22.4	4,630.0	23.1
Social welfare and education	2,999.0	16.0	3,209.0	16.2	3,254.0	16.2
Energy and mining	2,970.0	15.8	3,070.0	15.5	3,105.0	15.5
BoP and budget support	2,723.7	14.5	2,926.8	14.8	2,836.4	14.2
Other	1,970.4	10.5	1,789.1	9.1	1,811.9	9.0
Agriculture	1,207.0	6.4	1,246.0	6.3	1,256.0	6.3
Finance and insurance	1,049.0	5.6	1,191.0	6.0	1,186.0	5.9
Real estate and construction	1,096.0	5.8	1,069.0	5.4	1,109.0	5.5
Industries	605.0	3.2	658.0	3.3	666.0	3.3
Tourism	68.0	0.4	171.0	0.9	171.0	0.9
Total	18,765.1	100.0	19,755.2	100.0	20,025.3	100.0

Source: Ministry of Finance and Planning, Bank of Tanzania and Bank of Tanzania computations

Note: BOP denotes balance of payments



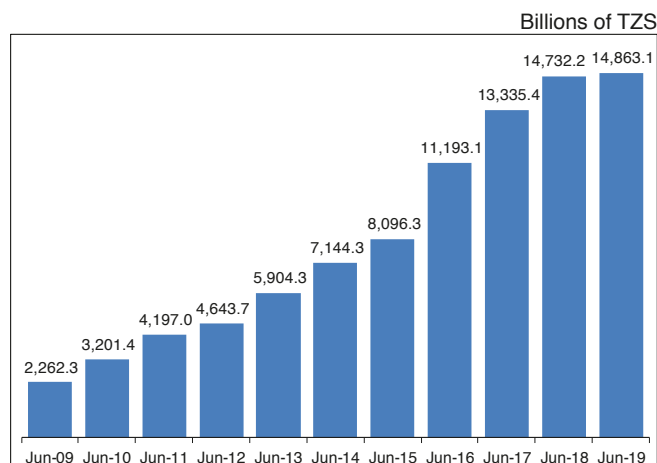
External debt disbursed in June 2019 amounted to USD 291.7million, of which USD 261.5 was received by the central government. Total disbursements during the year ending June 2019 amounted to USD 1,469.5 million, out of which the Government received USD 1,351.1 million and the balance was received by the private sector.

During June 2019 a total of USD 164.6 million was spent to service the external debt, of which USD 118.4 million was principal repayment and the balance interest payment. During the year ending June 2019, debt service payments amounted to USD 990.5 million, of which the principal repayment was USD 693.2 million.

## 4.2 Domestic Debt

The domestic debt stock increased to TZS 14,863.1 billion at the end of June 2019 from stocks recorded at the end of the preceding month and corresponding month of 2018, (**Chart 4.1**)

**Chart 4.1: Government Domestic Debt Stock**



Source: Bank of Tanzania

In line with the government medium-term debt management strategy of mitigating refinancing risk by lengthening the maturity of debt portfolio, long-term instruments—Treasury bonds and stocks—continued to account for the largest share in domestic debt stock (**Table 4.4**).

**Table 4.4: Government Domestic Debt by Borrowing Instruments**

Instrument	Billions of TZS					
	Jun-18		May-19		Jun-19	
	Amount	Share (%)	Amount	Share (%)	Amount	Share (%)
Government securities	12,776.4	86.7	13,371.3	86.2	13,603.1	91.5
Treasury bills	2,659.0	18.0	2,982.3	19.2	3,075.0	20.7
Government stocks	257.1	1.7	252.7	1.6	252.7	1.7
Government bonds	9,860.3	66.9	10,136.2	65.3	10,275.3	69.1
Tax certificates	0.1	0.0	0.1	0.0	0.1	0.0
Non-securitized debt	1,955.7	13.3	2,142.1	13.8	1,260.0	8.5
Other liabilities*	18.4	0.1	18.4	0.1	18.4	0.1
Overdraft	1,937.4	13.2	2,123.7	13.7	1,241.7	8.4
Domestic debt stock (excluding liquidity papers)	14,732.2	100.0	15,513.3	100.0	14,863.1	100.0

Source: Ministry of Finance and Planning, Bank of Tanzania and Bank of Tanzania computations

Note: \* includes NMB bank Plc standard loan and duty drawback

Composition of domestic debt stock by creditor remained unchanged, where banks sustained dominance, holding 35.9 percent of the debt stock, followed by pension funds and Bank of Tanzania—including advances to the Government (**Table 4.5**).

**Table 4.5: Government Domestic Debt by Holders**

Holder	Billions of TZS					
	Jun-18		May-19		Jun-19	
	Amount	Share (%)	Amount	Share (%)	Amount	Share (%)
Commercial banks	5,297.2	36.0	5,232.4	33.7	5,340.1	35.9
Bank of Tanzania	3,272.6	22.2	3,411.9	22.0	2,529.9	17.0
Pension funds	3,641.2	24.7	3,812.6	24.6	3,868.5	26.0
Insurance	1,181.8	8.0	1,362.2	8.8	1,363.9	9.2
BOT's special funds	265.0	1.8	294.7	1.9	284.4	1.9
Others	1,074.4	7.3	1,399.6	9.0	1,476.5	9.9
Domestic debt stock (excluding liquidity papers)	14,732.2	100.0	15,513.3	100.0	14,863.1	100.0

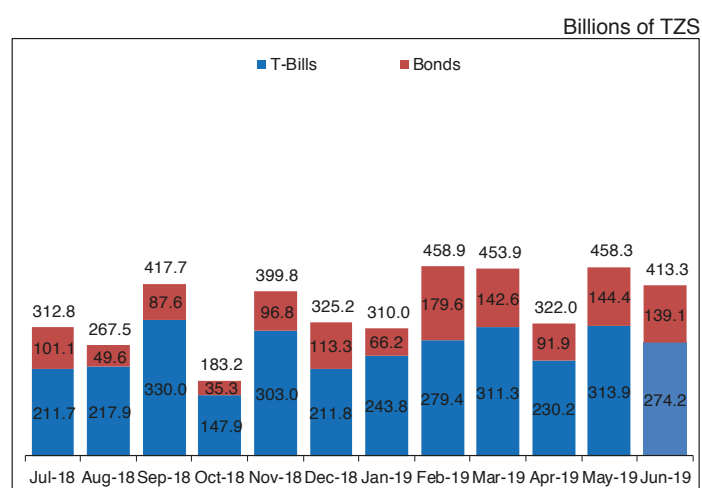
Source: Ministry of Finance and Planning, Bank of Tanzania and Bank of Tanzania computations

Note: Others include other public institutions, private companies and individuals

Government debt securities issued for government budget financing in June 2019 amounted to TZS 413.3 billion, out of which TZS 274.2 billion was Treasury bills and the balance was Treasury bonds. Domestic debt issued during the year ending June 2019 was TZS 4,322.4 billion, of which TZS 3,075.0 billion was Treasury bills and the balance was Treasury bonds (**Chart 4.2**).



Chart 4.2: Government Securities Issued for Financing Purposes



Source: Ministry of Finance and Planning, Bank of Tanzania and Bank of Tanzania computations

Note: Figures on top of each bar are totals

During June 2019, domestic debt service, excluding overdraft to the Government, amounted to TZS 294.5 billion, out of which TZS 181.4 billion was principal amount that was rolled over and the balance was interest payment out of government resources. Meanwhile, cumulative debt service during the year ending June 2019 amounted to TZS 4,755.4 billion, out of which TZS 3,473.6 billion was principal repayment and the balance was interest payment.

## 5.0 External Sector Performance

In the year ending June 2019, the overall balance of payments was a deficit of USD 1,059.6 million compared to a surplus of USD 627.9 million in the corresponding period in 2018. This was largely due to widening current account deficit. Current account recorded a deficit of USD 2,257.3 million during the year to June 2019 compared with a deficit of USD 1,771.8 million a year earlier largely owing to increase in value of goods imports (**Table 5.1**).

Table 5.1 Current Account

Items	Millions of USD					Percentage change
	Jun-18	May-19	Jun-19	Year ending June 2018	2019 <sup>p</sup>	
Goods account	-264.8	-380.9	-226.5	-2,974.2	-3,853.4	29.6
Exports*	370.5	350.3	427.8	4,691.9	4,493.6	-4.2
Imports	635.3	731.2	654.3	7,666.1	8,347.0	8.9
Services account	129.7	113.6	131.8	1,720.7	2,035.6	18.3
Receipts	306.6	276.3	296.6	3,896.6	4,068.0	4.4
Payments	176.9	162.7	164.8	2,175.9	2,032.4	-6.6
Goods and services	-135.1	-267.3	-94.7	-1,253.5	-1,817.8	45.0
Export of goods and services	677.2	626.6	724.4	8,588.5	8,561.6	-0.3
Import of goods and services	812.2	893.9	819.1	9,842.0	10,379.4	5.5
Primary income account	-90.4	-93.1	-44.7	-952.7	-820.1	-13.9
Receipts	10.3	18.6	17.6	138.6	191.2	38.0
Payments	100.7	111.6	62.2	1,091.3	1,011.3	-7.3
Secondary income account	36.5	27.2	28.6	434.4	380.6	-12.4
Inflows	41.7	32.6	33.6	521.1	440.2	-15.5
o/w General government	9.6	0.0	0.0	155.3	68.2	-56.1
Outflows	5.3	5.4	5.0	86.6	59.6	-31.2
Current account balance	-189.0	-333.2	-110.8	-1,771.8	-2,257.3	27.4

Source: Tanzania Revenue Authority, banks and Bank of Tanzania computations

Notes: \* includes adjustments for informal cross border exports; p denotes provisional data; and o/w, of which

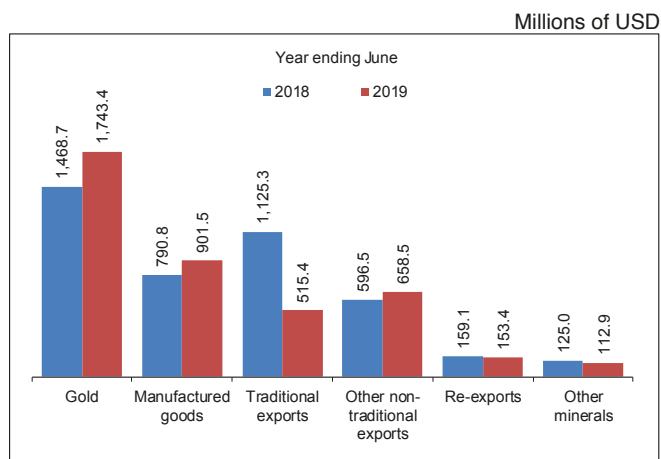
Gross official reserves amounted to USD 4,401.8 million at the end of June 2019, an adequate cover for about 4.3 months of projected imports of goods and services, excluding foreign direct investment related imports. The import cover was above the country benchmark of not less than 4.0 months. Meanwhile, foreign assets of banks amounted to USD 1,025.8 million at the end of June 2019.

## 5.1 Exports

In the year ending June 2019, the value of exports of goods and services declined slightly to USD 8,561.6 million compared with USD 8,588.5 million in the year to June 2018, driven by goods exports, particularly traditional goods exports. Value of traditional good exports declined to USD 515.4 million from USD 1,125.3 million in the corresponding period in 2018. The decline was observed in all traditional crops, except coffee and cotton. Meanwhile, value of non-traditional goods exports, which accounts for 80.0 percent of goods exports, increased to USD 3,569.7 million from USD 3,140.1 million, largely driven by gold exports (**Chart 5.1**). The value of gold— that accounted for more than 40.0 percent of non-traditional exports —grew



**Chart 5.1: Performance of Goods Exports**

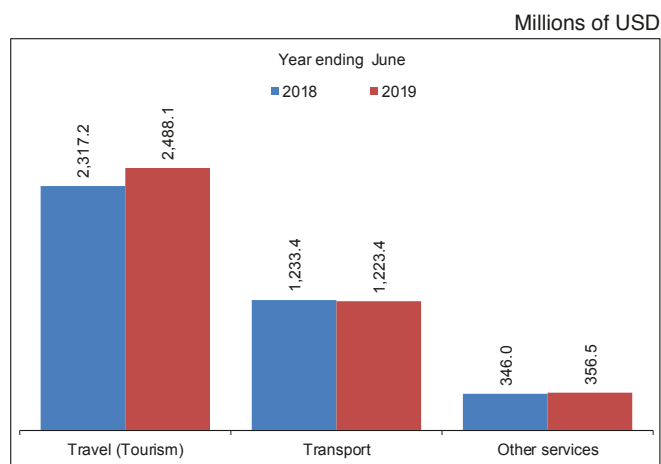


Source: Tanzania Revenue Authority and Bank of Tanzania computations

Notes: Other exports includes minerals (excluding gold), oil seeds, cereals, cocoa, hides and skins

Foreign exchange receipts from services, which accounted for about 40.0 percent of total exports, increased to USD 4,068.0 million in the year to June 2019 from USD 3,896.6 million in the corresponding period in 2018. The increase was driven by travel receipts—mainly from tourism—which grew by 7.4 percent to USD 2,488.1 million owing to increase in the number of tourist arrivals (**Chart 5.2**).

**Chart 5.2: Services Receipts by Category**



Source: Banks, and Bank of Tanzania computations

Notes: 'Other Services' include communication, construction, insurance, financial, computer information, government, royalties and other business services

## 5.2 Imports

In the year ending June 2019, the value of goods and services imports increased by 5.5 percent from the levels registered in the year ending June 2018 to

USD 10,257.6 million on account of goods imports. Goods import bill increased to USD 8,347.0 million from USD 7,666.1 million in the year ending June 2018, driven by import of capital goods for the ongoing infrastructure projects in the country (**Table 5.2**). Meanwhile, the value of consumer goods imports declined owing to decrease in food and food stuffs import bill following good harvests during 2017/18 crop season.

**Table 5.2: Goods Imports**

Millions of USD

Item	May-19	Jun-19	Percentage change	Year ending June		Percentage change	Percentage contribution, year ending
				2018 <sup>P</sup>	2019 <sup>P</sup>		
Capital goods	311.5	250.2	-19.7	2,804.7	3,415.0	21.8	40.9
Transport equipment	74.0	69.8	-5.7	840.0	866.1	3.1	10.4
Building and constructions	90.9	66.6	-26.8	661.5	926.8	40.1	11.1
Machinery	146.6	113.8	-22.3	1,303.2	1,622.1	24.5	19.4
Intermediate goods	223.9	255.2	14.0	2,689.2	2,847.9	5.9	34.1
Oil imports	146.7	173.9	18.5	1,774.6	1,947.2	9.7	23.3
Fertilizers	2.6	24.6	829.8	116.2	183.3	57.8	2.2
Industrial raw materials	74.5	56.6	-24.0	798.4	717.4	-10.2	8.6
Consumer goods	195.8	148.9	-24.0	2,172.2	2,084.1	-4.1	25.0
Food and food stuffs	24.5	18.8	-23.1	318.4	193.2	-39.3	2.3
All other consumer goods <sup>1</sup>	171.3	130.1	-24.1	1,853.7	1,890.9	2.0	22.7
Grand total	731.2	654.3	-10.5	7,666.1	8,347.0	8.9	100.0

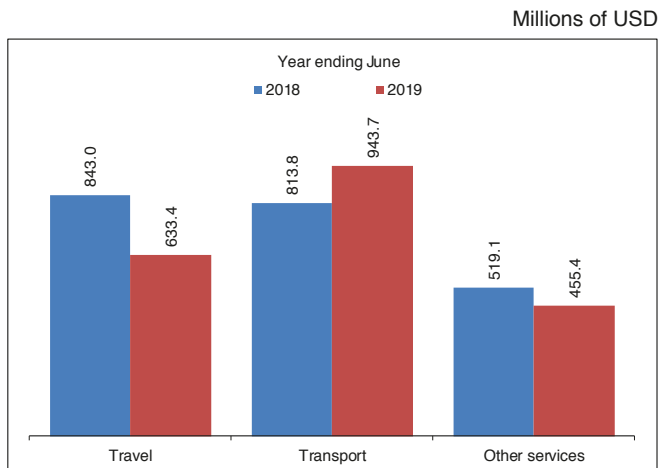
Source: Tanzania Revenue Authority and Bank of Tanzania computations

Notes: 1 includes pharmaceutical products, paper products, plastic items, optical/photographic materials, and textile apparels; and p, provisional data

Services payments declined to USD 2,032.4 million in the year ending June 2019 from USD 2,175.9 million in the year ending June 2018, largely owing to decrease in travel payments (**Chart 5.3**). However, foreign payments with respect to transportation rose by 14.7 percent, consistent with the increase in imports of goods.



Chart 5.3: Services Payments



Source: Banks, and Bank of Tanzania computations

Notes: Other services include; construction, insurance and pension, financial, telecommunication, computer and information, charges for the use of intellectual property, personal, cultural and recreational; government, royalties, personal and other business services

Primary income account, which comprises income from capital related transactions and compensation of employees, improved to a deficit of USD 826.0 million in the year ending June 2019 from a deficit of USD 952.7 million in the corresponding period in 2018, following increase in receipts. On the other hand, balance of the secondary income account, which captures unilateral current transfer between residents and non-residents, narrowed by 12.2 percent to USD 381.6 million following a decrease in outflows.

### 5.3 World Commodity Prices

In June 2019, world market prices of selected commodities exhibited mixed development compared with the preceding month. Prices of cotton, tea and oil decreased, while that of coffee, cloves and gold increased (Table 5.3). The price of cotton declined due to weak global demand while prices of oil fell mainly due to stock piling in the USA coupled with weak global demand. Conversely, prices of coffee increased due to strong global demand while price of gold rose mainly due to increased global demand following USA and Iran tension, which drove investors towards the safe-haven bullion.

On annual basis, world market prices of all selected commodities decreased, save for oil prices (Table 5.3). Prices of coffee, tea and cloves declined due to increase in global supply following high production in major producing countries that is associated with conducive weather. Conversely, prices of crude oil and white petroleum products increased due to tight supply following OPEC-plus<sup>3</sup> production cut deal.

Table 5.3: World Commodity Prices

Commodity	Unit measure	May-19	Jun-19	Percentage change	Year ending June		Percentage change
					2018	2019	
Robusta Coffee	USD per kg	1.6	1.6	3.8	2.1	1.7	-15.7
Arabica Coffee	USD per kg	2.7	2.9	7.5	3.1	2.8	-8.7
Tea (Average price)	USD per kg	2.7	2.6	-5.9	3.1	2.6	-14.1
Tea (Mombasa Auction)	USD per kg	2.4	2.2	-8.4	2.7	2.3	-15.7
Cotton, "A Index"	USD per kg	1.8	1.7	-3.4	1.9	1.9	-1.2
Sisal (UG)	USD per kg	1.7	1.7	0.0	1.7	1.7	-1.2
Cloves	USD per kg	6.9	7.0	1.4	8.4	7.5	-10.6
Crude oil*	USD per barrel	70.5	63.3	-10.3	61.2	67.0	9.5
Crude oil**	USD per barrel	69.3	61.2	-11.6	61.4	67.8	10.4
White products	USD per tonnes	655.4	594.5	-9.3	599.1	653.4	9.1
Gold	USD per troy ounce	1,283.7	1,359.0	5.9	1,297.1	1,263.8	-2.6

Source: <http://www.Worldbank.org/Prospects>, World Bank Public Ledger, Bloomberg, Tanzania Sisal Board and Bank of Tanzania computations

Note: \*Average of Brent, Dubai and West Texas Intermediate; \*\* free on board Dubai; and UG, under grade

## 6.0 Economic Developments in Zanzibar

### 6.1 Inflation Developments

Twelve-month headline inflation in the year ending June 2019 eased to 2.7 percent from 3.1 percent and 3.5 percent in May 2019 and June 2018, respectively. Annual non-food inflation eased to 2.9 percent in June 2019 from 4.4 percent in June 2018, mainly due to a decline in fuel prices. Month-to-month headline inflation decreased to 0.4 percent from 0.7 percent in the corresponding period in 2018 (Table 6.1 and Chart 6.1).

<sup>3</sup> Organization of the Petroleum Exporting Countries (OPEC) cooperation with non-OPEC oil producers.





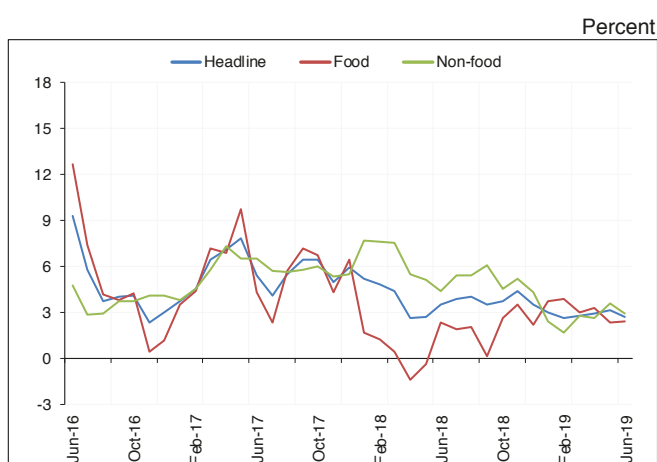
**Table 6.1: Headline Inflation and its Main Components**

Base: Jan 2017=100

Main groups	Weight	Monthly change			Annual change		
		Jun-18	May-19	Jun-19	Jun-18	May-19	Jun-19
Food and non-alcoholic beverages	43.6	1.0	2.8	1.0	2.3	2.3	2.4
Alcoholic beverages, tobacco and narcotics	0.2	0.0	0.0	0.0	3.3	6.6	6.6
Clothing and footwear	6.9	0.0	1.5	-0.2	1.2	1.8	1.6
Housing, water, electricity, gas and other fuels	18.4	1.5	1.4	-0.8	3.8	2.8	0.4
Furnishing, household equipment	5.5	0.5	0.3	0.1	12.9	3.0	2.5
Health	2.1	0.3	0.0	0.0	2.6	3.4	3.1
Transport	9.6	0.0	0.8	0.6	7.8	2.2	2.7
Communication	4.2	-1.3	0.0	0.0	-0.9	14.2	15.8
Recreation and culture	1.3	0.0	0.6	1.3	2.8	2.9	4.2
Education	1.9	0.0	0.0	0.0	5.3	4.2	4.2
Restaurants and hotels	3.9	0.0	0.0	0.0	2.0	4.1	4.1
Miscellaneous goods and services	2.3	0.9	0.7	0.3	2.5	4.9	4.3
<b>All items (headline inflation)</b>	<b>100.0</b>	<b>0.7</b>	<b>1.7</b>	<b>0.4</b>	<b>3.5</b>	<b>3.1</b>	<b>2.7</b>
Food	42.7	1.0	2.9	1.0	2.3	2.3	2.4
Non-food	57.3	0.5	0.8	-0.2	4.4	3.6	2.9

Source: Office of the Chief Government Statistician, Zanzibar

**Chart 6.1: Twelve-Month Inflation Developments**



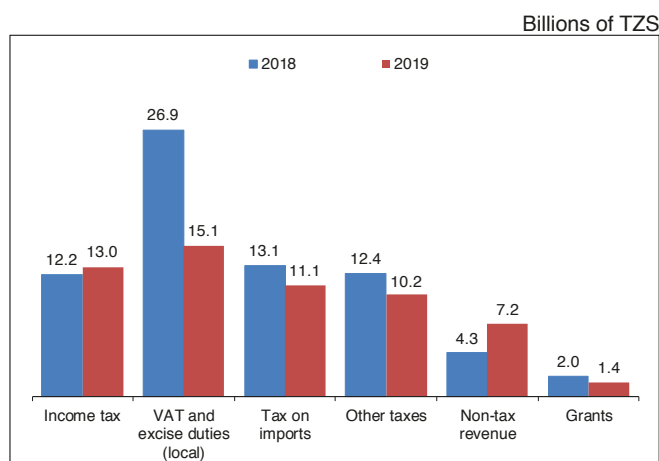
Source: Office of the Chief Government Statistician, Zanzibar

## 6.2 Government Budgetary Operations

Government resource envelope, which include domestic revenue and grants, amounted to TZS 58.1 billion in June 2019, of which TZS 56.7 billion was domestic revenue and the balance was grants. Revenue collections were 88.7 percent of the monthly target with all revenue categories performing below targets save for VAT and excise duties. Of the domestic revenue, TZS 49.4 billion was tax collections and the balance was non-tax revenue. Actual domestic revenue during fiscal year 2018/19 amounted to TZS 748.9 billion equivalent to

95.2 percent of the annual projection. **Chart 6.2** shows government resources during June 2018 and June 2019.

**Chart 6.2: Government Resources in June**



Source: Ministry of Finance and Planning, Zanzibar

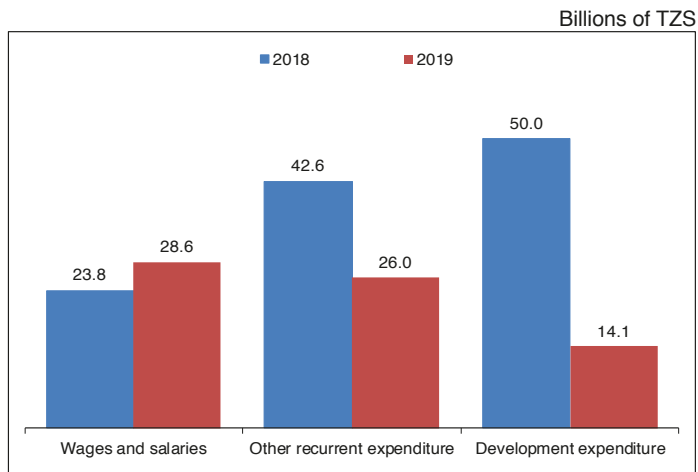
Note: Other taxes include hotel and restaurant levies, tour operator levy, revenue stamps, airport and seaport service charges, road development fund and petroleum levy

In June 2019, government expenditure amounted to TZS 68.8 billion, of which TZS 54.7 billion was recurrent expenditure and TZS 14.1 billion was expenditure on development projects (**Chart 6.3**). Foreign sources spent for development projects amounted to 11.8 billion and the balance was from domestic resources. An overall deficit<sup>4</sup> of TZS 10.2 billion was realized in June 2019, which was financed through external loans. Actual government expenditure during fiscal year 2018/19 was TZS 1,129.6 billion, equivalent to 86.0 percent of annual projected expenditure.

<sup>4</sup>Includes adjustment to cash and other items net



Chart 6.3: Government Expenditure in June



Source: Ministry of Finance and Planning, Zanzibar

Note: Other expenditure include transfers, domestic debt interest payment, consolidated fund service and other charges

## 6.3 External Sector Performance

### 6.3.1 Current Account

During the year ending June 2019, current account balance was a deficit of USD 66.1 million compared to a surplus of USD 13.8 million in similar period in 2018, owing to increase in import of goods and services coupled with a decline in goods exports (Table 6.2).

Table 6.2: Current Account Balance

	Jun-18	May-19	Jun-19 <sup>p</sup>	Year ending June		Percentage change
				2018	2019 <sup>p</sup>	
Goods account	-16.7	-21.5	-14.2	-124.5	-218.1	--
Exports	1.1	2.2	0.8	73.4	11.1	-84.9
Imports (fob)	17.8	23.6	14.9	197.9	229.2	15.8
Services account	8.0	6.7	7.9	97.2	107.7	10.8
Receipts	14.1	11.2	13.8	164.7	178.6	8.4
Payments	6.1	4.5	5.9	67.4	70.8	5.0
Goods and services	-8.6	-14.7	-6.3	-27.3	-110.4	--
Exports of goods and services	15.2	13.4	14.5	238.0	189.6	-20.3
Imports of goods and services	23.9	28.1	20.8	265.3	300.0	13.1
Income account	0.9	0.6	0.8	9.1	11.5	26.6
Receipts	1.3	1.0	1.2	13.8	17.4	25.3
Payments	0.4	0.4	0.4	4.7	5.8	--
Current transfers	2.1	0.9	0.5	32.0	32.8	2.6
Inflows	2.2	3.0	1.8	34.1	47.6	39.7
Outflows	0.2	2.1	1.3	2.1	14.8	--
Current account balance	-5.7	-13.2	-4.9	13.8	-66.1	--

Source: Tanzania Revenue Authority, Bank of Tanzania, Banks, and Bank of Tanzania computations

Note: p denotes provisional data; fob, free on board; and "--", change that exceeds 100 percent

### 6.3.2 Exports

The value of goods and services exports declined to USD 189.6 million in the year ending June 2019 from USD 238.0 million in June 2018 (Table 6.2). The decline was on account of goods exports, particularly fall in cloves exports due to cyclical nature of the crop (Table 6.3). In contrast, service receipts rose primarily due to higher income from operations linked to tourism activities.

Table 6.3: Goods Export Performance

	Units	Jun-18	May-19	Jun-19 <sup>p</sup>	Year ending June		Percentage change
					2018	2019 <sup>p</sup>	
Traditional exports							
Clove							
Value	'000' USD	78.0	1,224.0	-	59,178.6	1,224.0	-97.9
Volume	'000' Tonnes	0.0	0.2	-	7.5	0.2	-97.6
Unit price	USD/Tonne	7,800.0	6,800.0	-	7,939.2	6,800.0	-14.3
Non-traditional exports							
Seaweeds							
Value	'000' USD	338.8	279.6	269.8	4,591.0	4,032.8	-12.2
Volume	'000' Tonnes	0.9	0.7	0.4	12.0	8.7	-27.8
Unit price	USD/Tonne	389.7	383.0	618.7	381.6	464.3	21.7
Manufactured goods	'000' USD	482.1	458.4	426.6	7,017.9	4,491.2	-36.0
Fish and fish products	'000' USD	88.6	145.4	-	259.5	777.9	--
Others exports	'000' USD	119.0	53.6	57.3	2,320.3	549.3	-76.3
Sub-total	'000' USD	1,028.6	937.0	753.7	14,188.6	9,851.2	-30.6
Grand-total	'000' USD	1,106.6	2,161.0	753.7	73,367.2	11,075.2	-84.9

Source: Tanzania Revenue Authority, and Bank of Tanzania computations

Note: Other exports mainly include souvenirs and spices; p denotes provisional data; and "--", change that exceeds 100 percent

### 6.3.3 Imports

Value of goods and services imports increased by 13.1 percent to USD 300.0 million in the year ending June 2019, driven by both goods and services import (Table 6.2 and Table 6.4). Goods imports continued to dominate, accounting for 76.4 percent of the total imports.

Table 6.4: Imports by Major Categories

	Jun-18	Jun-19	Jun-19 <sup>p</sup>	Year ending June		Percentage change
				2018	2019 <sup>p</sup>	
Capital goods	6.0	4.2	3.3	54.7	56.7	3.6
Transport equipment	2.9	1.6	1.0	22.3	17.8	-20.3
Building and construction	1.0	1.0	0.7	8.1	13.6	68.4
Machinery	2.1	1.6	1.6	24.3	25.3	4.1
Intermediate goods	8.3	11.2	9.4	90.7	111.8	23.4
Oil imports	6.2	7.3	6.8	62.0	77.3	24.7
Industrial raw materials	2.1	3.9	2.5	28.7	34.5	20.4
Consumer goods	4.2	10.6	3.7	61.3	80.1	30.7
Food and food stuffs	1.3	7.6	0.9	24.0	36.9	53.7
All other consumer goods	2.9	3.0	2.8	37.3	43.2	15.8
Grand total (c.i.f)	18.5	26.0	16.4	206.6	248.6	20.3
Grand total (f.o.b)	17.8	23.6	14.9	197.9	229.2	15.8

Source: Tanzania Revenue Authority, and Bank of Tanzania computations

Note: p denotes provisional data; c.i.f, cost, insurance, and freight; and f.o.b, free on board





## Statistical Tables

**Table A1: Selected Economic Indicators**

	Unit	2014 <sup>r</sup>	2015 <sup>r</sup>	2016 <sup>r</sup>	2017 <sup>r</sup>	2018 <sup>p</sup>
<b>National accounts and prices</b>						
1.1 Change in GDP at current prices	Percent	13.2	14.2	14.9	9.7	8.6
1.2 Change in GDP at constant 2015 prices	Percent	6.7	6.2	6.9	6.8	7.0
1.3 GDP per capita-current prices (TZS)	'000' TZS	1,778.8	1,969.0	2,191.2	2,329.3	2,453.4
1.4 GDP per capita-current prices (USD)	USD	1,076.4	991.7	1,006.5	1,045.1	1,083.8
1.5 Change in consumer price index (Inflation)	Percent	6.1	5.6	5.2	5.3	3.5
1.6 Saving to GNDI ratio	Percent	7.0	6.9	11.4	7.7	6.9
<b>Money, credit and interest rates</b>						
2.1 Change in extended broad money supply (M3)	Percent	15.6	18.8	3.4	8.0	4.5
2.2 Change in broad money supply (M2)	Percent	17.0	13.4	5.3	10.4	3.8
2.3 Change in narrow money supply (M1)	Percent	14.8	15.6	5.3	10.6	5.1
2.4 Change in reserve money (M0)	Percent	17.5	15.6	0.3	1.5	0.6
2.5 Total credit to GDP ratio <sup>1</sup>	Percent	19.4	21.6	19.3	17.0	17.2
2.6 Non-government sector credit to GDP ratio <sup>1</sup>	Percent	15.0	16.4	15.3	14.2	13.7
2.7 Ratio of credit to non-government sector to total credit	Percent	77.3	76.0	79.5	83.8	79.8
2.8 12-Months deposit rate <sup>2</sup>	Percent	10.8	10.8	11.5	11.7	8.8
2.9 Overall treasury bill rate <sup>2</sup>	Percent	13.6	12.9	16.2	11.1	6.4
2.10 Long-term lending rate (3-5 years) <sup>2</sup>	Percent	16.2	15.3	15.6	17.9	17.4
<b>Balance of payments</b>						
3.1 Exports of goods (f.o.b)	Mill. USD	5,194.1	5,316.8	4,949.7	4,523.9	4,379.6
3.2 Imports of goods (f.o.b)	Mill. USD	-10,917.8	-9,843.1	-8,463.6	-7,551.7	-7,752.0
3.3 Trade balance	Mill. USD	-5,723.7	-4,526.3	-3,513.9	-3,027.8	-3,372.4
3.4 Current account balance	Mill. USD	-5,028.2	-3,987.4	-2,664.7	-1,813.9	-1,890.3
3.5 Overall balance	Mill. USD	251.8	199.1	-305.5	-1,669.6	784.0
3.6 Gross official reserves	Mill. USD	4,377.2	4,093.7	4,325.6	5,900.3	5,044.6
3.7 Reserves months of imports (of goods and services) (excluding FDI related imports)	Months	4.7	4.9	5.9	7.5	5.7
3.8 Exchange rate:						
Annual average	TZS/USD	1,652.5	1,985.4	2,177.1	2,228.9	2,263.8
End of period	TZS/USD	1,725.8	2,148.5	2,172.6	2,230.1	2,281.2
		2013/14	2014/15	2015/16	2016/17	2017/18
<b>Public finance</b>						
4.1 Current revenue to GDP ratio <sup>1</sup>	Percent	13.1	12.4	13.9	14.6	14.5
4.2 Grants to GDP ratio <sup>1</sup>	Percent	2.0	1.2	0.5	1.0	0.8
4.3 Current expenditure to GDP ratio <sup>1</sup>	Percent	12.9	12.3	13.2	10.2	10.4
4.4 Development expenditure to GDP ratio <sup>1</sup>	Percent	5.0	4.2	4.3	6.4	6.1
4.5 Budget balance to GDP ratio (excluding grants) <sup>1</sup>	Percent	-4.9	-4.1	-3.8	-2.0	-2.0
4.6 Overall Budget balance to GDP ratio <sup>1,3</sup>	Percent	-3.2	-3.2	-3.4	-1.4	-1.9
<b>Total external debt stock</b>	Mill. USD	14,236.9	15,884.0	17,222.8	18,651.1	20,503.0
5.1 Disbursed debt	Mill. USD	12,632.1	14,548.3	15,948.1	17,251.2	18,765.1
5.2 Interest Arrears	Mill. USD	1,604.8	1,335.7	1,274.7	1,399.9	1,737.9

Source: Ministry of Finance and Planning; Bank of Tanzania; and Tanzania Revenue Authority

Note: <sup>1</sup> Calculated on the basis of GDP at current market prices; <sup>2</sup> annual average; <sup>3</sup> includes grants, expenditure float, adjustment to cash and other items (net)

GNDI, denotes Gross National Disposable Income; r, revised data; and p, provisional data

The National Bureau of Statistics has revised national account statistics using 2015 as the base year



**Table A2: Central Government Operations (Cheques Issued) – Tanzania Mainland**

	Millions of TZS				
	Budget 2018/19	July 2018 - June 2019		June 2019	
		Estimate	Actual <sup>P</sup>	Estimate	Actual <sup>P</sup>
Total revenue (including LGAs)	20,894,577.8	20,894,578.1	18,527,293.2	2,112,483.1	1,789,031.0
Central government revenue	20,158,989.1	20,158,989.4	17,868,195.0	2,049,094.4	1,709,632.8
Tax revenue	17,867,311.6	17,867,311.6	15,387,287.9	1,797,579.2	1,485,779.3
Taxes on imports	6,134,952.2	6,134,952.2	5,668,220.5	534,230.4	510,157.0
Sales/VAT and excise on local goods	4,436,453.2	4,436,453.2	3,709,774.4	306,504.9	279,851.9
Income taxes	6,109,593.2	6,109,593.2	5,072,401.5	849,378.7	615,690.9
Other taxes	1,186,313.0	1,186,313.0	936,891.5	107,465.2	80,079.5
Non- tax revenue	2,291,677.6	2,291,677.9	2,480,907.1	251,515.2	223,853.5
LGA own sources	735,588.6	735,588.6	659,098.2	63,388.7	79,398.3
Total expenditure <sup>1</sup>	26,206,296.6	26,206,296.6	22,265,372.0	2,412,211.9	3,178,313.3
Recurrent expenditure	14,199,023.1	14,199,023.1	13,811,190.4	1,090,167.8	2,176,365.8
Wages and salaries	7,409,952.4	7,409,952.4	6,658,458.2	624,009.8	561,548.6
Interest payments	2,103,298.0	2,103,298.0	2,408,680.1	71,707.0	454,851.1
Domestic	1,413,631.0	1,413,631.0	1,622,507.9	0.0	346,947.8
Foreign	689,667.0	689,667.0	786,172.2	71,707.0	107,903.4
Other goods, services and transfers	4,685,772.7	4,685,772.7	4,744,052.1	394,451.0	1,159,966.1
Development expenditure and net lending	12,007,273.5	12,007,273.5	8,454,181.5	1,322,044.1	1,001,947.5
Local	9,876,393.5	9,876,393.5	6,496,222.3	1,154,959.4	783,263.1
Foreign	2,130,880.0	2,130,880.0	1,957,959.3	167,084.7	218,684.4
Balance before grants	-5,311,718.8	-5,311,718.5	-3,738,078.8	-299,728.8	-1,389,282.3
Grants	1,081,408.0	1,081,408.0	461,201.3	62,748.5	58,385.9
Program	236,263.9	236,263.9	0.0	0.0	0.0
Project	752,981.5	752,981.5	285,340.0	62,748.5	58,385.9
Basket funds	92,162.5	92,162.5	175,861.3	0.0	0.0
Balance (cheques issued) after grants	-4,230,310.9	-4,230,310.6	-3,276,877.4	-236,980.3	-1,330,896.3
Expenditure float	0.0	0.0	-10,242.6	0.0	0.0
Adjustments to cash and other items (net)	0.1	-0.2	-941,880.6	-0.2	-138,996.6
Overall balance	-4,230,310.8	-4,230,310.8	-4,229,000.6	-236,980.5	-1,469,893.0
Financing	4,230,310.8	4,230,310.8	4,229,000.6	236,980.5	1,469,893.0
Foreign financing (net)	3,036,642.1	3,036,642.1	1,191,823.2	92,089.2	394,315.5
Loans	4,706,295.1	4,706,295.1	2,766,976.2	283,193.2	615,932.2
Program loans	309,501.0	309,501.0	125,396.0	178,857.0	0.0
Development project loans	4,363,092.9	4,363,092.9	2,597,299.3	104,336.2	615,932.2
o/w: Non-concessional borrowing	3,111,058.2	3,111,058.2	1,144,822.3	0.0	455,633.7
Basket support	33,701.2	33,701.2	44,280.9	0.0	0.0
Amortization	-1,669,653.0	-1,669,653.0	-1,575,153.1	-191,104.0	-221,616.7
Domestic (net) <sup>2</sup>	1,193,668.6	1,193,668.6	3,037,177.5	144,891.3	1,075,577.5
Bank and non-bank financing	1,193,668.6	1,193,668.6	3,037,177.5	144,891.3	1,075,577.5
Bank borrowing	1,074,301.8	1,074,301.8	2,383,403.3	130,402.2	962,503.3
Non-bank (net of amortization)	119,366.9	119,366.9	653,774.1	14,489.1	113,074.1
Borrowing/roll-over	4,600,000.0	4,600,000.0	3,713,606.8	0.0	394,260.6
Domestic and contingent debt amortization	-4,600,000.0	-4,600,000.0	-3,713,606.8	0.0	-394,260.6

Source: Ministry of Finance and Planning

Note: <sup>1</sup> Exclude amortization and expenditure float, includes road fund and retention expenditure

<sup>2</sup> Positive value means financing and a negative value means repayment/ build-up of deposits

LGA stands for Local Government Authority; VAT, value added tax; MDRI, multilateral debt relief initiative; MCA(T), millennium challenge account (Tanzania); o/w, of which; and p, provisional data



Table A3: Depository Corporations Survey

Billions of TZS

Items	Jun-18	Jul-18	Aug-18	Sep-18	Oct-18	Nov-18	Dec-18	Jan-19	Feb-19	Mar-19	Apr-19	May-19	Jun-19 <sup>p</sup>
Net foreign assets	11,236.7	11,217.4	11,637.1	11,631.0	11,509.5	11,118.5	10,629.8	10,140.8	10,434.4	10,019.2	9,409.5	8,999.1	9,626.3
Bank of Tanzania	11,514.9	11,330.4	11,621.4	11,495.8	11,142.1	10,693.4	10,692.3	10,290.4	10,543.2	9,890.4	9,273.6	9,090.6	9,420.9
Other depository corporations	-278.2	-113.0	15.7	135.2	367.4	425.1	-62.5	-149.5	-108.8	128.8	135.9	-91.5	205.4
Net domestic assets	14,057.9	13,487.8	13,405.3	13,644.9	13,758.0	14,371.9	15,193.7	15,622.3	15,434.3	15,683.7	16,219.6	16,946.4	17,614.5
Domestic claims	21,362.7	21,176.1	21,176.2	21,480.1	21,439.2	22,310.2	22,208.4	22,229.4	22,251.9	22,289.9	23,355.8	24,061.7	25,073.9
Claims on central government (net)	3,829.4	3,740.4	3,593.2	3,910.7	3,845.5	4,507.1	4,481.6	4,064.4	3,825.1	3,853.6	4,714.3	5,250.3	6,212.8
Claims on central government	9,124.7	8,240.3	8,179.7	8,240.8	8,200.0	8,469.8	8,522.5	8,217.1	7,860.2	7,876.4	8,579.8	9,212.0	9,330.0
Liabilities to central government	5,295.3	4,499.9	4,586.5	4,330.1	4,354.5	3,962.7	4,040.9	4,152.7	4,035.1	4,022.9	3,865.5	3,961.7	3,117.1
Claims on non-government sector	17,533.3	17,435.6	17,583.0	17,569.4	17,593.7	17,803.1	17,726.8	18,165.0	18,426.8	18,436.4	18,641.5	18,811.4	18,861.1
Other items (net)	-7,304.9	-7,688.2	-7,770.9	-7,835.2	-7,681.2	-7,938.2	-7,014.7	-6,607.1	-6,817.6	-6,606.3	-7,136.2	-7,115.3	-7,459.4
Broad money liabilities	25,294.5	24,705.2	25,042.4	25,275.9	25,267.5	25,490.5	25,823.5	25,763.1	25,868.7	25,702.8	25,629.1	25,945.6	27,240.8
Currency outside depository corporations	3,926.2	3,885.1	3,865.8	3,835.2	3,756.2	3,773.6	3,866.7	3,709.2	3,733.9	3,782.8	3,772.1	3,925.7	4,121.0
Transferable deposits	11,569.7	11,054.2	11,287.7	11,562.2	11,494.9	11,782.3	11,835.8	11,960.4	11,834.9	11,775.6	11,867.2	11,915.9	12,953.5
Non-transferable (other) deposits	9,798.6	9,765.9	9,888.9	9,878.5	10,016.4	9,934.6	10,121.0	10,093.5	10,299.9	10,144.4	9,989.8	10,103.9	10,166.3
Memorandum items:													
Monetary aggregates													
Reserve money (M0)	7,136.6	6,680.3	6,753.2	6,487.3	6,587.2	6,790.0	6,992.9	6,707.2	6,840.7	6,688.4	6,764.7	6,973.9	7,963.8
Extended broad money (M3)	25,294.5	24,705.2	25,042.4	25,275.9	25,267.5	25,490.5	25,823.5	25,763.1	25,868.7	25,702.8	25,629.1	25,945.6	27,240.8
Deposits in foreign Currency (FCD)	6,343.3	6,439.5	6,605.0	6,674.4	6,706.5	6,597.5	6,783.1	6,796.7	6,591.5	6,717.3	6,293.5	6,318.4	6,238.7
FCD in millions of USD	2,798.8	2,835.1	2,903.4	2,930.7	2,942.1	2,895.2	2,973.4	2,976.4	2,879.7	2,934.0	2,748.8	2,760.8	2,724.9
Broad money (M2)	18,951.2	18,265.7	18,437.4	18,601.4	18,560.9	18,893.0	19,040.4	18,966.4	19,277.1	18,985.5	19,335.6	19,627.2	21,002.1
Other deposits in national currency (i.e. savings and time deposits)	7,189.3	7,085.6	7,083.8	7,065.3	7,189.3	7,139.7	7,316.7	7,362.3	7,563.7	7,390.6	7,387.3	7,430.1	7,480.4
Narrow money (M1)	11,762.0	11,180.0	11,353.6	11,536.1	11,371.7	11,753.3	11,723.7	11,604.1	11,713.4	11,594.9	11,948.3	12,197.1	13,521.7
Currency in circulation	3,926.2	3,885.1	3,865.8	3,835.2	3,756.2	3,773.6	3,866.7	3,709.2	3,733.9	3,782.8	3,772.1	3,925.7	4,121.0
Transferable deposits in national currency	7,835.7	7,294.9	7,487.8	7,700.9	7,615.5	7,979.7	7,857.0	7,894.9	7,979.6	7,812.2	8,176.2	8,271.5	9,400.7

Source: Bank of Tanzania and banks

Note: p denotes provisional data



Table A4: Interest Rate Structure

Items	2018							2019						Percent
	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May <sup>p</sup>	Jun <sup>p</sup>	
A: Domestic currency														
1. Interbank cash market rates														
Overnight	1.69	1.95	1.89	1.93	2.10	2.39	2.98	3.55	4.52	5.27	5.20	5.32	5.47	
2 to 7 days	2.06	2.28	2.42	2.71	2.55	3.14	3.40	3.95	5.25	5.82	5.81	5.79	5.77	
8 to 14 days	2.15	2.46	2.74	3.33	2.92	3.90	4.08	4.80	5.67	6.34	6.42	6.24	6.21	
15 to 30 days	3.33	1.50	4.00	4.00	4.25	4.33	4.69	4.49	5.00	6.95	7.25	7.24	6.89	
31 to 60 days	5.00	5.00	5.00	5.00	5.00	5.00	5.00	5.00	5.00	6.67	7.00	7.30	7.75	
61 to 90 days	3.25	2.50	2.50	2.50	2.50	2.50	2.50	2.50	2.50	8.00	10.00	10.00	10.00	
91 to 180 days	15.00	15.00	15.00	15.00	15.00	15.00	15.00	15.00	15.00	15.00	15.00	15.00	15.00	
181 and above	12.94	12.94	12.94	12.94	12.94	12.94	12.94	12.94	12.94	12.94	12.94	12.94	12.94	
Overall interbank cash market rate	1.85	2.09	2.19	2.26	2.29	2.74	3.25	3.74	4.72	5.59	5.54	5.60	5.69	
2. Lombard rate														
	3.69	3.56	3.97	4.10	4.08	4.08	4.50	6.75	6.79	7.91	7.79	7.97	8.20	
3. REPO rate														
	2.46	2.37	2.37	2.37	2.37	2.37	2.37	4.50	4.50	4.50	4.50	4.50	4.50	
4. Reverse REPO rate														
	3.31	3.79	3.78	4.27	5.35	6.63	4.82	4.06	4.18	5.66	5.12	5.09	5.25	
5. Treasury bills rates														
35 days	2.00	2.25	2.65	2.73	2.72	2.72	3.00	3.00	3.12	3.27	3.42	3.50	3.64	
91 days	2.70	2.87	2.96	2.98	2.99	3.00	3.50	3.50	3.67	3.85	4.09	4.14	4.33	
182 days	2.68	3.83	5.31	5.07	4.98	5.22	5.26	5.27	5.28	5.17	5.26	5.14	5.16	
364 days	6.27	7.63	8.11	7.98	8.08	8.59	9.22	9.33	9.25	9.15	9.06	9.06	9.04	
Overall treasury bills rate	5.59	7.45	7.57	7.19	7.40	8.19	8.72	8.54	8.73	8.67	8.20	8.58	8.69	
6. Treasury bonds rates														
2-years	8.52	8.52	9.00	9.00	10.49	10.49	10.49	11.39	11.39	11.39	11.97	11.97	11.97	
5-years	11.30	11.30	11.88	11.88	11.88	12.00	12.00	12.00	12.71	12.71	12.71	12.96	12.96	
7-years	12.23	12.23	12.27	12.27	12.27	12.56	12.56	12.56	13.23	13.23	13.23	13.23	13.23	
10-years	13.94	14.41	14.41	14.39	14.39	14.39	14.94	14.94	14.94	15.11	15.11	15.11	15.70	
15-years	14.47	14.80	14.80	14.80	15.03	15.03	15.03	15.46	15.46	15.62	15.62	15.62	15.74	
20-years				17.69	17.69	17.69	17.73	17.73	17.45	17.45	17.45	17.39	17.39	
Bank rate	12.00	12.00	12.00	12.00	12.00	12.00	12.00	12.00	12.00	12.00	12.00	12.00	12.00	
7. Discount rate														
	9.00	9.00	7.00	7.00	7.00	7.00	7.00	7.00	7.00	7.00	7.00	7.00	7.00	
8. Savings deposit rate														
	2.09	2.25	2.65	2.66	2.63	2.63	2.64	2.60	2.54	2.59	2.46	2.45	2.44	
9. Overall time deposits rate														
1 month	9.19	7.95	8.19	8.83	9.77	9.87	8.89	9.24	9.66	9.16	8.48	8.90	8.85	
2 months	8.20	8.58	8.25	9.36	8.43	7.68	8.20	7.31	7.21	8.26	8.30	7.87	7.99	
3 months	8.63	7.62	7.90	7.97	7.55	7.92	7.29	6.61	6.81	8.01	7.36	7.57	8.11	
6 months	8.80	8.41	8.37	8.76	8.25	7.56	7.35	7.43	7.50	8.03	8.06	8.28	8.31	
9 months	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
12 months	8.68	8.35	7.75	7.36	8.11	8.03	8.40	8.65	8.51	9.00	8.10	8.90	9.22	
24 months	11.94	11.98	11.94	13.68	11.42	11.34	10.32	10.10	9.79	9.53	9.73	9.87	9.78	
10. Negotiated deposit rate														
	9.37	9.43	9.36	9.02	8.41	8.85	9.17	8.85	9.13	8.84	9.15	8.65	8.84	
11. Overall lending rate														
Short-term (up to 1 year)	17.50	17.39	17.09	17.52	17.27	17.09	16.72	17.21	16.80	17.23	17.21	17.17	16.84	
Medium-term (1-2 years)	17.61	17.98	18.19	18.68	18.20	18.54	17.83	17.00	16.38	17.47	16.87	16.99	16.36	
Medium-term (2-3 years)	18.65	18.41	17.89	18.33	17.88	17.77	17.61	18.17	17.97	17.80	18.30	18.22	18.16	
Long-term (3-5 years)	17.79	17.43	17.44	17.77	17.46	17.34	17.08	17.76	17.32	18.98	17.94	17.79	17.53	
Term Loans (over 5 years)	17.47	17.61	16.76	17.05	16.75	16.57	16.20	17.07	16.88	16.84	16.70	17.12	16.57	
Term Loans (over 5 years)	15.97	15.51	15.18	15.78	16.08	15.23	14.88	16.08	15.47	15.06	16.24	15.75	15.57	
12. Negotiated lending rate														
	16.23	16.19	15.92	15.69	14.90	15.87	15.28	14.93	14.84	14.62	14.61	15.27	14.41	
B: Foreign currency														
1. Deposits rates														
Savings deposits rate	1.02	0.75	0.70	1.09	0.71	1.61	1.92	2.02	2.09	1.72	1.76	1.75	2.11	
Overall time deposits rate	3.49	3.41	3.52	3.53	3.53	3.60	3.57	3.43	3.17	3.07	3.15	2.56	3.12	
1-months	3.84	3.33	3.42	3.44	3.45	3.23	3.41	3.27	3.30	2.67	2.81	1.63	1.92	
2-months	3.39	3.64	3.17	3.94	4.03	4.54	4.55	4.46	3.19	2.95	3.26	2.80	3.43	
3-months	3.66	3.73	3.84	3.48	3.14	3.30	3.27	3.19	2.68	3.51	3.74	2.27	2.92	
6-months	3.73	3.49	4.13	3.49	3.93	3.62	3.26	3.19	3.37	3.10	2.86	2.76	3.47	
12-months	2.82	2.87	3.02	3.31	3.08	3.32	3.37	3.06	3.33	3.11	3.08	3.36	3.85	
2. Overall lending rate														
Short-term (up to 1 year)	8.38	8.32	7.97	5.94	6.91	7.70	8.31	8.00	7.72	7.57	7.46	8.20	8.05	
Medium-term (1-2 years)	8.55	8.99	8.68	7.11	7.27	7.46	8.93	6.76	6.82	8.23	8.17	8.51	7.93	
Medium-term (2-3 years)	8.18	8.86	8.01	5.69	6.90	8.00	9.17	8.38	8.20	5.91	5.39	8.41	8.39	
Long-term (3-5 years)	8.40	7.44	7.62	4.60	7.22	7.53	7.80	8.03	7.61	7.79	7.85	7.71	7.63	
Term loans (over 5 years)	8.47	8.33	8.12	5.59	6.15	8.12	8.19	8.87	7.99	8.03	8.03	8.36	8.32	
Term loans (over 5 years)	8.28	8.01	7.43	6.70	7.02	7.40	7.49	7.98	7.97	7.87	7.87	7.99	7.99	

Source: Bank of Tanzania and banks

Note: p denotes provisional data



**Table A5: Tanzania Balance of Payments**

Item	2014	2015	2016	2017 <sup>r</sup>	2018 <sup>p</sup>
Millions of USD					
A. Current account	-5,028.2	-3,987.4	-2,664.7	-1,813.9	-1,890.3
Goods: exports f.o.b.	5,194.1	5,316.8	4,949.7	4,523.9	4,379.6
Traditional	828.8	793.3	961.2	1,020.7	772.1
Non-traditional	3,798.6	4,040.1	3,538.5	3,091.9	3,209.3
o/w: Gold	1,324.1	1,183.3	1,508.8	1,541.1	1,524.0
Unrecorded trade	566.8	483.3	450.0	411.3	398.1
Goods: imports f.o.b.	-10,917.8	-9,843.1	-8,463.6	-7,551.7	-7,752.0
Balance on goods	-5,723.7	-4,526.3	-3,513.9	-3,027.8	-3,372.4
Services: credit	3,396.0	3,412.4	3,599.3	3,831.9	4,014.7
Transport	902.6	1,024.9	1,053.6	1,137.4	1,222.1
Travel	2,010.1	1,902.0	2,131.6	2,250.3	2,449.4
Other	483.2	485.5	414.1	444.2	343.2
Services: debit	-2,648.3	-2,629.1	-2,176.4	-2,039.9	-2,131.2
Transport	-1,142.6	-1,047.0	-893.7	-795.7	-839.1
Travel	-1,101.6	-1,195.3	-922.3	-807.3	-738.1
Other	-404.1	-386.8	-360.4	-436.9	-554.1
Balance on services	747.7	783.3	1,422.9	1,792.0	1,883.4
Balance on goods and services	-4,976.0	-3,743.0	-2,091.1	-1,235.8	-1,489.0
Primary income: credit	118.4	110.3	98.5	125.3	155.9
o/w: Investment income	86.5	87.8	67.6	86.1	108.5
Compensation of employees	31.9	22.5	31.0	39.3	47.4
Primary income: debit	-647.9	-834.6	-1,053.6	-1,105.4	-1,025.8
o/w: Direct investment income	-445.0	-550.0	-625.2	-700.0	-683.7
Interest payments	-150.9	-248.6	-379.9	-358.0	-302.1
Compensation of employees	-49.1	-33.2	-46.1	-45.0	-37.6
Balance on primary income	-529.5	-724.3	-955.1	-980.1	-869.9
Balance on goods, services and primary income	-5,505.5	-4,467.3	-3,046.2	-2,215.9	-2,358.8
Secondary income: credit	535.5	560.1	452.7	485.2	535.8
Government	177.9	194.8	81.1	121.8	170.3
o/w: Miscellaneous current transfers (Multilateral HIPC relief)	0.0	0.0	0.0	0.0	0.0
Financial corporations, nonfinancial corporations, households and NPISH	357.6	365.3	371.6	363.4	365.5
o/w: Personal transfers	357.6	365.3	371.6	363.4	365.5
Secondary income: debit	-58.2	-80.2	-71.2	-83.2	-67.3
Balance on secondary income	477.3	479.9	381.5	402.0	468.5
B. Capital account	547.9	380.1	446.2	376.8	221.2
Capital transfers credit	547.9	380.1	446.2	376.8	221.2
General government	483.7	316.1	383.0	313.6	157.4
Other capital transfer (Investment grant)	457.9	290.3	357.3	287.8	151.4
Financial corporations, nonfinancial corporations, households and NPISH	64.2	64.0	63.2	63.2	63.8
Capital transfers:debit	0.0	0.0	0.0	0.0	0.0
Total, groups A plus B	-4,480.3	-3,607.3	-2,218.5	-1,437.1	-1,669.1
C. Financial account, excl. reserves and related items	-3,109.0	-2,662.6	-1,745.4	-2,154.9	-1,741.3
Direct investments	-1,416.1	-1,506.0	-864.0	-937.7	-1,056.0
Direct investment abroad	0.0	0.0	0.0	0.0	0.0
Direct investment in Tanzania	1,416.1	1,506.0	864.0	937.7	1,056.0
Portfolio investment	-11.5	-27.6	5.0	-2.9	0.7
Other investment	-1,681.4	-1,128.9	-886.4	-1,214.2	-686.0
Assets	-28.8	331.8	-129.1	-117.8	363.3
Loans (Deposit-taking corporations, except the central bank)	-24.8	186.9	-95.8	-34.5	35.2
Currency and deposits	-3.9	144.9	-33.3	-83.4	328.0
Deposit-taking corporations, except the central bank	-87.9	69.5	-150.1	-4.9	206.9
Other sectors	84.0	75.4	116.8	-78.5	121.1
Other assets	0.0	0.0	0.0	0.1	0.0
Liabilities	1,652.6	1,460.7	757.2	1,096.5	1,049.3
Trade credits	-1.0	-0.1	0.2	9.7	21.4
Loans	1,639.2	1,558.2	826.3	1,103.9	990.3
Monetary authority	0.0	0.0	0.0	0.0	0.0
General government	1,202.6	1,089.9	306.8	707.0	654.6
Drawings	1,367.7	1,309.4	779.0	1,238.8	1,361.1
Repayments	-165.1	-219.5	-472.3	-531.9	-706.5
Banks	14.6	97.3	209.2	176.1	-32.2
Other sectors	422.0	371.0	310.3	220.8	367.9
Drawings	494.5	547.4	453.3	318.9	467.6
Repayments	-72.5	-176.4	-142.9	-98.1	-99.7
Currency and deposits	14.4	-97.5	-69.3	-17.1	37.6
Total, groups A through C	-1,371.3	-944.7	-473.1	717.8	72.1
D. Net errors and omissions	1,119.5	745.6	778.7	951.9	-856.2
Overall balance	251.8	199.1	-305.5	-1,669.6	784.0
E. Reserves and related items	-251.8	-199.1	305.5	1,669.6	-784.0
Reserve assets	-307.3	-273.7	232.2	1,598.7	-871.9
Use of Fund credit and loans	55.5	74.6	73.3	70.9	87.9
Memorandum items:					
GDP(mp) billions of TZS	82,603.4	94,349.3	108,362.3	118,844.1	129,096.2
GDP(mp) millions of USD	49,986.7	47,521.7	49,774.4	53,320.6	57,026.8
CAB/GDP	-10.1	-8.4	-5.4	-3.4	-3.3
CAB/GDP (excluding current official transfers)	-10.4	-8.8	-5.5	-3.6	-3.6
Gross official reserves	4,377.2	4,093.7	4,325.6	5,900.3	5,044.6
Months of imports	4.2	4.6	5.4	6.8	5.2
Months of imports (excluding FDI related imports)	4.7	4.9	5.9	7.5	5.7
Exchange rate, TZS/USD (end of period)	1,725.8	2,148.5	2,172.6	2,230.1	2,281.2
Exchange rate, TZS/USD (annual average)	1,652.5	1,985.4	2,177.1	2,228.9	2,263.8

Source: Bank of Tanzania, Tanzania Revenue Authority, banks and Bank of Tanzania computations

Note: NPISH denotes non-profit institutions serving households; HIPC, heavily indebted poor countries; MDRI, multilateral debt relief initiative; GDP, gross domestic product; CAB, current account balance; FDI, foreign direct investment; r, revised data; p, provisional data; and o/w, of which



**Table A6(j): National Consumer Price Index (Urban and Rural), Twelve-Month Percentage Change (Main Groups)**

Base: Dec 2015 = 100

Weight (%)	Headline overall index	Food and non-alcoholic beverages <sup>1</sup>		Housing, water, electricity, gas and other fuel		Furnishing, housing equipment and routine maintenance		Clothing and footwear		Restaurants and hotels		Miscellaneous goods and services		Alcoholic, tobacco and narcotics		Education		Recreation and culture		Health	
		38.5	12.5	11.6	6.3	8.3	4.2	3.1	3.7	5.6	1.5	1.6	2.9								
2017-Jan	5.2	7.6	0.6	9.5	3.3	3.4	3.9	2.3	5.0	-0.9	1.8	0.7	4.8								
Feb	5.5	8.7	0.6	8.7	3.8	3.2	3.9	1.9	5.2	-1.5	0.8	1.4	3.3								
Mar	6.4	11.0	1.6	6.8	3.9	3.4	3.6	3.6	5.2	-0.1	0.8	1.2	3.0								
Apr	6.4	11.8	1.9	5.8	3.1	3.9	0.8	4.3	3.5	-0.5	0.8	1.3	2.5								
May	6.1	11.6	1.3	4.6	3.2	3.7	0.9	4.0	3.0	-0.8	0.7	1.2	2.9								
Jun	5.4	9.6	0.4	7.1	3.2	3.8	0.7	3.7	3.0	-1.0	0.8	0.8	2.2								
Jul	5.2	8.9	0.1	7.1	3.3	3.8	0.8	4.0	2.4	-1.0	0.9	1.0	2.4								
Aug	5.0	8.6	-0.6	8.9	2.7	3.4	-0.3	3.7	2.5	-1.1	0.8	1.3	2.0								
Sep	5.3	9.3	-0.3	8.8	2.6	3.4	-0.3	3.4	2.5	-1.0	0.8	1.9	1.9								
Oct	5.1	8.8	0.2	7.6	2.8	3.4	0.6	3.0	2.6	-0.9	0.8	1.9	2.1								
Nov	4.4	7.4	0.1	7.8	1.8	3.1	0.3	2.6	2.5	-1.0	0.8	1.6	2.0								
Dec	4.0	6.2	0.0	8.3	1.3	2.9	0.3	2.5	2.6	-1.0	0.8	0.9	2.0								
2018-Jan	4.0	6.3	0.3	7.1	1.8	2.7	0.8	2.6	2.6	-1.0	2.5	2.0	1.6								
Feb	4.1	5.4	1.6	8.6	1.6	3.3	0.9	2.7	2.3	-0.2	2.5	1.5	1.6								
Mar	3.9	4.7	1.4	10.4	1.9	3.2	0.8	1.2	2.0	-0.2	2.4	1.1	1.6								
Apr	3.8	3.6	1.8	13.1	2.0	2.6	0.8	0.9	1.6	0.1	2.4	1.2	1.6								
May	3.6	2.6	1.9	15.0	2.3	2.4	1.0	1.2	1.3	0.1	2.3	0.7	1.2								
Jun	3.4	3.4	1.7	12.0	2.4	2.2	0.7	1.4	0.3	-2.6	2.6	0.5	1.4								
Jul	3.3	2.8	2.5	12.3	2.6	2.4	0.8	1.2	0.8	-2.7	2.5	0.4	0.7								
Aug	3.3	2.2	3.4	12.3	3.1	2.7	1.1	1.2	1.2	-2.7	2.5	-0.2	1.7								
Sep	3.4	2.0	2.8	13.2	3.0	3.2	1.9	1.3	1.9	-2.6	2.5	-0.2	1.3								
Oct	3.2	1.2	3.0	14.1	2.8	3.3	1.9	1.6	1.9	-2.7	2.4	-1.0	0.8								
Nov	3.0	0.4	5.1	13.3	2.9	3.3	1.9	1.7	1.6	-2.7	2.4	-0.7	0.8								
Dec	3.3	1.0	5.1	12.1	3.9	3.6	2.6	2.6	2.2	-2.6	2.4	0.1	1.0								
2019-Jan	3.0	0.7	4.0	11.7	3.9	3.7	2.6	2.5	2.2	-2.4	2.0	0.2	1.0								
Feb	3.0	0.5	3.3	12.3	4.1	3.3	3.6	2.6	2.5	-2.0	1.8	0.2	1.5								
Mar	3.1	0.1	4.1	13.0	4.3	3.4	4.8	3.1	3.2	-1.2	1.9	0.3	1.8								
Apr	3.2	0.9	3.4	11.4	4.2	3.6	4.9	2.7	3.2	-1.1	2.1	0.6	2.2								
May	3.5	2.2	4.1	8.8	4.3	3.7	4.9	2.5	3.4	-1.1	2.1	3.2	2.0								
Jun	3.7	2.3	4.8	8.9	4.1	3.1	4.8	2.4	4.2	1.0	1.8	3.4	1.8								

Source: National Bureau of Statistics



**Table A6(ii): National Consumer Price Index (Urban and Rural), Twelve-Month Percentage Change  
 (Other Selected Groups)**

Base: Dec 2015=100

Period	Food (combining food consumed at home and in restaurants)	Energy and fuels (combining electricity and other fuels for use at home with petrol and diesel)	Non-food (all items less food)	All items less food and energy
Weight (%)	37.1	8.7	62.9	54.3
2017-Jan	8.2	11.5	3.6	2.3
Feb	9.3	12.3	3.6	2.2
Mar	11.7	11.5	3.6	2.2
Apr	12.0	9.9	3.4	2.3
May	11.8	7.4	3.0	2.2
Jun	9.8	10.3	3.1	1.9
Jul	9.3	8.8	3.1	2.2
Aug	9.1	10.4	3.1	1.8
Sep	9.8	10.9	3.1	1.7
Oct	9.4	10.6	3.0	1.7
Nov	7.9	11.1	2.9	1.4
Dec	6.7	11.4	2.8	1.3
2018-Jan	6.7	10.4	2.8	1.4
Feb	5.8	12.1	3.3	1.7
Mar	5.0	14.1	3.5	1.6
Apr	4.0	18.4	3.9	1.4
May	3.2	21.2	4.5	1.6
Jun	3.8	16.8	4.0	1.6
Jul	3.0	18.5	4.2	1.6
Aug	3.2	18.7	4.6	2.0
Sep	3.1	18.9	4.8	2.2
Oct	2.5	19.5	5.0	2.3
Nov	2.0	19.2	5.3	2.6
Dec	2.6	17.7	5.4	3.1
2019-Jan	2.3	15.7	5.1	3.1
Feb	2.3	15.4	5.1	3.1
Mar	2.0	15.5	5.7	3.7
Apr	2.7	13.3	5.3	3.6
May	3.9	10.5	4.7	3.5
Jun	4.3	11.0	4.7	3.4

Source: National Bureau of Statistics





Table A6(iii): National Consumer Price Index (Urban and Rural), Month-on-Month Percentage Change (Main Groups)

Base: Dec 2015 = 100

Period	Weight (%)	Furnishing, housing												
		Headline overall index	Food and non-alcoholic beverages	Transport	Housing, water, electricity, gas and other fuel	Furnishing, housing equipment and routine maintenance of the house	Clothing and footwear	Restaurants and hotels	Miscellaneous goods and services	Alcoholic, tobacco and narcotics	Communication	Education	Recreation and culture	Health
2017-Jan	0.8	1.6	0.0	1.2	11.6	6.3	8.3	4.2	3.1	3.7	5.6	1.5	1.6	2.9
Feb	1.0	2.3	-0.5	1.3	1.3	0.3	0.0	0.1	0.0	0.1	0.0	0.1	-0.8	0.5
Mar	1.4	2.8	0.4	0.7	0.4	0.4	0.2	0.2	1.5	0.3	0.0	0.0	0.3	0.0
Apr	0.5	1.3	0.4	-0.8	0.1	0.1	0.6	0.0	1.0	0.4	-0.4	0.0	0.0	0.0
May	0.2	0.3	-0.4	0.7	0.0	0.0	0.4	-0.1	0.0	0.2	0.0	0.1	0.1	0.6
Jun	-0.1	-0.7	-0.6	1.2	0.1	0.1	0.6	0.2	-0.1	0.2	0.0	0.0	0.0	0.1
Jul	-0.2	-0.7	0.0	0.2	0.1	0.1	0.2	0.0	0.2	0.0	0.0	0.2	0.1	0.2
Aug	-0.4	-1.3	-0.2	1.7	-0.2	-0.2	-0.1	-0.2	0.0	0.4	0.0	0.0	0.8	-0.1
Sep	0.0	-0.4	0.2	1.3	0.1	0.1	-0.1	0.0	0.0	0.0	0.0	0.0	0.2	0.0
Oct	-0.1	-0.2	0.3	-0.2	0.1	0.1	0.1	0.0	-0.3	0.1	0.0	0.0	0.3	0.5
Nov	0.5	0.8	0.3	0.9	0.1	0.1	0.1	0.2	0.0	0.3	0.0	0.0	0.0	0.0
Dec	0.2	0.5	0.2	-0.2	0.3	0.3	0.2	0.0	0.0	0.2	0.0	0.0	-0.5	0.1
2018-Jan	0.8	1.7	0.3	0.1	0.4	0.4	0.4	0.4	0.2	0.1	0.0	1.8	0.3	0.2
Feb	1.1	1.4	0.8	2.7	0.2	0.2	0.6	0.2	0.1	0.0	0.2	0.2	0.0	0.0
Mar	1.2	2.1	0.2	2.4	0.7	0.7	0.1	0.1	0.0	0.0	0.0	0.0	0.0	0.0
Apr	0.4	0.3	0.8	1.6	0.3	0.3	0.1	0.0	0.7	0.0	0.0	0.0	0.1	0.0
May	0.0	-0.7	-0.3	2.4	0.3	0.3	0.2	0.1	0.4	-0.1	0.0	0.0	-0.4	0.2
Jun	-0.4	0.0	-0.8	-1.4	0.1	0.1	0.4	-0.2	0.1	-0.8	-2.7	0.3	-0.2	0.2
Jul	-0.3	-1.3	0.8	0.4	0.3	0.3	0.4	0.1	0.0	0.5	-0.1	0.1	0.0	-0.5
Aug	-0.4	-1.9	0.6	1.7	0.3	0.3	0.2	0.2	-0.1	0.8	0.0	0.0	0.1	0.9
Sep	0.1	-0.6	-0.3	2.1	0.0	0.0	0.4	0.7	0.1	0.8	0.1	0.0	0.2	-0.4
Oct	-0.3	-1.0	0.5	0.6	0.0	0.0	0.2	0.0	0.0	0.0	-0.1	0.0	-0.5	0.0
Nov	0.3	-0.1	2.3	0.3	0.2	0.2	0.0	0.2	0.2	0.0	0.0	0.0	0.3	0.0
Dec	0.5	1.1	0.3	-1.3	1.3	1.3	0.6	0.8	0.9	0.8	0.1	0.0	0.3	0.3
2019-Jan	0.5	1.4	-0.8	-0.3	0.3	0.3	0.5	0.4	0.2	0.1	0.2	1.4	0.3	0.1
Feb	1.1	1.3	0.1	3.3	0.4	0.4	0.2	1.2	0.2	0.3	0.5	0.0	0.1	0.5
Mar	1.4	1.7	1.0	3.1	0.8	0.8	0.2	1.3	0.5	0.7	0.9	0.1	0.1	0.4
Apr	0.5	1.0	0.2	0.1	0.2	0.2	0.2	0.1	0.3	0.0	0.0	0.1	0.4	0.4
May	0.4	0.6	0.3	0.1	0.4	0.4	0.3	0.0	0.2	0.0	0.0	0.0	2.2	0.0
Jun	-0.2	0.2	-0.1	-1.3	0.0	0.0	-0.1	-0.2	-0.1	0.0	-0.6	0.0	0.0	0.0

Source: National Bureau of Statistics



**A6 Table (iv): National Consumer Price Index (Urban and Rural), Month-on-Month Percentage Change  
 (Other Selected Groups)**

Base: Dec 2015 = 100

Period	Food (Combining food consumed at home and food consumed in restaurants)	Energy and fuels (combining electricity and other fuels for use at home with petrol and diesel)	Non-food (all items less food)	All items less food and energy
Weight (%)	37.1	54.3	8.7	62.9
2017-Jan	1.7	0.2	1.2	0.3
Feb	2.4	2.1	0.1	0.4
Mar	2.9	1.4	0.4	0.2
Apr	1.2	-1.4	0.2	0.4
May	0.3	0.6	0.1	0.2
Jun	-0.7	1.8	-0.1	0.2
Jul	-0.6	-0.4	0.1	0.2
Aug	-1.3	1.9	0.3	0.0
Sep	-0.4	1.9	0.3	0.0
Oct	-0.3	0.2	0.0	0.0
Nov	0.8	1.4	0.1	0.3
Dec	0.5	0.0	0.1	0.1
2018-Jan	1.8	0.3	0.3	0.3
Feb	1.5	0.4	3.7	0.9
Mar	2.2	3.3	0.6	0.1
Apr	0.3	2.3	0.6	0.2
May	-0.5	3.0	0.7	0.3
Jun	-0.1	-1.9	-0.4	0.0
Jul	-1.3	1.1	0.4	0.2
Aug	-1.2	2.1	0.3	0.6
Sep	-0.5	2.1	0.5	0.2
Oct	-0.8	0.8	0.2	0.1
Nov	0.3	1.1	0.5	0.4
Dec	1.1	-1.2	0.2	0.5
2019-Jan	1.5	-1.4	0.0	0.3
Feb	1.4	3.4	0.9	0.4
Mar	1.9	3.4	1.2	0.7
Apr	1.0	0.3	0.2	0.2
May	0.6	0.4	0.2	0.2
Jun	0.3	-1.4	-0.4	-0.1

Source: National Bureau of Statistics



Table A7: National Debt Developments

	Millions of USD												
Item	Jun-18	Jul-18	Aug-18	Sep-18	Oct-18	Nov-18	Dec-18	Jan-19	Feb-19	Mar-19	Apr-19	May-19	Jun-19 <sup>P</sup>
1. Overall external debt committed <sup>2</sup>	28,063.1	28,064.6	28,091.6	27,971.7	28,291.7	28,435.8	28,760.5	28,908.5	29,292.5	28,989.4	28,882.3	29,110.6	29,575.8
Disbursed outstanding debt	18,765.1	18,738.0	18,837.9	18,775.4	18,890.8	19,121.5	19,254.0	19,370.2	19,723.8	19,641.3	19,715.1	19,755.2	20,025.3
Undisbursed debt	9,298.0	9,326.6	9,253.7	9,196.3	9,400.9	9,314.4	9,506.5	9,538.3	9,568.7	9,348.1	9,167.2	9,355.4	9,550.5
2. Disbursed external debt by creditor category <sup>2</sup>	18,765.1	18,738.0	18,837.9	18,775.4	18,890.8	19,121.5	19,254.0	19,370.2	19,723.8	19,641.3	19,715.1	19,755.2	20,025.3
Bilateral debt	981.7	985.3	1,003.2	1,003.2	988.5	995.1	1,025.4	1,034.3	1,033.0	1,033.4	1,035.4	1,041.8	1,055.7
Multilateral debt	9,509.2	9,478.6	9,471.0	9,531.3	9,635.0	9,596.4	9,718.9	9,816.0	9,862.2	9,852.6	9,848.5	9,885.4	9,965.1
Commercial debt	6,498.5	6,498.5	6,378.5	6,371.5	6,275.6	6,493.9	6,471.7	6,484.1	6,779.4	6,705.6	6,818.4	6,800.9	6,921.5
Export credits	1,775.7	1,775.7	1,985.2	1,869.4	1,991.7	2,036.1	2,038.0	2,035.8	2,049.2	2,049.7	2,012.8	2,027.1	2,083.0
3. Disbursed external debt by borrower category <sup>2</sup>	18,765.1	18,738.0	18,837.9	18,775.4	18,890.8	19,121.5	19,254.0	19,370.2	19,723.8	19,641.3	19,715.1	19,755.2	20,025.3
Central government	14,978.8	14,974.0	14,965.8	14,849.8	14,956.9	14,942.9	15,107.4	15,215.6	15,435.5	15,369.1	15,441.0	15,476.6	15,723.2
Public corporations	180.4	181.7	168.3	167.6	166.6	166.7	136.8	137.5	125.8	125.2	126.7	124.7	95.0
Private sector	3,605.9	3,582.3	3,703.8	3,758.0	3,767.3	4,011.9	4,009.8	4,017.1	4,162.5	4,147.0	4,147.4	4,153.9	4,207.1
4. Disbursed external debt by use of funds <sup>2</sup>	18,765.1	18,738.0	18,837.9	18,775.4	18,890.8	19,121.5	19,254.0	19,370.2	19,723.8	19,641.3	19,715.1	19,755.2	20,025.3
Balance of payments and budget support	2,723.7	2,723.7	2,768.5	2,766.0	2,726.8	2,754.7	2,753.1	2,764.8	2,955.1	2,948.4	2,931.3	2,926.8	2,836.4
Transport and telecommunication	4,077.0	4,081.3	4,127.6	4,058.0	4,220.0	4,280.0	4,302.0	4,325.0	4,312.0	4,296.0	4,382.0	4,425.3	4,630.0
Agriculture	1,207.0	1,207.0	1,216.1	1,216.0	1,211.0	1,223.6	1,243.0	1,252.0	1,251.0	1,252.0	1,248.0	1,246.0	1,256.0
Energy and mining	2,970.0	2,970.0	2,991.2	2,990.0	2,960.0	2,993.7	3,016.0	3,020.0	3,068.7	3,093.0	3,067.0	3,070.0	3,105.0
Industries	605.0	604.0	633.3	640.0	650.0	663.9	656.0	657.0	657.0	662.0	660.0	658.0	666.0
Social welfare and education	2,999.0	2,999.0	2,922.0	2,959.0	2,967.0	3,003.8	3,009.0	3,049.2	3,150.8	3,150.4	3,201.0	3,209.0	3,254.0
Finance and insurance	1,049.0	1,009.6	992.5	1,045.0	1,042.0	1,052.2	1,185.0	1,192.5	1,222.2	1,218.0	1,193.0	1,191.0	1,186.0
Tourism	68.0	68.2	108.1	109.0	116.0	118.4	152.0	152.0	152.0	152.0	171.0	171.0	171.0
Real estate and construction	1,096.0	1,096.0	1,098.2	1,076.0	1,078.0	1,087.0	1,078.7	1,092.0	1,091.0	1,072.0	1,071.0	1,069.0	1,109.0
Other	1,970.4	1,979.2	1,980.3	1,916.4	1,920.0	1,944.2	1,859.2	1,865.7	1,864.0	1,797.5	1,790.8	1,789.1	1,811.9
5. Total amount of external loan contracted <sup>1</sup>	58.8	4.9	46.4	6.7	0.0	0.0	18.6	13.9	32.7	12.4	15.3	3.5	1.0
Central government	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Public corporations	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Private sector	58.8	4.9	46.4	6.7	0.0	0.0	18.6	13.9	32.7	12.4	15.3	3.5	1.0
6. Disbursements <sup>1</sup>	171.7	47.0	53.9	94.9	97.6	46.3	183.2	56.8	299.1	63.8	174.0	61.2	291.7
Central government	156.0	24.4	53.2	85.8	97.6	44.8	183.2	43.0	260.9	62.3	173.9	60.5	261.5
Public corporations	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Private Sector	15.7	22.6	0.7	9.1	0.0	1.5	0.0	13.8	38.2	1.5	0.1	0.7	30.2
7. Actual external debt service <sup>1</sup>	109.4	26.1	34.9	138.5	28.8	74.1	150.3	43.7	83.3	131.2	54.8	60.1	164.6
Principal	66.9	25.0	26.9	102.0	16.4	45.5	108.3	18.0	70.2	97.7	37.7	27.1	118.4
Interest	42.5	1.1	8.0	36.5	12.4	28.6	42.0	25.7	13.1	33.5	17.1	33.0	46.2
Other payments	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
8. Net flows on debt <sup>1</sup>	104.8	22.0	27.0	-7.1	81.2	0.8	74.9	38.8	228.9	-33.9	136.3	34.1	173.3
9. Net transfers on debt <sup>1</sup>	62.3	20.9	19.0	-43.6	68.8	-27.8	32.9	13.1	215.8	-67.4	119.2	1.1	127.1
10. Arrears by creditors category <sup>2</sup>	4,279.5	4,306.8	4,358.5	4,427.5	4,386.1	4,447.6	4,436.1	4,506.2	4,602.8	4,728.5	4,732.6	4,725.5	4,789.3
Principal	2,541.6	2,560.2	2,604.0	2,647.3	2,586.8	2,642.5	2,629.6	2,683.5	2,752.0	2,849.8	2,859.8	2,844.6	2,897.6
Bilateral debt	326.0	325.7	323.2	321.2	311.2	309.0	315.6	320.7	321.2	318.1	321.2	318.7	320.7
Multilateral debt	100.7	101.3	101.4	103.8	113.5	114.6	119.1	123.3	133.4	142.1	116.9	117.6	117.2
Commercial debt	807.3	1,121.5	1,233.3	1,183.4	1,175.7	1,174.1	1,097.0	1,130.6	1,156.2	1,223.9	1,263.5	1,260.1	1,281.5
Export credits	1,307.6	1,011.7	946.1	1,038.9	986.4	1,044.8	1,097.9	1,108.9	1,141.2	1,165.7	1,158.2	1,148.2	1,178.2
Interest	1,737.9	1,746.5	1,754.5	1,780.2	1,799.3	1,805.1	1,806.5	1,822.7	1,850.8	1,878.7	1,872.8	1,880.9	1,891.7
Bilateral debt	840.9	842.3	843.7	847.0	850.1	846.9	883.2	889.0	891.2	892.6	893.3	894.9	901.4
Multilateral debt	29.4	29.4	31.4	33.4	38.0	38.2	39.8	39.8	41.7	43.4	29.0	29.0	25.2
Commercial debt	359.9	519.7	549.4	536.8	569.2	571.5	508.0	515.7	534.1	549.6	553.9	552.8	536.2
Export credits	507.7	355.1	330.0	363.0	342.0	348.5	375.5	378.2	383.8	393.1	396.6	404.2	428.9
11. External debt stock	20,503.0	20,484.6	20,592.4	20,555.6	20,690.1	20,926.6	21,060.5	21,192.9	21,574.6	21,520.0	21,587.9	21,636.1	21,917.0
12. Domestic debt stock	6,725.2	6,317.3	6,021.1	6,181.3	6,162.0	6,299.6	6,382.1	6,223.3	6,146.1	6,162.2	6,483.5	6,778.7	6,491.8
13. Total debt stock	27,228.2	26,801.8	26,613.5	26,736.9	26,852.1	27,226.2	27,442.6	27,416.3	27,720.6	27,682.2	28,071.4	28,414.7	28,408.8
End of period selling exchange rate (TZS/USD)	2,277.7	2,282.6	2,286.2	2,288.8	2,290.8	2,290.1	2,292.6	2,294.8	2,289.0	2,289.5	2,289.5	2,288.6	2,289.5

Source: Ministry of Finance and Planning, Bank of Tanzania, banks and Bank of Tanzania computations

Note: Multilateral arrears are those owed by the private sector; <sup>1</sup> denotes debt flows during the period; and <sup>2</sup> stock position at the end of period



## Glossary

### Broad money (M2)

A definition of money that comprises of narrow money (M1) plus time and savings deposits of residents with banks in the country.

### Currency in circulation outside banks

Notes and coins of Tanzanian shillings circulating outside the banking system, i.e., outside the Bank of Tanzania and other depository corporations.

### Core inflation

This is a measure of price movements caused by factors other than food and energy prices over a specified period of time. It provides better indication of the effectiveness of monetary policy.

### Discount rate

The rate of interest that the Bank of Tanzania charges on loans it extends to banks. It uses Treasury bills rate as a base plus a loaded factor, which can be changed from time to time depending on the liquidity situation in the market.

### Disbursed Outstanding Debt

This is the amount of debt that has been disbursed but yet to be paid back or forgiven.

### Exchange rate

The price at which one unit of a currency can be purchased with another currency, for instance TZS per US dollar.

### Extended broad money (M3)

A definition of money that consists of broad money (M2) plus foreign currency deposits of residents with banks in the country.

### Gross Official Reserves

Gross official reserves consist of external assets that are readily available to, and controlled by the Bank of Tanzania for direct financing of balance of payments, and for indirectly regulating the magnitude of balance of payments imbalances through intervention in foreign exchange markets. Gross official reserves comprise the Bank of Tanzania's holdings of monetary gold, special drawing rights (SDRs),

reserve position in the International Monetary Fund, and foreign exchange resources, available to the Bank of Tanzania for meeting external financing needs.

### Lombard facility

An overnight facility established to enable banks to borrow from the Bank of Tanzania at their own discretion, by pledging eligible government securities as collateral.

### Lombard rate

The rate that the Bank of Tanzania charges a bank for borrowing through the use of a Lombard Facility. This rate is computed basing on the prevailing weighted average yield of 35-day T-bill, repo or overnight inter-bank rate, whichever is higher in the market plus a margin.

### Money supply

The sum of currency circulating outside the banking system and deposits of residents with banks defined in various levels of aggregation. In Tanzania, three aggregates of money supply are compiled and reported, namely; narrow money (M1), broad money (M2), and extended broad money (M3).

### Narrow money (M1)

Consists of currency in circulation outside banking system plus demand deposits (cheque account).

### Non-food inflation

This is a measure of price movements caused by factors other than food prices.

### Repurchase agreements (repo)

An arrangement involving sale of securities at a specified price with commitment to repurchase the same or similar securities at a fixed price on a specified future date.

### Reverse repo

An arrangement involving buying of securities at a specified price with commitment to resale the same or similar securities at a fixed price on a specified future date.

### Reserve money (M0)

The Bank of Tanzania's liabilities in the form of



currency in circulation outside the banking system, cash held by banks in their vaults and deposits of banks kept with the Bank of Tanzania in national currency. Reserve money is also referred to as base money, or monetary base or high-powered money.

**Weighted yields of Treasury bills**

This is the average yield of Treasury bills, which is weighted by the volume sold of 35-day, 91-day, 182-day, and 364-day Treasury bills, expressed in percentage per year.



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