



**BANK OF TANZANIA**



**MONTHLY  
ECONOMIC  
REVIEW**

**January 2019**



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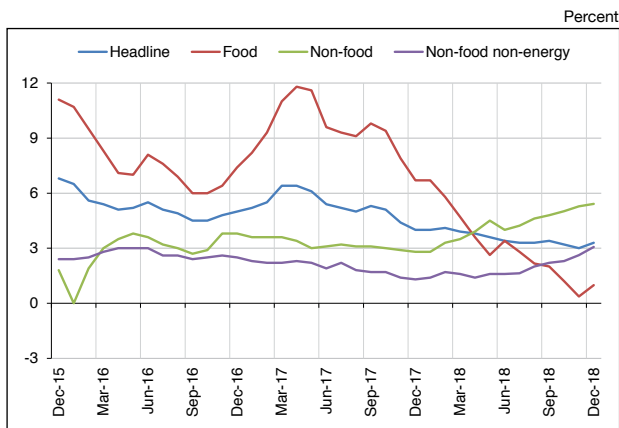


# 1.0 Inflation and Food Stocks

## 1.1 Inflation Developments

Inflation remained below the medium-term target and EAC benchmark of 5.0 percent and utmost 8.0 percent. In December 2018, annual headline inflation edged up to 3.3 percent from 3.0 percent in the preceding month (**Chart 1.1** and **Table 1.1**). The slight increase was due to a rise in both food and non-food inflation rates. Noteworthy, all main components of consumer basket recorded inflation rates below the headline inflation except for housing, water, electricity, gas and fuel; transport; furnishing, housing equipment and routine maintenance; and clothing and footwear sub-groups. On month-to-month basis, headline inflation was 0.5 percent compared with 0.2 percent in December 2017.

**Chart 1.1: Annual Inflation Rates**



Source: National Bureau of Statistics and Bank of Tanzania computations

Twelve-month inflation of food and non-alcoholic beverages increased to 1.0 percent in December 2018 from 0.4 percent in the preceding month. In December 2017, food and non-alcoholic beverages inflation was 6.2 percent. On month-to-month basis, inflation was 1.1 percent in December 2018 compared with 0.5 percent in the corresponding period in 2017.

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

Base: Dec 2015 = 100

Main groups	Weight	Monthly change			Annual		
		Dec-17	Nov-18	Dec-18	Dec-17	Nov-18	Dec-18
Food and non alcoholic beverages	38.5	0.5	-0.1	1.1	6.2	0.4	1.0
Alcoholic, tobacco and narcotics	3.7	0.2	0.0	0.8	2.6	1.6	2.2
Clothing and footwear	8.3	0.2	0.0	0.6	2.9	3.3	3.6
Housing, water, elect., gas and other fuel	11.6	-0.2	0.3	-1.3	8.3	13.3	12.1
Furnishing, housing equip and routine maint.	6.3	0.3	0.2	1.3	1.3	2.9	4.0
Health	2.9	0.1	0.0	0.3	2.0	0.8	1.0
Transport	12.5	0.2	2.3	0.3	0.0	5.1	5.1
Communication	5.6	0.0	0.0	0.1	-1.0	-2.7	-2.6
Recreation and culture	1.6	-0.5	0.3	0.3	0.9	-0.7	0.1
Education	1.5	0.0	0.0	0.0	0.8	2.4	2.4
Restaurants and hotels	4.2	0.0	0.2	0.8	0.3	1.9	2.7
Miscellaneous goods and services	3.1	0.0	0.2	0.9	2.5	1.7	2.6
<b>All Items-(headline inflation)</b>	<b>100.0</b>	<b>0.2</b>	<b>0.3</b>	<b>0.5</b>	<b>4.0</b>	<b>3.0</b>	<b>3.3</b>
<b>Other selected groups</b>							
Food and non-alcoholic beverages - combining food consumed at home and food consumed in restaurants	37.1	0.5	0.3	1.1	6.7	2.0	2.6
Energy and fuels - combining electricity and other fuels for use at home with petrol and diesel	8.7	0.0	1.1	-1.2	11.4	19.2	17.7
All items less food (non-food)	62.9	0.1	0.5	0.2	2.8	5.3	5.4
All items less food and energy (core)	54.3	0.1	0.4	0.5	1.3	2.6	3.1

Source: National Bureau of Statistics and Bank of Tanzania computations

Annual non-food inflation increased to 5.4 percent in December 2018 from 5.3 percent in the preceding month, largely associated with increase in energy prices in the world market. On month-to-month basis, non-food inflation was 0.2 percent in December 2018 compared with 0.1 percent in corresponding month in 2017. Energy and fuel annual inflation decreased to 17.7 percent in December 2018 from 19.2 percent in the previous month, but higher than 11.4 percent in December 2017. On monthly basis, the inflation rate was negative 1.2 percent in December 2018 compared to 0.0 percent in December 2017. Annual inflation for all items excluding food and energy—a proxy for core inflation—rose to 3.1 percent from 1.3 percent in December 2017 (**Table 1.1**).

## 1.2 Food Stocks

Food supply remained satisfactory in most parts of the country following good harvests in the 2017/18 crop-season. Food stocks held by the National Food Reserve Agency (NFRA) in December 2018 was 95,534 tonnes higher than 92,402 tonnes recorded in November 2018 and 92,074 tonnes registered in the corresponding month in 2017 (**Table 1.2**). During the month, the agency sold 1,081.9 tonnes of maize to private traders and prisons department, and purchased 4,213.6 tonnes to replenish its stocks.



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

	Tonnes				
	2014	2015	2016	2017	2018
Jan	235,309	459,561	125,668	86,834	91,947
Feb	228,014	454,592	88,414	86,444	91,313
Mar	214,157	452,054	68,727	86,444	83,650
Apr	195,246	433,547	64,825	86,278	73,468
May	195,956	406,846	63,341	74,826	68,893
Jun	189,494	353,702	61,838	70,393	63,844
Jul	182,200	282,401	49,632	68,697	62,288
Aug	196,854	268,515	59,832	78,434	62,317
Sep	299,624	265,046	86,545	85,403	78,224
Oct	426,999	253,655	90,905	89,248	87,435
Nov	460,295	238,134	90,900	93,354	92,402
Dec	466,583	180,746	89,692	92,074	95,534

Source: National Food Reserve Agency

### 1.3 Prices of Food Crops

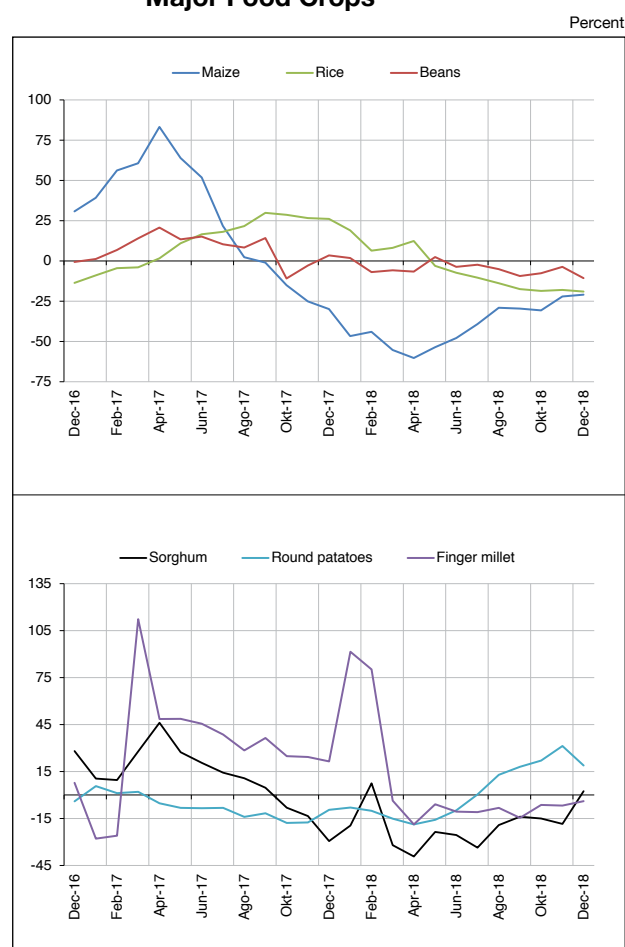
Reflecting adequate food supply in the country, wholesale prices of all major food crops<sup>1</sup> were lower in December 2018 than in December 2017, except for round potatoes and sorghum (**Table 1.3**). On monthly basis, prices of all major food crops increased, with the exception of beans and potatoes. **Chart 1.2** shows movements of prices of major food crops in the past three years.

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

Crop	TZS per 100kg				
	Dec-17	Nov-18	Dec-18	Percentage change	
				Nov-18 to Dec-18	Dec-17 to Dec-18
Maize	59,673.92	42,362.91	47,174.47	11.4	-20.9
Rice	191,988.61	153,493.06	155,522.57	1.3	-19.0
Beans	177,678.57	158,802.08	158,694.44	-0.1	-10.7
Sorghum	73,784.80	72,523.81	75,592.26	4.2	2.4
Round potatoes	71,931.67	88,209.24	85,526.27	-3.0	18.9

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

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

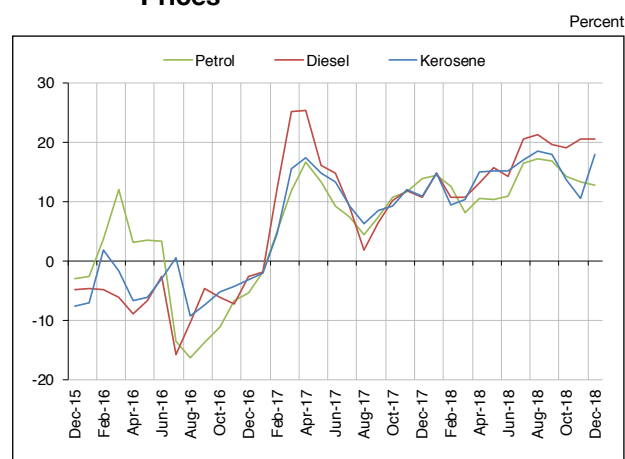


Source: Ministry of Industry, Trade and Investment; and Bank of Tanzania computations

### 1.4 Domestic Fuel Prices

Domestic pump prices of white petroleum products (petrol, diesel and kerosene) generally trended upwards in tandem with world market prices over the last two years (**Chart 1.4**). Similarly, on monthly basis, the prices increased (**Table 1.4**).

**Chart 1.3: Annual Change in Domestic Pump Prices**



Source: National Bureau of Statistics

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



**Table 1.4: Domestic Pump Prices**

Items	TZS per Litre				
	Dec-17	Nov-18	Dec-18	Percentage change	
				Nov 18 to Dec 18	Dec 17 to Dec 18
Petrol	2,240.75	2,489.71	2,528.16	1.5	12.8
Diesel	2,079.79	2,468.58	2,509.20	1.6	20.6
kerosene	2,031.26	2,231.00	2,396.65	7.4	18.0

Source: Bank of Tanzania

## 2.0 Monetary and Financial Markets

### 2.1 Money Supply and Credit

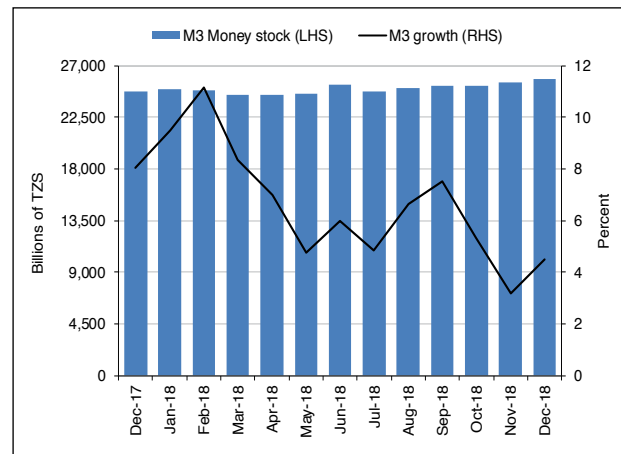
Growth of money supply continued to recover, mostly because of accommodative monetary policy measures and measures taken by banks to improve their asset quality. In December 2018, extended broad money supply (M3) grew by 4.5 percent compared with 3.2 percent in the preceding month. Nonetheless, the most growth was below 8.0 percent recorded in December 2017 (**Table 2.1**, **Chart 2.1** and **Chart 2.2**).

**Table 2.1: Money Supply and Components**

	Billions of TZS					
	Outstanding stock			Annual growth (%)		
	Dec-17	Nov-18	Dec-18	Dec-17	Nov-18	Dec-18
Net foreign assets of the banking system	11,596.1	11,130.9	10,642.3	41.7	-2.6	-8.2
Bank of Tanzania	12,149.9	10,693.4	10,692.3	46.7	-10.5	-12.0
Banks	-553.8	437.5	-50.0	---	---	---
Net domestic assets of the banking system	13,118.2	14,359.4	15,181.0	-10.7	8.2	15.7
Domestic claims	20,171.1	22,309.8	22,208.2	-3.4	9.5	10.1
Claims on central government (net)	3,275.7	4,507.1	4,481.6	-23.5	31.4	36.8
o/w Securities held by banks	5,594.4	5,157.8	4,993.6	37.9	-6.0	-10.7
Claims on the private sector	16,895.4	17,802.7	17,726.6	1.7	5.0	4.9
Other items net	-7,052.9	-7,950.3	-7,027.2	13.8	11.9	-0.4
Extended broad money supply (M3)	24,714.3	25,490.4	25,823.3	8.0	3.2	4.5
Foreign currency deposits	6,364.4	6,597.5	6,783.1	1.7	2.1	6.6
Broad money supply (M2)	18,349.9	18,892.8	19,040.3	10.4	3.6	3.8
Other deposits	7,194.6	7,139.7	7,316.7	10.1	-0.3	1.7
Narrow money supply (M1)	11,155.3	11,753.2	11,723.6	10.6	6.1	5.1
Currency in circulation	3,831.6	3,773.5	3,866.6	6.2	2.1	0.9
Transferable deposits	7,323.7	7,979.7	7,857.0	13.1	8.1	7.3

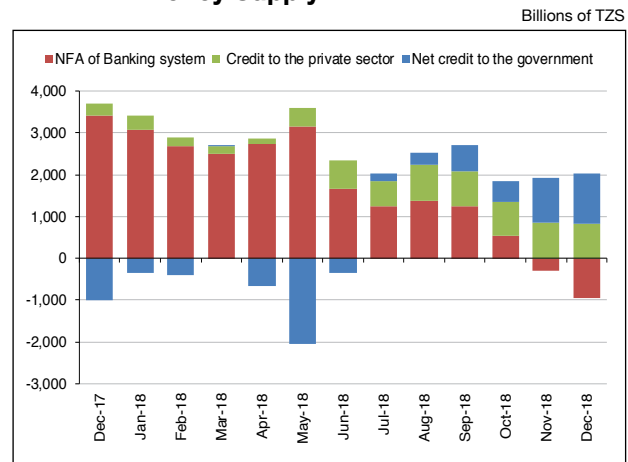
Source: Bank of Tanzania, banks and Bank of Tanzania computations  
Note: "----" denotes a change that exceeds 100 percent; and o/w stands for of which

**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

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



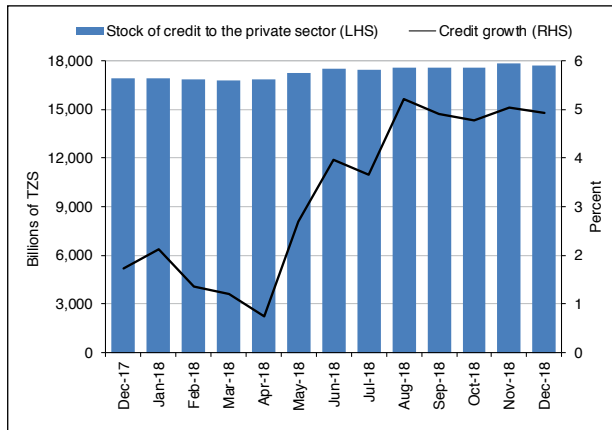
Source: Bank of Tanzania, banks and Bank of Tanzania computations  
Note: NFA stands for net foreign assets

Net foreign assets of the banking system—Bank of Tanzania and banks, declined by 8.2 percent in the year ending December 2018. Much of the decrease occurred in foreign assets of the Bank of Tanzania because of payment of government foreign obligations for importation of capital goods for infrastructure projects.

Total domestic credit grew by 10.1 percent compared with 9.5 percent in the preceding month, and a decline of 3.4 percent in the corresponding period in 2017 (**Table 2.1**). Much of the growth manifested in growth of private sector credit, which grew at an annual rate of 4.9 percent compared 1.7 percent in the corresponding month in 2017 (**Chart 2.3**). The recovery in private sector credit growth was due to accommodative monetary policy and credit risk measures instituted, including the use of credit reference system in loan approvals.



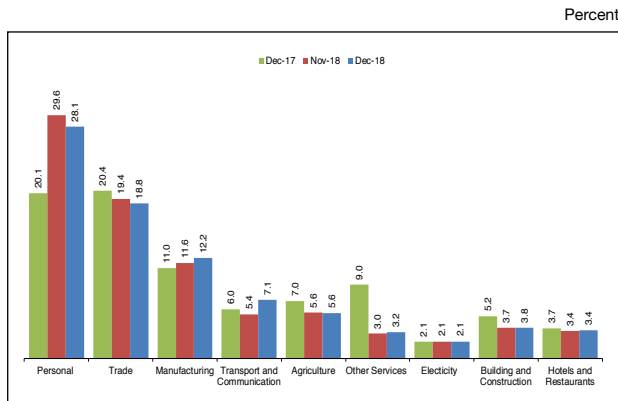
**Chart 2.3: Credit to Private Sector by Banks**



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

Trade, manufacturing and personal loan-related activities used for small and medium financing remained the main beneficiaries of credit extended by banks (**Chart 2.4**). Personal loans, which are usually for financing small-scale business undertakings, grew by 47.0 percent in the year to December 2018, followed by mining and quarrying, and transport and communication activities (**Table 2.2**).

**Chart 2.4: Share of Outstanding Credit Extended by Banks to Major Economic Activities**



Source: Banks and Bank of Tanzania computations

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

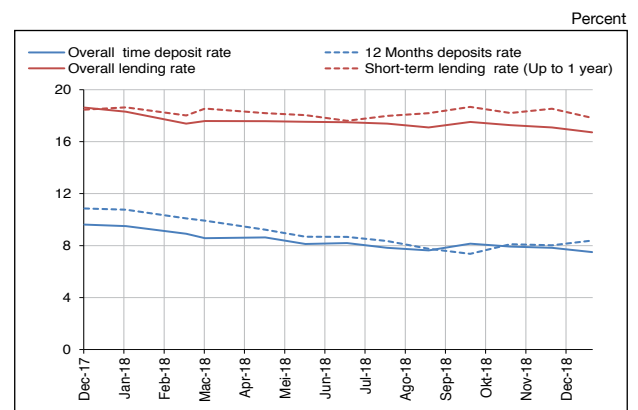
	Dec-17	Mar-18	Jun-18	Jul-18	Aug-18	Sep-18	Oct-18	Nov-18	Dec-18
Personal	9.3	56.3	50.5	46.5	48.4	60.1	56.9	54.1	47.9
Mining and quarrying	-10.9	3.5	5.8	17.8	-38.1	34.9	16.0	15.8	28.2
Transport and communication	-17.4	-7.7	4.9	4.4	-6.9	0.3	-3.1	-7.7	25.2
Manufacturing	9.2	-1.5	-3.9	1.1	13.5	6.2	6.5	6.9	17.5
Hotels and restaurants	13.0	11.9	3.4	-4.7	-3.9	-4.0	-4.4	-2.2	-1.3
Trade	-1.3	-9.2	-2.0	-2.5	5.9	-1.8	-2.8	-2.1	-2.4
Agriculture	2.5	-4.1	-5.2	-8.9	-22.1	-9.7	-14.5	-17.3	-16.0
Building and construction	13.0	15.0	5.7	-6.7	-20.2	-20.2	-17.8	-18.1	-23.2

Source: Banks and Bank of Tanzania computations

## 2.2 Interest Rates

Interest rates charged by banks on loans and those offered on deposits decrease in December 2018 from December 2017. Lending rates averaged 16.72 percent in December 2018 compared with 18.62 percent in the December 2017, partly in response to accommodative monetary policy. One-year lending rate averaged 17.83 percent in December 2018, lower by 64 basis points. Time deposit interest rates averaged 7.50 percent compared with 9.62 percent in December 2017 (**Chart 2.5**).

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



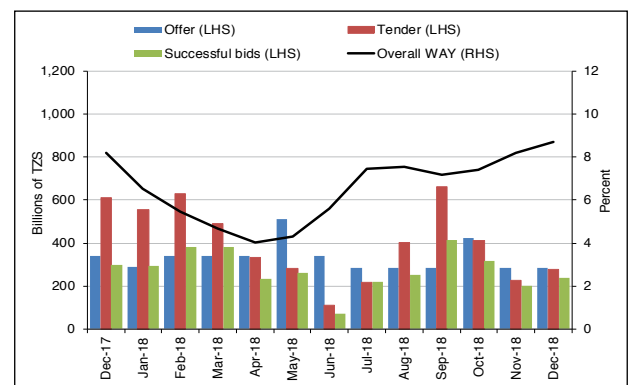
Source: Banks and Bank of Tanzania computations

## 2.3 Financial Markets

### 2.3.1 Treasury Bills Market

In December 2018, the Bank conducted two Treasury bills auctions worth TZS 283.4 billion for fiscal and monetary operations. The market responded with bids amounting to TZS 277.3 billion, which was higher than TZS 227.6 billion recorded in the preceding month. Successful bids amounted to TZS 236.0 billion. Overall weighted average yield was 8.72 percent compared with 8.19 percent in the previous month and corresponding month in 2017 (**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





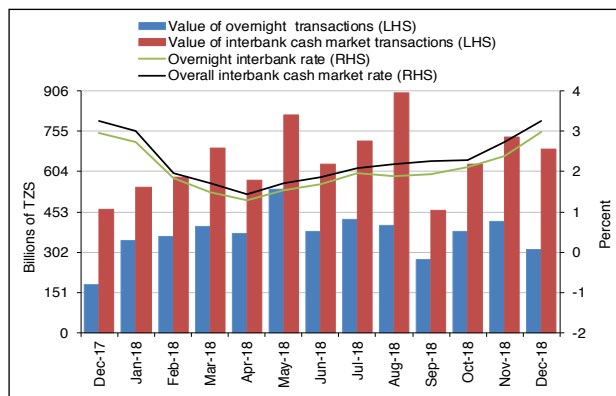
### 2.3.2 Treasury Bonds Market

On behalf of the government, the Bank of Tanzania offered 10- and 20-year Treasury bonds worth TZS 87.4 billion and TZS 39.7 billion, respectively, for government budget operations. The 10-year Treasury bond auction was undersubscribed by TZS 51.3 billion while the 20-year bond was oversubscribed by TZS 60.1 billion. The Bank intervened in both auctions and accepted bids worth TZS 8.9 billion and TZS 56.7 billion, respectively. Weighted average yield to maturity (WAY) for 10-year and 20-year bond increased to 14.94 percent and 17.73 percent from 14.39 percent and 17.69 percent, respectively, when the bonds were last issued.

### 2.3.3 Inter-Bank Cash Market

The interbank cash market (IBCM) transactions recorded a market turnover of TZS 689.9 billion in December 2018, which is lower than the amount traded in the preceding month by TZS 43.3 billion. Overnight transactions accounted for 45.4 percent and the overnight interbank cash market interest rate slightly increased to an average of 2.98 percent from 2.39 percent in the preceding month (**Chart 2.7**).

**Chart 2.7: Inter-Bank Cash Market Transactions**

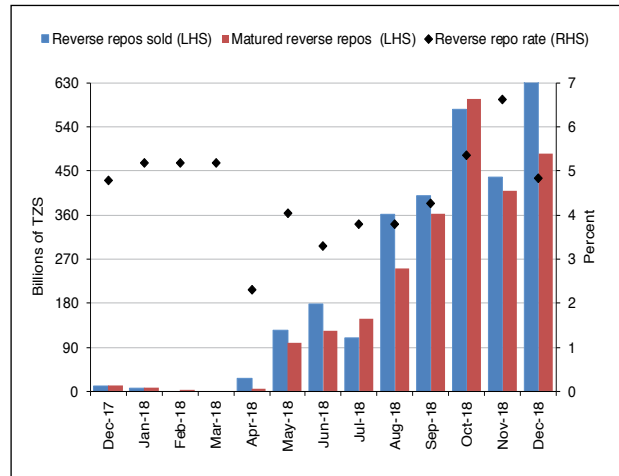


Source: Bank of Tanzania  
Note: LHS denotes left hand scale; and RHS, right hand scale

### 2.3.4 Repurchase Agreements

In December 2018, the Bank continued to fine-tune liquidity among banks using repurchase agreements. The bank conducted reverse repo amounting to TZS 699.4 billion against the maturing obligation of TZS 485.4 billion. This led to injection of liquidity amounting to TZS 214.0 billion. Reverse repo rate decreased to an average of 4.82 percent from 6.63 percent in the preceding month, but remained higher than 4.79 percent recorded in December 2017 (**Chart 2.8**).

**Chart 2.8: Reverse Repurchase Agreements Transactions**

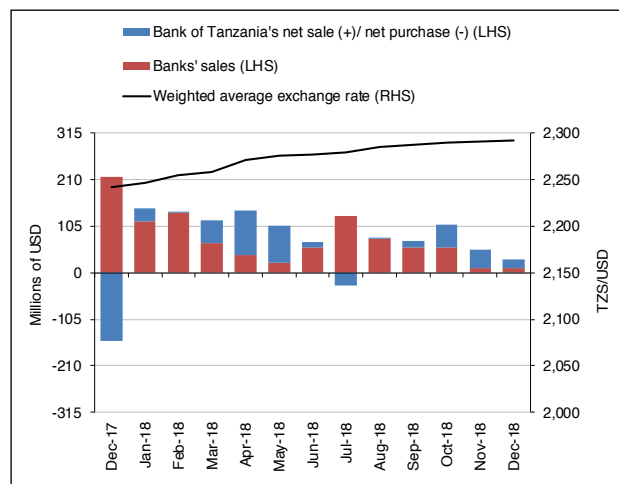


Source: Bank of Tanzania  
Note: LHS denotes left hand scale; and RHS, right hand scale

### 2.3.5 Inter-Bank Foreign Exchange Market

In December 2018, total transactions in the interbank foreign exchange market (IFEM) was USD 32.85 billion compared with USD 52.85 million traded in the preceding month. The Bank continued to participate in the market for liquidity management and maintaining an orderly market. On net basis, the Bank sold USD 17.75 million compared with USD 43.25 million in November 2018. The shilling remained stable against the US dollar, trading at an average of TZS 2,291.28 per US dollar compared with TZS 2,290.58 per US dollar in the preceding month. On annual basis, the shilling depreciated by 2.19 percent from TZS 2,242.21 per US dollar in the corresponding month in 2017 (**Chart 2.9**).

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



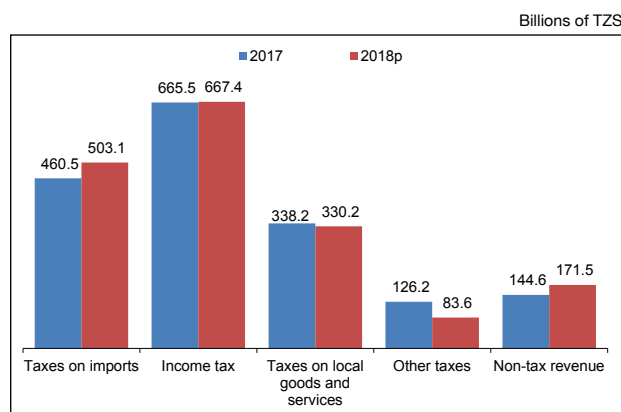
Source: Bank of Tanzania  
Note: LHS denotes left hand scale; and RHS, right hand scale



## 3.0 Government Budgetary Operations

In December 2018, government revenue amounted to TZS 1,814.7 billion, of which TZS 1,755.8 billion was collected by the central government and TZS 58.9 billion was from local governments sources. Tax revenue was TZS 1,584.3 billion, accounted mostly by income tax and taxes on imports (**Chart 3.1**).

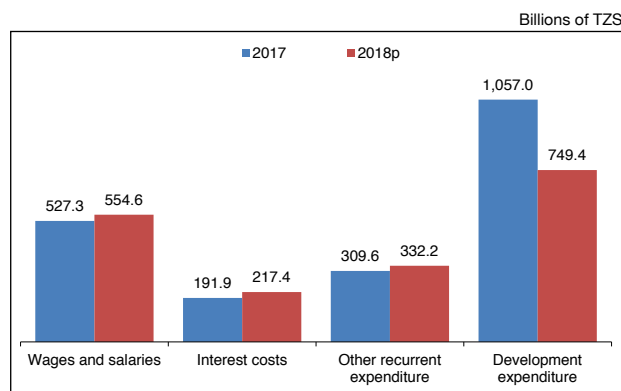
**Chart 3.1: Government Resources in December**



Source: Ministry of Finance and Planning, and Bank of Tanzania computations  
Note: p denotes provisional data

The Government continued to ensure discipline in the use of public funds and rationalize expenditure pattern based on available resources and priorities. In December 2018, government expenditure amounted to TZS 1,853.6 billion, of which recurrent expenditure was TZS 1,104.3 billion and development expenditure was TZS 749.4 billion. Out of the resources spent on development projects, TZS 493.6 billion was from domestic sources (**Chart 3.2**).

**Chart 3.2: Government Expenditure in December**



Source: Ministry of Finance and Planning, and Bank of Tanzania computations  
Note: p denotes provisional data

## 4.0 National Debt

### 4.1 External Debt

External debt stock, comprising public and private sector debt, amounted to USD 21,045.8 million at the end of December 2018. This represented an increase of USD 119.3 million from the preceding month and USD 1,865.6 million from December 2017 (**Table 4.1**). The increase in both periods was on account of new disbursements and appreciation of the USD against other currencies in which the debt is denominated.

Central government debt, which accounted for 75.9 percent of the total external debt stock, increased by USD 189.1 million between November and December 2018. In terms of creditor category, much of the external debt was owed to multilateral institutions and commercial banks, as in the preceding month (**Table 4.2**).

**Table 4.1: External Debt Stock by Borrowers**

Borrower	Millions of USD					
	Dec-17		Nov-18		Dec-18	
	Amount	Share (%)	Amount	Share (%)	Amount	Share (%)
Central government	15,017.1	78.3	15,790.7	75.5	15,979.8	75.9
DOD	14,189.6	74.0	14,942.9	71.4	15,092.7	71.7
Interest arrears	827.5	4.3	847.8	4.1	887.1	4.2
Private sector	3,912.4	20.4	4,937.6	23.6	4,897.4	23.3
DOD	3,219.3	16.8	4,011.9	19.2	4,009.8	19.1
Interest arrears	693.0	3.6	925.7	4.4	887.6	4.2
Public corporations	250.7	1.3	198.3	0.9	168.6	0.8
DOD	220.5	1.1	166.7	0.8	136.8	0.7
Interest arrears	30.3	0.2	31.6	0.2	31.8	0.2
External debt stock	19,180.2	100.0	20,926.6	100.0	21,045.8	100.0

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

Note: DOD denotes disbursed outstanding debt

**Table 4.2: External Debt Stock by Creditors**

Creditor category	Millions of USD					
	Dec-17		Nov-18		Dec-18	
	Amount	Share (%)	Amount	Share (%)	Amount	Share (%)
Multilateral	9,115.1	47.5	9,634.6	46.0	9,755.8	46.4
DOD	9,091.9	47.4	9,596.4	45.9	9,716.0	46.2
Interest arrears	23.3	0.1	38.2	0.2	39.8	0.2
Bilateral	1,799.3	9.4	1,842.0	8.8	1,896.8	9.0
DOD	971.7	5.1	995.1	4.8	1,013.6	4.8
Interest arrears	827.5	4.3	846.9	4.0	883.2	4.2
Commercial	6,125.1	31.9	7,065.4	33.8	6,979.7	33.2
DOD	5,794.0	30.2	6,493.9	31.0	6,471.7	30.8
Interest arrears	331.1	1.7	571.5	2.7	508.0	2.4
Export credit	2,140.7	11.2	2,384.6	11.4	2,413.5	11.5
DOD	1,771.8	9.2	2,036.1	9.7	2,038.0	9.7
Interest arrears	368.9	1.9	348.5	1.7	375.5	1.8
External debt stock	19,180.2	100.0	20,926.6	100.0	21,045.8	100.0

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

Note: DOD denotes disbursed outstanding debt



As regards use of disbursed funds, much of it were utilized for transport and telecommunication, energy, and social welfare and education. **Table 4.3** summarizes disbursed outstanding debt by use of funds.

**Table 4.3: Disbursed External Debt by Use of Funds**

Activity	Millions of USD					
	Dec-17		Nov-18		Dec-18	
	Amount	Share (%)	Amount	Share (%)	Amount	Share (%)
BoP & budget support	2,812.9	16.0	2,754.7	14.4	2,753.1	14.3
Transport and telecom.	4,000.9	22.7	4,280.0	22.4	4,290.0	22.3
Agriculture	1,188.7	6.7	1,223.6	6.4	1,243.0	6.5
Energy & mining	2,927.4	16.6	2,993.7	15.7	3,016.0	15.7
Industries	542.4	3.1	663.9	3.5	656.0	3.4
Social welfare & educ.	2,697.7	15.3	3,003.8	15.7	3,009.0	15.6
Finance and insurance	924.0	5.2	1,052.2	5.5	1,185.0	6.2
Tourism	67.6	0.4	118.4	0.6	152.0	0.8
Real estate and constr.	816.4	4.6	1,087.0	5.7	1,076.0	5.6
Other	1,651.4	9.4	1,944.2	10.2	1,859.2	9.7
<b>Total</b>	<b>17,629.4</b>	<b>100.0</b>	<b>19,121.5</b>	<b>100.0</b>	<b>19,239.3</b>	<b>100.0</b>

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

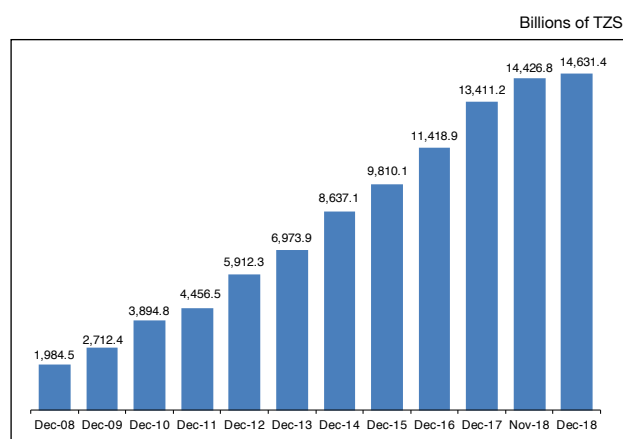
Note: BoP denotes balance of payments

External debt disbursed in December 2018 amounted to USD 183.2 million, all of which received by the central government. For the year ending December 2018, external debt disbursed amounted to USD 1,753.9 million, of which the government received USD 1,528.8 million and the balance was for private sector. Debt service during December 2018 was USD 150.3 million, of which USD 108.3 million was principal repayment and the balance was interest payment. External debt service in the year ending December 2018 amounted to USD 1,071.3 million, of which the principal repayment was USD 769.6 million and the balance was interest payment.

## 4.2 Domestic Debt

The stock of domestic debt was TZS 14,631.4 billion at the end of December 2018, an increase of TZS 204.6 billion and TZS 1,220.2 billion from the levels recorded at the end of the preceding month and the corresponding period in 2017, respectively (**Chart 4.1**).

**Chart 4.1: Government Domestic Debt Stock**



Source: Bank of Tanzania

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

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

Instruments	Billions of TZS					
	Dec-17		Nov-18		Dec-18	
	Amount	Share (%)	Amount	Share (%)	Amount	Share (%)
Government securities	12,792.0	95.4	12,871.1	89.2	12,878.3	88.0
Treasury bills	3,799.8	28.3	2,623.8	18.2	2,633.8	18.0
Government stocks	257.1	1.9	252.7	1.8	252.7	1.7
Government bonds	8,735.1	65.1	9,994.5	69.3	9,991.7	68.3
Tax certificates	0.1	0.0	0.1	0.0	0.1	0.0
Non-securitized debt	619.2	4.6	1,555.7	10.8	1,753.2	12.0
Other Liabilities*	18.4	0.1	18.4	0.1	18.4	0.1
Overdraft	600.8	4.5	1,537.4	10.7	1,734.8	11.9
<b>Total dom. debt (without liquidity paper)</b>	<b>13,411.2</b>	<b>100.0</b>	<b>14,426.9</b>	<b>100.0</b>	<b>14,631.4</b>	<b>100.0</b>

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

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

Commercial banks sustained dominance in holding the largest share of domestic debt at 34.4 percent, followed by pension funds and the Bank of Tanzania—mainly advances to the Government. **Table 4.5** presents a summary of Government domestic debt by creditor.

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

Holders	Billions of TZS					
	Dec-17		Nov-18		Dec-18	
	Amount	Share (%)	Amount	Share (%)	Amount	Share (%)
Commercial banks	5,618.9	41.9	5,206.5	36.1	5,037.2	34.4
Bank of Tanzania	1,935.6	14.4	2,826.5	19.6	3,071.1	21.0
Pension funds	3,797.1	28.3	3,655.7	25.3	3,707.0	25.3
Insurance	1,115.9	8.3	1,219.7	8.5	1,280.4	8.8
BOT's special funds	161.4	1.2	299.9	2.1	289.0	2.0
Others	782.4	5.8	1,218.5	8.4	1,246.8	8.5
<b>Total</b>	<b>13,411.2</b>	<b>100.0</b>	<b>14,426.9</b>	<b>100.0</b>	<b>14,631.4</b>	<b>100.0</b>

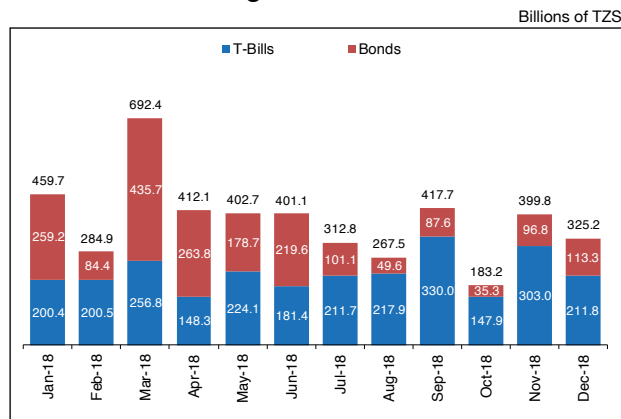
Source: Ministry of Finance and Planning, Bank of Tanzania and Bank of Tanzania computations

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



Domestic debt issued for government budget financing in December 2018 amounted to TZS 325.2 billion, out of which TZS 211.8 billion was Treasury bills and the balance was Treasury bonds. Domestic debt issued during 2018 was TZS 4,558.8 billion, of which TZS 2,633.8 billion was Treasury bills and the balance was Treasury bonds (**Chart 4.2**).

**Chart 4.2: Government Securities Issued for Financing**



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

Note: Figures on top of each bar are totals

Debt due during December 2018 was TZS 484.0 billion compared to TZS 487.3 billion recorded in the previous month. Out of debt matured during the month, principal amounting to TZS 384.1 billion was rolled over, while interest amounting to TZS 99.9 billion was paid out of government resources. Debt service during 2018 amounted to TZS 5,503.5 billion, out of which TZS 4,078.6 billion was principal and the balance was interest paid out of the government resources.

## 5.0 External Sector Performance

The overall balance of payments was a deficit of USD 774.9 million in the year ending December 2018 compared to a surplus of USD 1,669.6 million in the corresponding period in, on account of widening of current account deficit. Gross official reserves was USD 5,044.6 million at the end of December 2018, sufficient to cover 4.9 months of projected imports of goods and services excluding foreign direct investments related imports. The import cover remained above the country and EAC benchmarks of 4.0 and 4.5 months, respectively. Foreign assets of banks were USD 966.7 million at the end of December 2018.

Current account deficit widened to USD 2,686.3 million from USD 1,572.5 million in the year ending December 2017 due to increase in imports coupled with a decline in exports (**Table 5.1**).

**Table 5.1 Current Account**

Items	Millions of USD					Percentage change
	Dec-17	Nov-18	Dec-18	2017	2018 <sup>p</sup>	
Goods account	-188.5	-368.6	-401.5	-2,719.6	-3,803.4	39.8
Exports*	495.3	433.5	329.8	4,832.1	4,371.5	-9.5
Imports	683.8	802.1	731.3	7,551.7	8,174.9	8.3
Services account	164.94	199.6	195.6	1,792.0	1,851.3	3.3
Receipts	377.3	346.9	397.4	3,831.9	4,014.7	4.8
Payments	212.4	147.2	201.8	2,039.9	2,163.4	6.1
Goods and services	-23.6	-168.9	-205.9	-927.6	-1,952.1	110.4
Export of goods and services	872.6	780.4	727.2	8,664.0	8,386.2	-3.2
Import of goods and services	896.2	949.3	933.2	9,591.6	10,338.2	7.8
Primary income account	-94.4	-133.3	-66.6	-1,046.9	-1,202.7	14.9
Receipts	13.4	15.3	26.4	125.3	154.9	23.6
Payments	107.9	148.6	93.0	1,172.2	1,357.6	15.8
Secondary income account	39.6	36.8	48.5	402.0	468.5	16.6
Inflows	48.0	40.9	55.7	485.2	535.8	10.4
o/w General government	17.7	10.1	25.2	121.8	170.3	39.8
Outflows	8.4	4.1	7.3	83.2	67.3	-19.1
Current account balance	-78.4	-265.4	-224.0	-1,572.5	-2,686.3	70.8

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

Notes: \* includes adjustments for informal cross border exports; p denotes provisional data; f.o.b, free on board; o/w, of which; and "----", change that exceeds 100 percent

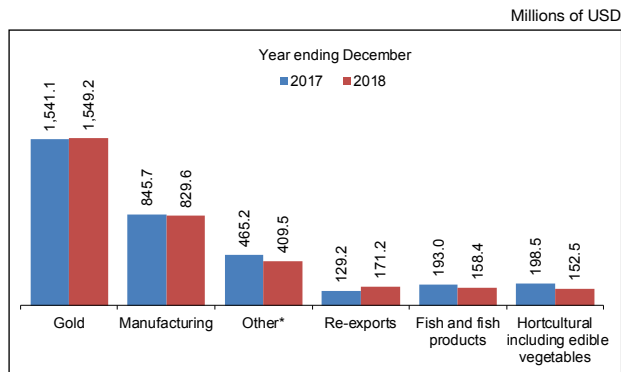
## 5.1 Exports

The value of exports of goods and services declined by 3.2 percent to USD 8,386.2 million in the year ending December 2018 compared to the corresponding period in 2017, largely explained by decrease in goods export.

Value of goods exports decreased by 9.5 percent in the year ending December 2018, mainly due to fall in both non-traditional and traditional goods exports. Non-traditional exports value decreased to USD 3,260.3 million in the year ending December 2018, from USD 3,372.6 million in corresponding period the previous year with all of its major categories recording decline save for gold and re-exports (**Chart 5.1**). Export value of gold, the main non-traditional exports remained almost the same at USD 1,549.2 million. Manufactured goods export earnings decreased by 1.9 percent to USD 829.6 million, on account of a decline in exports of textile, cement, footwear and edible vegetable.



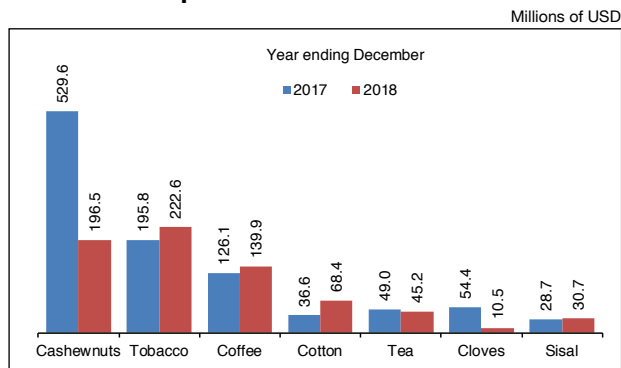
**Chart 5.1: Performance of Non-traditional Exports**



Source: Tanzania Revenue Authority, banks and Bank of Tanzania computations  
Notes: Other exports includes minerals (excluding gold), oil seeds, cereals, cocoa, hides and skins

The value of traditional exports was USD 713.7 million compared with USD 1,020.2 million in the year to December 2017, mainly on account of fall in export values of tea, cashew nuts and cloves. Cashew nuts exports earnings fell due to delays in commencement of exports whereas value of tea exports was due to low prices. On the other hand, export values of cotton and tobacco increased on account of increase in volume following good harvest in 2018/19 crop season. The price movements of traditional exports reflect developments in world markets prices.

**Chart 5.2: Performance of Traditional Exports**

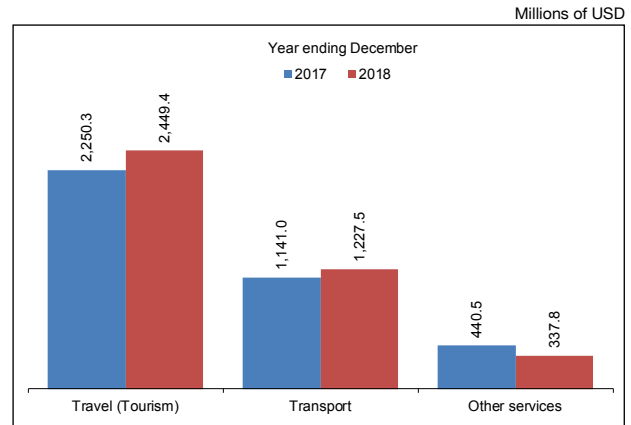


Source: Tanzania Revenue Authority and Bank of Tanzania computations

Foreign exchange receipt from services was USD 4014.7 million in the year to December 2018, an increase of USD 182.8 million from the amount registered in the corresponding period in 2017, following an increase in travel and transport receipt (Chart 5.3). Travel earnings (dominated by tourism) increased due to rise in the number of tourist arrivals. Likewise, transport receipt increased due to growth in volume of transit goods to and from neighbouring countries particularly Zambia, DRC, Rwanda and Burundi partly contributed by improved

competitiveness at the DSM port including removal of Value Added Tax on auxiliary services of transit cargo.

**Chart 5.3: Services Receipts by Category**



Source: Bank of Tanzania and banks  
Notes: Other services include; communication, construction, insurance, financial, computer information, government, royalties, personal, cultural, recreational and other business services

## 5.2 Imports

Goods (f.o.b) and services import bill increased by 7.8 percent to USD 10,338.2 million in the year ending December 2018 from the amount in the year ending December 2017. Goods import increased by 8.2 percent to USD 8,174.9 million compared to the amount in the year ending December 2017 with all major categories of goods recording increases (Table 5.2). The increase in import bill for capital goods was associated with the ongoing infrastructural development in the country, including construction of standard gauge railway, roads and bridges, airports, and ports. Oil imports which accounts for the largest share of goods import, increased by 1.1 percent. The value of imports from food and foodstuff declined substantially on account of adequate food supply across the country following good harvest during 2017/18 crop-season.

**Table 5.2: Goods Imports**

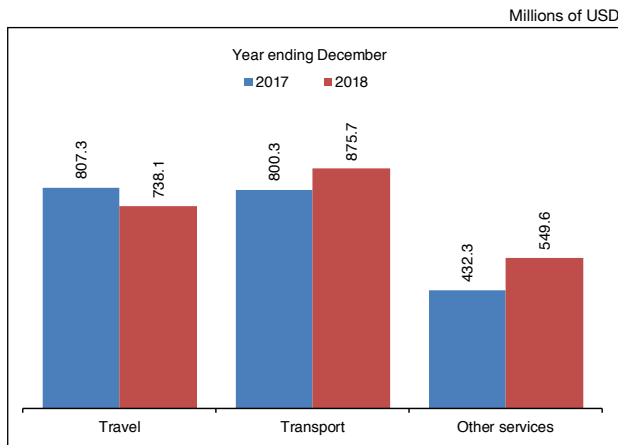
Items	Year ending December		Percentage change	Year ending December		Percentage change	Percentage contribution, year ending
	Nov-18	Dec-18		2017 <sup>p</sup>	2018 <sup>p</sup>		
Capital goods	357.1	284.7	-20.3	2,688.4	3,187.3	18.6	39.0
Transport equipment	77.0	70.5	-8.4	694.2	880.6	26.9	10.8
Building and constructions	95.6	85.1	-11.0	581.8	862.4	48.2	10.5
Machinery	184.5	129.1	-30.0	1,412.5	1,444.3	2.3	17.7
Intermediate goods	253.1	275.0	8.6	2,704.4	2,807.2	3.8	34.3
Oil imports	159.9	202.8	26.8	1,850.6	1,871.5	1.1	22.9
Fertilizers	23.7	9.9	-58.1	124.9	166.4	33.2	2.0
Industrial raw materials	69.6	62.3	-10.5	728.9	769.2	5.5	9.4
Consumer goods	191.9	171.7	-10.5	2,158.9	2,180.4	1.0	26.7
Food and food stuffs	16.4	13.8	-16.3	405.3	262.0	-35.3	3.2
All other consumer goods <sup>1</sup>	175.4	157.9	-10.0	1,753.6	1,918.4	9.4	23.5
Grand total	802.1	731.3	-8.8	7,553.9	8,177.1	8.2	100.0

Source: Tanzania Revenue Authority and Bank of Tanzania computations  
Notes: <sup>1</sup> includes pharmaceutical products, paper products, plastic items, optical/photographic materials, and textile apparels; f.o.b denotes free on board; and p, provisional data



Services payment amounted to USD 2,163.4 million compared with USD 2,039.9 million in the year to December 2017, mainly due to increase in transport and other services payments (**Chart 5.4**). Foreign payment for transport, particularly freight, which constitutes the largest share of the services payment rose by 9.4 percent in line with higher goods imports.

**Chart 5.4: Services Payments**



Source: Banks and Bank of Tanzania computations

Notes: Other services include; communication, construction, insurance, financial, computer information, government, royalties, personal, cultural, recreational and other business services

The primary income account—income from capital related transactions and compensation of employees, registered a deficit of USD 1,202.7 million compared with a deficit of USD 1,046.9 million in the year ending December 2017. Meanwhile, secondary income account—that captures unilateral current transfers—rose by 16.6 percent to a surplus of USD 468.5 million, following increase in official inflows from development partners particularly those under sectoral basket support.

### 5.3 World Commodity Prices

World market prices of all selected commodities decline in December 2018 compared to the preceding month except for sisal, cloves and gold (**Table 5.3**). The decline in the price of coffee was largely due to excess supply, while that of tea and cotton was on account of low global demand. Oil prices fell due to increase in global supply. Conversely, the price of cloves increased following higher demand in India.

On annual basis, world market prices of all selected commodities increased with exception of coffee, tea (Mombasa), sisal and cloves (**Table 5.3**). The fall in the price of coffee was mainly explained by carried over stocks and high production in Brazil

and Vietnam. Lower prices of tea (Mombasa) was largely due to oversupply and reduction of demand from Pakistan, one of the largest export destination. Likewise, the price of cloves decreased mainly because of high reserves in Indonesia—one of the major clove producers. Conversely, the increase in the price of tea (average) and cotton was mainly driven by high global demand amid low production. Oil prices went up owing to robust global demand coupled with geopolitical instability and continued US sanctions on Iran. Meanwhile, the gold prices increased following higher demand for investment.

**Table 5.3: World Commodity Prices**

Commodity	Unit measure	Nov-18	Dec-18	Percentage change	Year ending December		Percentage change
					2017	2018	
Robusta Coffee	USD per kg	1.8	1.7	-7.1	2.2	1.9	-16.1
Arabica Coffee	USD per kg	3.0	2.8	-7.3	3.3	2.9	-11.7
Tea (Average price)	USD per kg	2.7	2.6	-2.2	2.0	2.8	38.2
Tea (Mombasa Auction)	USD per kg	2.4	2.3	-2.5	2.9	2.5	-14.3
Cotton, "A Index"	USD per kg	1.9	1.9	-0.5	1.8	2.0	9.2
Sisal (UG)	USD per kg	1.8	1.8	0.0	1.8	1.7	-2.8
Cloves	USD per kg	7.7	7.8	0.6	8.6	7.9	-7.7
Crude oil*	USD per barrel	65.4	56.5	-13.6	52.8	68.6	29.8
Crude oil**	USD per barrel	65.1	56.5	-13.3	53.1	69.2	30.2
White products	USD per metric ton	653.3	566.2	-13.3	515.6	670.7	30.1
Gold	USD per troy ounce	1,220.7	1,250.4	2.4	1,257.5	1,269.2	0.9

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, and \*\* f.o.b. Dubai

## 6.0 Economic Developments in Zanzibar

### 6.1 Inflation Developments

Annual headline inflation slowed to 3.5 percent in December 2018 from 4.4 percent in the previous month and 5.9 percent in the corresponding period in 2017 (**Table 6.1** and **Chart 6.1**). This development was due to decrease in food inflation mainly caused by slowdown in prices of bananas, sugar, maize and wheat flour. On monthly basis, headline inflation decreased to 0.6 percent from negative 1.6 percent recorded in the corresponding month in 2017.



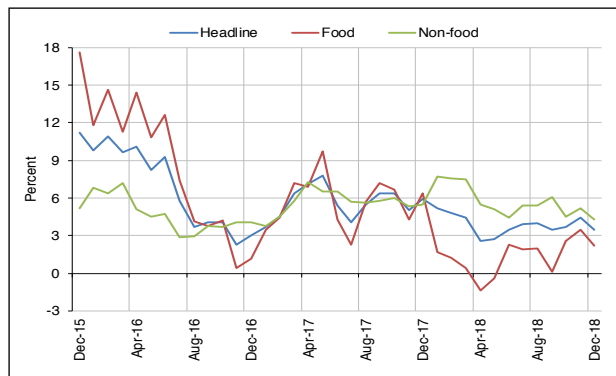
**Table 6.1: Headline Inflation and its Main Components**

Base: Jan 2017=100

Main groups	Weight	Monthly change			Annual change		
		Dec-17	Nov-18	Dec-18	Dec-17	Nov-18	Dec-18
Food and non-alcoholic beverages	43.6	2.8	-1.5	1.6	6.2	3.4	2.2
Alcoholic beverages, tobacco and narcotics	0.2	0.0	0.0	0.0	3.3	6.6	6.6
Clothing and footwear	6.9	0.2	1.6	0.0	4.1	3.0	2.9
Housing, water, electricity, gas and other fuels	18.4	1.3	0.3	-0.5	10.1	4.9	3.0
Furnishing, household equipment	5.5	0.4	-0.1	0.1	1.8	12.8	12.5
Health	2.1	0.0	-0.2	0.0	4.6	1.5	1.5
Transport	9.6	1.0	0.9	0.6	5.2	8.9	8.5
Communication	4.2	0.2	0.0	0.0	0.2	-0.9	-1.1
Recreation and culture	1.3	0.2	2.4	0.0	2.8	5.0	4.8
Education	1.9	0.0	0.9	0.0	4.1	6.3	6.3
Restaurants and hotels	3.9	0.9	0.5	0.0	2.8	-0.3	-1.1
Miscellaneous goods and services	2.3	0.0	1.5	-0.2	0.5	4.1	3.8
All items (Headline inflation)	100.0	1.6	-0.3	0.6	5.9	4.4	3.5
Other selected groups							
Food	42.7	1.0	-1.5	1.6	2.7	3.5	2.3
Non-food	57.3	0.7	0.6	-0.1	5.5	5.2	4.3

Source: Office of the Chief Government Statistician, Zanzibar

**Chart 6.1: Twelve-Month Inflation**

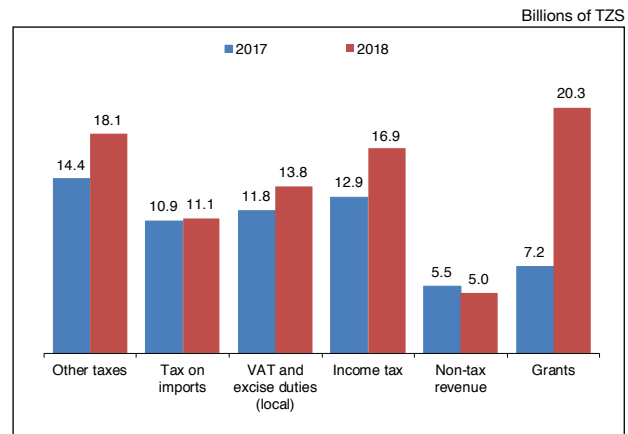


Source: Office of the Chief Government Statistician, Zanzibar

## 6.2 Government Budgetary Operations

Government resource envelope—revenue and grants—amounted to TZS 85.1 billion in December 2018, of which TZS 64.8 billion was domestic revenue and TZS 20.3 billion was grants. Tax revenue was TZS 59.9 billion accounting for 92.4 percent of total revenue and the balance was non-tax revenue. Domestic revenue collections were 91.7 percent of the monthly target with all revenue categories performing below target, save for income tax. Grants disbursed amounted to TZS 20.3 billion, which was above the monthly target of TZS 7.7 billion. The performance was a result of a decision to categorize as grants all direct financial support by development partners to government ministries, departments and agents. **Chart 6.2** shows government resources during December 2017 and 2018.

**Chart 6.2: Government Resources in December**

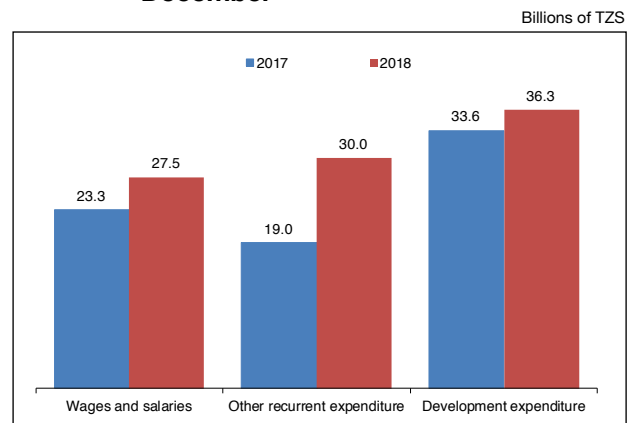


Source: Ministry of Finance and Planning - Zanzibar

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

The Government continued to align expenditure pattern based on budget estimates for the month, priorities and available resources. Total government expenditure was TZS 93.8 billion, 10.2 percent above the month estimates. Development expenditure amounted to TZS 36.3 billion, of which TZS 30.2 billion was financed by development partners and the balance was financed by domestic resources. Government operations during the month recorded an overall deficit after grants of TZS 28.5 billion, which was financed through program loans. Chart 6.3 shows Government expenditure in December 2017 and 2018.

**Chart 6.3: Government Expenditure in December**



Source: Ministry of Finance and Planning, Zanzibar

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



## 6.3 External Sector Performance

### 6.3.1 Current Account

Current account balance contracted to a deficit of USD 51.1 million in the year ending December 2018 from a surplus of USD 46.5 million in the corresponding period in 2017, mostly driven by growth of imports coupled with a decline of exports earnings from cloves (**Table 6.2**).

**Table 6.2: Current Account Balance**

	Millions of USD					
	Year ending December					Percentage change
	Dec-17	Nov-18	Dec-18 <sup>p</sup>	2017	2018 <sup>p</sup>	
Goods account	-5.2	-19.8	-18.2	-84.0	-197.3	--
Exports	8.5	0.9	0.5	66.2	23.0	-65.3
Imports (fob)	13.7	20.7	18.8	150.2	220.3	46.7
Services account	9.0	9.5	10.1	92.2	104.3	13.1
Receipts	16.1	15.6	15.8	156.3	174.4	11.6
Payments	7.2	6.0	5.7	64.0	70.0	9.4
Goods and services	3.8	-10.2	-8.1	8.2	-93.0	---
Exports of goods and services	24.6	16.5	16.4	222.5	197.4	-11.3
Imports of goods and services	20.8	26.7	24.5	214.2	290.3	35.5
Income account	0.8	-0.8	0.9	8.6	7.5	-13.2
Receipts	1.2	0.6	1.2	13.1	13.8	4.9
Payments	0.4	1.3	0.3	4.5	6.3	39.3
Current transfers	4.3	1.5	10.0	29.7	34.4	16.0
Inflows	4.5	1.6	10.2	31.5	36.3	15.4
Outflows	0.2	0.2	0.2	1.8	1.9	5.6
Current account balance	8.9	-9.5	2.8	46.5	-51.1	--

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

Note: p denotes provisional data; fob, free on board; N/A, not applicable and "----", change that exceeds 100 percent

### 6.3.2 Exports

Earnings from export of goods and services declined by 11.3 percent in the year ending December 2018 to USD 197.4 million (**Table 6.2**). The decrease was attributed to decline in clove export earnings to USD 10.4 million from USD 55.9 million in the year ending December 2017 following decline in volume exported owing to cyclical nature of the crop. Seaweeds export earnings increased to USD 4.2 million, from USD 2.7 million earned in the year ending December 2017 on account of increase in the volume exported (**Table 6.3**). Likewise, earning from fish and fish products exports increased due to growing market for anchovies in the Great Lakes region, particular Democratic Republic of Congo.

**Table 6.3: Goods Export Performance**

	Units	Year ending December				Percentage change	
		Dec-17	Nov-18	Dec-18 <sup>p</sup>	2017		2018 <sup>p</sup>
Traditional exports							
Clove							
Value	000' USD	7,859.4	-	-	55,917.1	10,443.5	-81.3
Volume	000 Tonnes	1.0	-	-	7.0	1.3	-81.6
Unit price	USD/Tonne	7,828.1	N/A	N/A	7,934.9	8,033.5	1.2
Non-traditional exports							
Seaweeds							
Value	000' USD	334.1	430.7	295.7	2,698.5	4,203.0	55.8
Volume	000' Tonnes	0.7	1.1	0.7	8.5	10.2	20.0
Unit price	000' USD	448.2	423.5	405.0	317.5	412.0	29.8
Manufactured goods	000' USD	222.7	416.5	184.9	5,655.8	6,953.0	22.9
Fish and fish products	000' USD	8.9	16.8	10.7	52.8	517.9	--
Others exports	000' USD	67.2	51.9	47.8	1,899.2	842.2	-55.7
Sub-total	000' USD	632.8	915.9	539.0	10,306.2	12,516.1	21.4
Grand-total	000' USD	8,492.2	915.9	539.0	66,223.3	22,959.6	-65.3

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 imports of goods (f.o.b) and services rose by 35.5 percent from USD 214.3 million in the year ending December 2017 mainly due to increase in imports of goods. All categories of goods import recorded increase during the year ending December 2018, with consumer goods recording the highest growth (**Table 6.4**).

**Table 6.4: Zanzibar Goods Imports by Major Categories**

	Millions of USD					
	Dec-17	Nov-18	Dec-18 <sup>p</sup>	2017	2018 <sup>p</sup>	Percentage change
Capital goods	3.8	4.4	4.1	43.3	61.8	42.7
Transport equipment	1.9	1.1	1.4	18.0	21.9	21.6
Building and construction	0.5	1.9	1.1	6.8	12.1	78.1
Machinery	1.4	1.4	1.6	18.5	27.8	50.1
Intermediate goods	7.0	9.8	8.9	72.4	104.9	44.9
Oil imports	5.0	6.7	6.6	51.3	71.0	38.4
Industrial raw materials	2.0	3.2	2.2	21.1	33.9	60.6
Consumer goods	4.2	8.5	7.6	49.4	75.4	52.6
Food and food stuffs	1.0	4.3	3.4	17.5	30.0	71.1
All other consumer goods	3.2	4.3	4.2	31.9	45.4	42.4
Grand total (c.i.f)	15.0	22.7	20.6	165.1	242.0	46.6
Grand total (f.o.b)	13.7	20.7	18.8	150.2	220.3	46.6

Source: Tanzania Revenue Authority and Bank of Tanzania computations

Note: p denotes provisional data

A surplus of USD 104.3 million was recorded in the services account, which was higher by 13.1 percent compared to the year ending December 2017. The outturn was mainly driven by increase in receipts from tourism activities (**Table 6.5**).





**Table 6.5: Services and Income Account**

Millions of USD

	Dec-17	Nov-18	Dec-18 <sup>p</sup>	Year ending December		Percentage change
				2017	2018 <sup>p</sup>	
Services account	9.0	9.5	10.1	92.2	104.3	13.1
Receipts	16.1	15.6	15.8	156.3	174.4	11.6
Payments	7.2	6.0	5.7	64.0	70.0	9.4
Income account	0.8	-0.8	0.9	8.6	7.5	-12.8
Receipts	1.2	0.6	1.2	13.1	13.8	5.1
Payments	0.4	1.3	0.3	4.5	6.3	39.1
Current transfers	4.3	1.5	10.0	29.9	34.4	14.9
Inflows	4.5	1.6	10.2	31.5	36.4	15.4
Outflows	0.2	0.2	0.2	1.6	2.0	24.3

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

Note: p denotes provisional data



## Statistical Tables

Table A1: Selected Economic Indicators

	Unit	2012	2013	2014	2015 <sup>f</sup>	2016 <sup>f</sup>	2017 <sup>p</sup>
<b>National accounts and prices</b>							
1.1 Change in GDP at current prices	Percent	16.4	15.5	12.4	14.0	13.5	12.5
1.2 Change in GDP at constant 2007 prices	Percent	5.1	7.3	7.0	7.0	7.0	7.1
1.3 GDP per capita-current prices (TZS)	'000' TZS	1,408.2	1,576.5	1,716.7	1,896.2	2,086.2	2,275.6
1.4 GDP per capita-current prices (USD)	USD	896.0	986.1	1,038.9	955.1	958.2	1,021.0
1.5 Change in consumer price index (Inflation)	Percent	16.1	7.9	6.1	5.6	5.2	5.3
1.6 Saving to GNDI ratio	Percent	13.2	8.7	16.7	19.4	17.2	15.5
<b>Money, credit and interest rates</b>							
2.1 Change in extended broad money supply (M3)	Percent	12.5	10.0	15.6	18.8	3.4	8.0
2.2 Change in broad money supply (M2)	Percent	16.0	10.9	17.0	13.4	5.3	10.4
2.3 Change in narrow money supply (M1)	Percent	17.3	10.4	14.8	15.6	5.3	10.6
2.4 Change in reserve money (M0)	Percent	10.1	11.1	17.5	15.6	0.3	1.5
2.5 Total credit to GDP ratio <sup>1</sup>	Percent	18.0	18.2	20.2	22.4	20.2	17.4
2.6 Non-government sector credit to GDP ratio <sup>1</sup>	Percent	14.7	14.6	15.6	17.1	16.1	14.6
2.7 Ratio of credit to non-government sector to total credit	Percent	81.7	80.3	77.3	76.0	79.5	83.8
2.8 12-Months deposit rate <sup>2</sup>	Percent	11.3	11.6	10.8	10.8	11.5	11.7
2.9 Overall treasury bill rate <sup>2</sup>	Percent	13.6	14.2	13.6	12.9	16.2	11.1
2.10 Long-term lending rate <sup>2</sup>	Percent	16.0	15.7	16.2	15.3	15.6	17.9
<b>Balance of payments</b>							
3.1 Exports of goods (f.o.b)	Mill. USD	5,889.2	5,258.1	5,194.1	5,316.8	5,661.2	4,827.8
3.2 Imports of goods (f.o.b)	Mill. USD	-10,319.1	-11,029.1	-10,917.8	-9,843.1	-8,463.6	-7,551.7
3.3 Trade balance	Mill. USD	-4,429.9	-5,771.1	-5,723.7	-4,526.3	-2,802.5	-2,723.9
3.4 Current account balance	Mill. USD	-3,769.6	-4,988.5	-5,048.6	-3,986.9	-1,953.2	-1,481.2
3.5 Overall balance	Mill. USD	326.2	507.9	-251.8	-199.1	305.5	1,669.6
3.6 Gross official reserves	Mill. USD	4,068.1	4,676.2	4,377.2	4,093.7	4,325.6	5,900.3
3.7 Reserves months of imports (of goods and services) (excluding FDI related imports)	Months	4.1	4.5	4.7	4.9	6.0	6.6
3.8 Exchange rate:							
Annual average	TZS/USD	1,571.7	1,598.7	1,652.5	1,985.4	2,177.1	2,228.9
End of period	TZS/USD	1,571.6	1,578.6	1,725.8	2,148.5	2,172.6	2,230.1
		2012/13	2013/14	2014/15	2015/16	2016/17 <sup>r</sup>	2017/18 <sup>p</sup>
<b>Public finance</b>							
4.1 Current revenue to GDP ratio <sup>1</sup>	Percent	12.8	13.5	12.9	14.3	15.6	15.1
4.2 Grants to GDP ratio <sup>1</sup>	Percent	2.1	2.1	1.2	0.5	1.0	0.8
4.3 Current expenditure to GDP ratio <sup>1</sup>	Percent	13.7	13.3	12.8	13.8	10.9	10.8
4.4 Development expenditure to GDP ratio <sup>1</sup>	Percent	5.5	5.2	4.4	4.5	6.8	6.4
4.5 Budget balance to GDP ratio (excluding grants) <sup>1</sup>	Percent	-6.5	-5.0	-4.3	-4.0	-2.1	-2.1
4.6 Budget balance to GDP ratio (including grants) <sup>1,3</sup>	Percent	-4.4	-2.9	-3.1	-3.5	-1.5	-1.9
<b>Total external debt stock</b>	Mill. USD	12,482.2	14,236.9	15,884.0	17,180.9	18,491.5	20,503.0
5.1 Disbursed debt	Mill. USD	11,086.4	12,632.1	14,548.3	15,948.1	17,091.6	18,765.1
5.2 Interest Arrears	Mill. USD	1,395.8	1,604.8	1,335.7	1,232.8	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 expenditure float, adjustment to cash and other items (net); GNDI

denotes Gross National Disposable Income; n.a., not available; r, revised data; and p, provisional data



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

Million of TZS

	Budget 2018/19	July 2018 - December 2018		December 2018	
		Estimate	Actual	Estimate	Actual
Total revenue (including LGAs)	20,894,577.8	10,176,163.5	9,245,116.7	2,026,039.8	1,814,716.2
Central government revenue	20,158,989.1	9,781,797.4	8,937,929.5	1,965,784.5	1,755,847.8
Tax revenue	17,867,311.6	8,764,520.7	7,776,416.9	1,771,752.1	1,584,305.7
Taxes on imports	6,134,952.2	3,038,462.7	2,801,539.0	529,677.5	503,129.8
Sales/VAT and excise on local goods	4,436,453.2	2,148,014.7	1,932,849.9	361,410.6	330,199.5
Income taxes	6,109,593.2	2,986,986.2	2,579,290.8	770,683.3	667,391.1
Other taxes	1,186,313.0	591,057.1	462,737.2	109,980.7	83,585.3
Non- tax revenue	2,291,677.6	1,017,276.7	1,161,512.6	194,032.4	171,542.1
LGA own sources	735,588.6	394,366.1	307,187.2	60,255.4	58,868.4
Total expenditure <sup>1</sup>	26,206,296.6	12,798,707.8	9,608,649.9	3,362,386.0	1,853,646.0
Recurrent expenditure	14,199,023.1	7,234,461.2	6,116,094.1	1,198,099.6	1,104,254.0
Wages and salaries	7,409,952.4	3,665,893.3	3,309,996.9	624,009.8	554,609.8
Interest payments	2,103,298.0	1,272,478.0	995,421.9	176,500.0	217,436.2
Domestic	1,413,631.0	884,385.0	663,504.0	107,135.0	112,043.1
Foreign	689,667.0	388,093.0	331,917.9	69,365.0	105,393.1
Other goods, services and transfers	4,685,772.7	2,296,089.8	1,810,675.3	397,589.8	332,207.9
Development expenditure and net lending	12,007,273.5	5,564,246.6	3,492,555.8	2,164,286.4	749,392.1
Local	9,876,393.5	4,467,963.9	2,682,655.3	1,866,037.1	493,551.8
Foreign	2,130,880.0	1,096,282.7	809,900.5	298,249.3	255,840.3
Balance before grants	-5,311,718.8	-2,622,544.3	-363,533.2	-1,336,346.2	-38,929.8
Grants	1,081,408.0	532,292.8	233,084.3	141,745.0	108,696.7
Program	236,263.9	95,728.7	0.0	0.0	0.0
Project	752,981.5	376,490.8	118,806.7	125,496.9	58,034.9
Basket funds	0.0	0.0	0.0	0.0	0.0
Balance (cheques issued) after grants	-4,230,310.9	-2,090,251.5	-130,448.9	-1,194,601.3	69,766.9
Expenditure float	0.0	0.0	-10,216.4	0.0	0.0
Adjustments to cash and other items (net)	0.1	0.0	-757,458.3	0.0	-375,067.8
Overall balance	-4,230,310.8	-2,090,251.5	-898,123.5	-1,194,601.3	-305,300.9
Financing	4,230,310.8	2,090,251.5	898,123.5	1,194,601.3	305,300.9
Foreign financing (net)	3,036,642.1	508,797.6	-58,524.9	129,117.3	95,404.3
Loans	4,706,295.1	1,386,438.6	702,212.2	156,504.3	272,539.6
Program loans	309,501.0	130,644.0	125,396.0	0.0	125,396.0
Development project loans	4,363,092.9	1,222,093.4	563,665.6	156,504.3	140,303.5
o/w: Non-concessional borrowing	3,111,058.2	596,076.0	0.0	0.0	0.0
Basket support	33,701.2	33,701.2	13,150.6	0.0	6,840.1
Amortization	-1,669,653.0	-877,641.0	-760,737.1	-27,387.0	-177,135.2
Domestic (net) <sup>2</sup>	1,193,668.6	1,581,453.9	956,648.4	1,065,483.9	209,896.6
Bank and non-bank financing	1,193,668.6	1,581,453.9	956,648.4	1,065,483.9	209,896.6
Bank borrowing	1,074,301.8	1,423,308.5	652,215.5	958,935.6	-25,501.4
Non-bank (net of amortization)	119,366.9	158,145.4	304,432.9	106,548.4	235,398.0
Borrowing/roll-over	4,600,000.0	2,194,798.8	1,201,421.7	439,142.0	301,871.3
Domestic and contingent debt amortization	-4,600,000.0	-2,194,798.8	-1,201,421.7	-439,142.0	-301,871.3

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); NDF, net domestic financing; and o/w, of which



Table A3: Depository Corporations Survey

Items	Billions of TZS												
	Dec-17	Jan-18	Feb-18	Mar-18	Apr-18	May-18	Jun-18	Jul-18	Aug-18	Sep-18	Oct-18	Nov-18	Dec-18 <sup>P</sup>
Net foreign assets	11,596.1	11,380.8	11,196.2	10,881.2	10,750.8	11,249.5	11,236.7	11,217.4	11,637.1	11,643.1	11,522.5	11,130.9	10,642.3
Bank of Tanzania	12,149.9	11,771.7	11,687.6	11,149.2	10,734.0	11,530.2	11,514.9	11,330.4	11,621.4	11,495.8	11,142.1	10,693.4	10,692.3
Other depository corporations	-553.8	-390.9	-491.4	-268.0	16.8	-280.7	-278.2	-113.0	15.7	147.3	380.4	437.5	-50.0
Net domestic assets	13,118.2	13,566.4	13,683.6	13,595.7	13,683.0	13,273.4	14,057.9	13,487.8	13,405.3	13,632.7	13,745.0	14,359.4	15,181.0
Domestic claims	20,171.1	20,913.1	20,543.8	20,851.3	20,890.7	20,390.2	21,362.7	21,176.1	21,167.5	21,480.0	21,439.2	22,309.8	22,208.2
Claims on central government (net)	3,275.7	3,989.6	3,675.4	4,037.0	4,037.9	3,125.2	3,829.4	3,740.4	3,584.5	3,910.7	3,845.5	4,507.1	4,481.6
Claims on central government	8,091.8	8,225.0	8,512.7	8,877.7	8,937.1	7,912.3	9,124.7	8,240.3	8,179.7	8,240.8	8,200.0	8,469.8	8,522.5
Liabilities to central government	4,806.1	4,235.4	4,837.3	4,840.8	4,899.2	4,787.0	5,295.3	4,499.9	4,595.2	4,330.1	4,354.5	3,962.7	4,040.9
Claims on non-government sector	16,895.4	16,923.5	16,868.4	16,814.3	16,852.8	17,265.0	17,533.3	17,435.6	17,583.0	17,569.3	17,593.7	17,802.7	17,726.6
Other items (net)	-7,052.9	-7,346.6	-6,860.3	-7,255.6	-7,207.7	-7,116.8	-7,304.9	-7,688.2	-7,762.2	-7,847.3	-7,694.2	-7,950.3	-7,027.2
Broad money liabilities	24,714.3	24,947.2	24,879.8	24,476.8	24,433.8	24,522.9	25,294.5	24,705.2	25,042.4	25,275.8	25,267.5	25,490.4	25,823.3
Currency outside depository corporations	3,831.6	3,676.3	3,614.1	3,704.0	3,620.3	3,749.0	3,926.2	3,885.1	3,865.8	3,835.1	3,756.2	3,773.5	3,866.6
Transferable deposits	11,012.8	11,356.2	11,408.0	11,047.2	10,963.3	10,836.5	11,569.7	11,054.2	11,287.7	11,562.2	11,494.9	11,782.3	11,835.8
Non-transferable (other) deposits	9,870.0	9,914.6	9,857.6	9,725.6	9,850.2	9,937.4	9,798.6	9,765.9	9,888.9	9,878.5	10,016.4	9,934.6	10,121.0
Memorandum items:													
Monetary aggregates													
Reserve money (M0)	6,954.4	7,169.2	7,143.2	6,744.9	6,487.7	6,811.9	7,136.6	6,680.3	6,753.2	6,487.3	6,587.2	6,790.0	6,992.9
Extended broad money (M3)	24,714.3	24,947.2	24,879.8	24,476.8	24,433.8	24,522.9	25,294.5	24,705.2	25,042.4	25,275.8	25,267.5	25,490.4	25,823.3
Deposits in foreign Currency (FCD)	6,364.4	6,405.2	6,700.1	6,287.0	6,359.3	6,218.3	6,343.3	6,439.5	6,605.0	6,674.4	6,706.5	6,597.5	6,783.1
FCD in millions of USD	2,853.9	2,861.1	2,984.8	2,796.0	2,810.9	2,744.7	2,798.8	2,835.1	2,903.4	2,930.7	2,942.1	2,895.2	2,973.4
Broad money (M2)	18,349.9	18,542.0	18,179.7	18,189.8	18,074.5	18,304.7	18,951.2	18,265.7	18,437.4	18,601.3	18,561.0	18,892.8	19,040.3
Other deposits in national currency (i.e. savings and time deposits)	7,194.6	7,195.1	7,204.5	7,063.1	7,046.1	7,193.9	7,189.3	7,085.6	7,083.8	7,065.3	7,189.3	7,139.7	7,316.7
Narrow money (M1)	11,155.3	11,346.9	10,975.2	11,126.7	11,028.3	11,110.7	11,762.0	11,180.0	11,353.6	11,536.0	11,371.7	11,753.2	11,723.6
Currency in circulation	3,831.6	3,676.3	3,614.1	3,704.0	3,620.3	3,749.0	3,926.2	3,885.1	3,865.8	3,835.1	3,756.2	3,773.5	3,866.6
Transferable deposits in national currency	7,323.7	7,670.6	7,361.1	7,422.7	7,408.0	7,361.7	7,835.7	7,294.9	7,487.8	7,700.9	7,615.5	7,979.7	7,857.0

Source: Bank of Tanzania and banks

Note: p denotes provisional data

Table A4: Interest Rate Structure

Items	Percent												
	2017	2018											
	Dec	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov <sup>r</sup>	Dec <sup>p</sup>
A: Domestic currency													
1. Interbank cash market rates													
Overnight	2.95	2.74	1.83	1.50	1.29	1.53	1.69	1.95	1.89	1.93	2.10	2.39	2.98
2 to 7 days	3.40	3.15	2.07	1.95	1.73	2.01	2.06	2.28	2.42	2.71	2.55	3.14	3.40
8 to 14 days	4.04	4.08	2.60	1.87	1.70	2.01	2.15	2.46	2.74	3.33	2.92	3.90	4.08
15 to 30 days	5.43	4.19	3.90	3.53	3.53	3.50	3.33	1.50	4.00	4.00	4.25	4.33	4.69
31 to 60 days	9.00	5.00	5.00	5.00	5.00	5.00	5.00	5.00	5.00	5.00	5.00	5.00	5.00
61 to 90 days	9.00	8.50	8.50	3.25	3.25	3.25	3.25	2.50	2.50	2.50	2.50	2.50	2.50
Overall interbank cash market rate	3.26	3.00	1.97	1.71	1.45	1.70	1.85	2.09	2.19	2.26	2.29	2.74	3.25
2. Lombard rate													
3. REPO rate													
4. Reverse repo rate													
5. Treasury bills rates													
35 days	4.50	3.40	2.61	2.00	2.00	2.00	2.00	2.25	2.65	2.73	2.72	2.72	3.00
91 days	4.00	3.75	3.45	2.52	2.05	1.91	2.70	2.87	2.96	2.98	2.99	3.00	3.50
182 days	5.87	4.29	3.85	3.35	3.06	2.69	2.68	3.83	5.31	5.07	4.98	5.22	5.26
364 days	8.71	7.48	6.58	5.48	4.74	4.80	6.27	7.63	8.11	7.98	8.08	8.59	9.22
Overall treasury bills rate	8.19	6.54	5.45	4.69	4.04	4.28	5.59	7.45	7.57	7.19	7.40	8.19	8.72
6. Treasury bonds rates													
2-years	11.10	11.10	9.21	9.21	8.52	8.52	8.52	8.52	9.00	9.00	10.49	10.49	10.49
5-years	13.64	12.16	12.16	11.06	11.06	11.06	11.30	11.30	11.88	11.88	11.88	12.00	12.00
7-years	13.98	13.98	12.96	12.96	12.96	12.23	12.23	12.23	12.27	12.27	12.27	12.56	12.56
10-years	15.89	15.09	15.09	13.86	13.86	13.94	13.94	14.41	14.41	14.39	14.39	14.39	14.94
15-years	15.87	14.65	14.65	14.65	14.17	14.17	14.47	14.80	14.80	14.80	15.03	15.03	15.03
20-years										17.69	17.69	17.69	17.73
7. Discount rate													
8. Savings deposit rate													
9. Overall time deposits rate													
1 month	10.26	10.41	10.31	9.51	9.17	8.89	9.19	7.95	8.19	8.83	9.77	9.87	8.89
2 months	11.19	11.16	10.09	8.69	9.10	8.77	8.20	8.58	8.25	9.36	8.43	7.68	8.20
3 months	10.99	10.01	8.41	8.89	8.51	7.70	8.63	7.62	7.90	7.97	7.55	7.92	7.29
6 months	10.15	9.72	9.26	8.99	8.96	9.14	8.80	8.41	8.37	8.76	8.25	7.56	7.35
12 months	10.86	10.77	10.09	9.92	9.22	8.68	8.68	8.35	7.75	7.36	8.11	8.03	8.40
24 months	11.82	12.36	12.21	12.08	13.54	11.80	11.94	11.98	11.94	13.68	11.42	11.34	10.22
10. Negotiated deposit rate													
11. Overall lending rate													
Short-term (up to 1 year)	18.47	18.65	18.01	18.54	18.19	18.05	17.61	17.98	18.19	18.68	18.20	18.54	17.83
Medium-term (1-2 years)	20.40	20.08	18.85	19.43	19.49	18.75	18.65	18.41	17.89	18.33	17.88	17.77	17.61
Medium-term (2-3 years)	18.79	18.76	17.34	17.04	17.00	17.27	17.79	17.43	17.44	17.77	17.46	17.34	17.08
Long-term (3-5 years)	19.24	18.82	17.96	17.92	17.87	17.93	17.47	17.61	16.76	17.05	16.75	16.57	16.20
Term Loans (over 5 years)	16.21	15.24	14.79	15.03	15.32	15.64	15.97	15.51	15.18	15.78	16.08	15.23	14.88
12. Negotiated lending rate													
B: Foreign currency													
1. Deposits rates													
Savings deposits rate													
Overall time deposits rate													
1-months	2.54	3.70	3.95	4.18	3.79	4.20	3.84	3.33	3.42	3.44	3.45	3.23	3.41
2-months	2.92	4.25	4.42	3.74	4.44	3.76	3.39	3.64	3.17	3.94	4.03	4.54	4.55
3-months	3.91	4.59	3.72	4.36	5.23	3.45	3.66	3.73	3.84	3.48	3.14	3.30	3.27
6-months	4.03	4.69	4.65	3.87	3.77	3.73	3.73	3.49	4.13	3.49	3.93	3.62	3.26
12-months	3.67	3.83	3.74	3.35	2.99	3.11	2.82	2.87	3.02	3.31	3.08	3.32	2.24
2. Overall lending rate													
Short-term (up to 1 year)	7.82	8.48	8.84	8.32	8.30	8.54	8.55	8.99	8.68	7.11	7.27	7.46	8.93
Medium-term (1-2 years)	7.25	7.29	7.92	8.34	8.35	8.03	8.18	8.86	8.01	5.69	6.90	8.00	9.17
Medium-term (2-3 years)	8.29	8.34	8.27	7.71	8.31	8.42	8.40	7.44	7.62	4.60	7.22	7.53	7.79
Long-term (3-5 years)	8.07	8.01	8.03	8.17	8.17	8.17	8.47	8.33	8.12	5.59	6.15	8.12	8.19
Term loans (over 5 years)	7.61	7.69	8.89	7.57	8.43	8.44	8.28	8.01	7.43	6.70	7.02	7.40	7.49

Source: Bank of Tanzania, banks and Bank of Tanzania computations  
Note: r denotes revised data; and p, provisional data.



**Table A5: Tanzania Balance of Payments**

Item	Millions of USD				
	2013	2014 <sup>r</sup>	2015 <sup>r</sup>	2016 <sup>r</sup>	2017 <sup>p</sup>
<b>A. Current account</b>	-4,988.5	-5,048.6	-3,986.9	-1,953.2	-1,481.2
Goods: exports f.o.b.	5,258.1	5,194.1	5,316.8	5,661.2	4,827.8
Traditional	868.9	828.8	793.3	885.6	1,020.2
Non-traditional	3,703.3	3,798.6	4,040.1	4,260.9	3,368.7
o/w Gold	1,644.8	1,324.1	1,183.3	1,449.4	1,541.1
Unrecorded trade	685.8	566.8	483.3	514.7	438.9
Goods: imports f.o.b.	-11,029.1	-10,917.8	-9,843.1	-8,463.6	-7,551.7
Balance on goods	-5,771.1	-5,723.7	-4,526.3	-2,802.5	-2,723.9
Services: credit	3,201.7	3,396.0	3,412.4	3,599.3	3,831.4
Transport	811.8	902.6	1,024.9	1,053.6	1,140.6
Travel	1,880.4	2,010.1	1,902.0	2,131.6	2,250.3
Other	509.5	483.2	485.5	414.1	440.5
Services: debit	-2,488.5	-2,668.7	-2,629.1	-2,176.4	-2,039.9
Transport	-1,137.8	-1,163.0	-1,047.0	-893.7	-800.3
Travel	-1,033.9	-1,101.6	-1,195.3	-922.3	-807.3
Other	-316.7	-404.1	-386.8	-360.4	-432.3
Balance on services	713.2	727.3	783.3	1,422.9	1,791.5
Balance on goods and services	-5,057.9	-4,996.4	-3,743.0	-1,379.6	-932.4
Primary income: credit	130.1	118.4	110.3	98.5	125.3
o/w Investment income	99.9	86.5	87.8	67.6	86.1
Compensation of employees	30.2	31.9	22.5	31.0	39.3
Primary income: debit	-835.8	-647.9	-834.6	-1,053.6	-1,076.2
o/w Direct investment income	-617.0	-445.0	-550.0	-625.2	-672.8
Interest payments	-148.2	-150.9	-248.6	-379.9	-356.0
Compensation of employees	-67.9	-49.1	-33.2	-46.1	-45.0
Balance on primary income	-705.7	-529.5	-724.3	-955.1	-950.8
Balance on goods, services and primary income	-5,763.6	-5,525.9	-4,467.3	-2,334.7	-1,883.2
Secondary income: credit	836.9	535.5	560.5	452.7	485.2
Government	485.2	177.9	195.2	81.1	121.8
o/w Miscellaneous current transfers (Multilateral HIPC relief)	0.0	0.0	0.0	0.0	0.0
Financial corporations, nonfinancial corporations, households and NPISHs	351.7	357.6	365.3	371.6	363.4
o/w Personal transfers	351.7	357.6	365.3	371.6	363.4
Secondary income: debit	-61.8	-58.2	-80.2	-71.2	-83.2
Balance on secondary income	775.1	477.3	480.4	381.5	402.0
<b>B. Capital account</b>	658.8	522.2	354.4	420.4	351.0
Capital transfers credit	658.8	522.2	354.4	420.4	351.0
General government	595.2	457.9	290.3	357.3	287.8
Other capital transfer (Investment grant)	595.2	457.9	290.3	357.3	287.8
Debt forgiveness (including MDRI)	0.0	0.0	0.0	0.0	0.0
Financial corporations, nonfinancial corporations, households and NPISHs	63.6	64.2	64.0	63.2	63.2
Capital transfers:debit	0.0	0.0	0.0	0.0	0.0
Total, Groups A plus B	-4,329.7	-4,526.4	-3,632.5	-1,532.8	-1,130.2
<b>C. Financial account, excl. reserves and related items</b>	-5,021.0	-3,244.5	-2,819.8	-1,820.6	-2,370.0
Direct investments	-2,087.3	-1,416.1	-1,506.0	-864.0	-1,125.6
Direct investment abroad	0.0	0.0	0.0	0.0	0.0
Direct investment in Tanzania	2,087.3	1,416.1	1,506.0	864.0	1,125.6
Portfolio investment	-4.5	-11.5	-27.6	5.0	-2.9
Other investment	-2,929.3	-1,816.9	-1,286.1	-961.5	-1,241.5
Assets	186.4	-29.4	331.7	-129.1	-117.8
Loans (Deposit-taking corporations, except the central bank)	-0.1	-24.5	186.8	-95.8	-34.5
Currency and deposits	186.6	-4.9	144.9	-33.3	-83.4
Deposit-taking corporations, except the central bank	-20.7	-87.9	69.5	-150.1	-4.9
Other sectors	207.3	83.0	75.4	116.8	-78.5
Other assets	0.0	0.0	0.0	0.0	0.0
Liabilities	3,115.7	1,787.5	1,617.8	832.4	1,123.7
Trade credits	0.8	-1.0	-0.1	0.2	9.7
Loans	2,927.6	1,774.0	1,715.3	901.5	1,131.1
Monetary authority	0.0	0.0	0.0	0.0	0.0
General government	1,750.8	1,337.4	1,247.0	381.9	734.1
Drawings	1,834.4	1,476.8	1,440.7	828.5	1,238.8
Repayments	-83.6	-139.3	-193.8	-446.5	-504.7
Deposit-taking corporations, except the central bank	188.5	14.6	97.3	209.2	176.1
Other sectors	988.3	422.0	371.0	310.3	220.8
Drawings	1,070.6	494.5	547.4	453.3	318.9
Repayments	-82.3	-72.5	-176.4	-142.9	-98.1
Currency and deposits	187.3	14.4	-97.5	-69.3	-17.1
Total, Groups A through C	-9,350.7	-7,770.9	-6,452.3	-3,353.3	-3,500.2
<b>D. Net errors and omissions</b>	-183.4	1,030.1	613.7	17.8	429.8
Overall balance	507.9	-251.8	-199.1	305.5	1,669.6
<b>E. Reserves and related items</b>	507.9	-251.8	-199.1	305.5	1,669.6
Reserve assets	621.4	-307.3	-273.7	232.2	1,598.7
Use of Fund credit and loans	-113.5	55.5	74.6	73.3	70.9
<b>Memorandum items:</b>					
GDP(mp) billions of TZS	70,953.2	79,718.4	90,863.8	103,168.6	116,101.9
GDP(mp) millions of USD	44,382.8	48,240.9	45,766.1	47,388.8	52,090.3
CAB/GDP	-11.2	-10.5	-8.7	-4.1	-2.8
CAB/GDP (excluding current official transfers)	-12.3	-10.8	-9.1	-4.3	-3.1
Gross official reserves	4,689.7	4,377.2	4,093.7	4,325.6	5,900.3
Months of imports	4.1	4.2	4.6	5.4	6.1
Months of Imports(excluding FDI related imports)	4.5	4.7	4.9	6.0	6.6
Exchange rate (TZS/USD) (end of period)	1,578.6	1,725.8	2,148.5	2,172.6	2,230.1
Exchange rate (TZS/USD) (annual average)	1,598.7	1,652.5	1,985.4	2,177.1	2,228.9

Source: Bank of Tanzania and Tanzania Revenue Authority

Note: NPISH denotes non-profit institutions serving households; HIPC, heavily indebted poor countries; MDRI, multilateral debt relief initiative; CAB, current account balance; r, revised data; and p, provisional data



**Table A6 (i): 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	Transport	Housing, water, electricity, gas and other fuel	Furnishing, housing equipment and routine maintenance	Clothing and footwear	Restaurants and hotels	Miscellaneous goods and services	Alcoholic, narcotics	Recreation and culture	Health
2016-Jan	100	38.5	12.5	11.6	6.3	8.3	4.2	3.1	3.7	1.5	2.9
Feb	6.5	10.7	1.3	1.1	3.5	4.8	4.3	4.0	1.7	3.4	4.4
Mar	5.6	9.5	2.0	0.8	3.1	4.5	2.8	3.9	1.8	3.6	6.0
Apr	5.4	8.3	2.6	5.5	3.8	4.2	2.8	3.6	2.1	2.6	6.2
May	5.1	7.1	2.0	7.0	4.9	4.3	4.1	3.9	4.1	2.6	6.4
Jun	5.2	7.0	1.6	8.8	4.4	4.5	4.9	3.9	4.9	2.7	6.6
Jul	5.5	8.1	1.3	7.6	4.2	4.6	5.3	3.7	4.9	2.7	6.8
Aug	5.1	7.6	0.4	7.4	3.4	4.2	4.3	4.0	5.5	2.8	6.0
Sep	4.9	6.9	-0.4	6.8	3.6	3.7	5.2	3.9	5.2	3.0	5.9
Oct	4.5	6.0	-0.8	6.5	3.5	4.2	5.2	3.3	5.3	2.9	6.0
Nov	4.5	6.0	0.1	7.2	3.6	3.8	4.3	3.2	5.3	2.9	5.8
Dec	4.8	6.2	0.7	10.9	4.3	3.9	4.4	3.1	5.6	2.9	5.5
2017-Jan	5.0	7.0	0.3	9.9	4.0	3.7	4.2	2.9	5.1	2.6	4.7
Feb	5.2	7.6	0.6	9.5	3.3	3.4	3.9	2.3	5.0	1.8	4.8
Mar	5.5	8.7	0.6	8.7	3.8	3.2	3.9	1.9	5.2	0.8	3.3
Apr	6.4	11.0	1.6	6.8	3.9	3.4	3.6	3.6	5.2	0.8	3.0
May	6.1	11.6	1.3	4.6	3.1	3.9	0.8	4.3	3.5	0.8	2.5
Jun	5.4	9.6	0.4	7.1	3.2	3.7	0.9	4.0	3.0	0.7	2.9
Jul	5.2	8.9	0.1	7.1	3.3	3.8	0.7	3.7	3.0	0.8	2.2
Aug	5.0	8.6	-0.6	8.9	2.7	3.4	-0.3	3.7	2.5	0.9	2.4
Sep	5.3	9.3	-0.3	8.8	2.6	3.4	-0.3	3.4	2.5	0.8	2.0
Oct	5.1	8.8	0.2	7.6	2.8	3.4	0.6	3.0	2.6	0.8	1.9
Nov	4.4	7.4	0.1	7.8	1.8	3.1	0.3	2.6	2.5	0.8	2.1
Dec	4.0	6.2	0.0	8.3	1.3	2.9	0.3	2.5	2.6	0.8	2.0
2018-Jan	4.0	6.3	0.3	7.1	1.8	2.7	0.8	2.6	2.6	0.8	2.0
Feb	4.1	5.4	1.6	8.6	1.6	3.3	0.9	2.7	2.3	2.5	1.6
Mar	3.9	4.7	1.4	10.4	1.9	3.2	0.8	1.2	2.0	2.4	1.6
Apr	3.8	3.6	1.8	13.1	2.0	2.6	0.8	0.9	1.6	2.4	1.6
May	3.6	2.6	1.9	15.0	2.3	2.4	1.0	1.2	1.3	2.4	1.2
Jun	3.4	3.4	1.7	12.0	2.4	2.2	0.7	1.4	0.3	2.3	1.2
Jul	3.3	2.8	2.5	12.3	2.6	2.4	0.8	1.2	0.8	2.6	1.4
Aug	3.3	2.2	3.4	12.3	3.1	2.7	1.1	1.2	1.2	2.5	0.7
Sep	3.4	2.0	2.8	13.2	3.0	3.2	1.9	1.3	1.9	2.5	1.7
Oct	3.2	1.2	3.0	14.1	2.8	3.3	1.9	1.6	1.9	2.5	1.3
Nov	3.0	0.4	5.1	13.3	2.9	3.3	1.9	1.7	1.6	2.4	0.8
Dec	3.3	1.0	5.1	12.1	3.9	3.6	2.6	2.6	2.2	2.4	0.8

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
2016-Jan	10.3	0.3	2.0	2.4
Feb	8.1	-0.6	1.9	2.5
Mar	8.0	5.2	3.0	2.8
Apr	7.3	6.6	3.5	3.0
May	7.2	9.0	3.8	3.0
Jun	8.3	7.5	3.6	3.0
Jul	7.8	7.3	3.2	2.6
Aug	7.0	5.9	3.0	2.6
Sep	6.0	4.9	2.6	2.4
Oct	6.0	6.2	2.9	2.5
Nov	6.4	11.7	3.8	2.6
Dec	7.4	11.7	3.8	2.5
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

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	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
Weight (%)	100	38.5	12.5	11.6	6.3	8.3	4.2	3.1	3.7	5.6	1.5	1.6	2.9
2016-Jan	0.7	1.0	-0.3	1.6	0.5	0.9	0.3	0.6	0.2	0.0	1.0	0.3	0.5
Feb	0.7	1.2	-0.5	2.0	-0.2	0.2	0.1	0.4	0.1	0.0	1.2	-0.1	1.5
Mar	0.5	0.7	-0.5	2.5	0.3	0.0	0.5	-0.2	0.3	-1.4	0.0	0.6	0.3
Apr	0.5	0.5	0.1	0.2	0.9	0.2	-0.1	0.3	2.0	0.0	0.1	-0.1	0.5
May	0.5	0.5	0.2	1.8	-0.2	0.6	-0.1	0.3	0.8	0.3	0.1	0.2	0.2
Jun	0.5	1.1	0.4	-1.1	0.1	0.5	0.3	0.2	0.2	0.2	0.0	0.4	0.7
Jul	0.0	-0.1	0.2	0.1	0.0	0.2	0.0	0.0	0.6	0.1	0.1	-0.2	0.0
Aug	-0.2	-1.0	0.6	0.0	0.4	0.3	0.9	0.2	0.2	0.0	0.2	0.5	0.3
Sep	-0.2	-1.0	-0.1	1.5	0.3	0.0	0.0	0.3	0.1	-0.1	0.0	-0.4	0.1
Oct	0.1	0.2	-0.3	0.9	-0.1	0.0	-0.9	0.1	0.0	-0.1	0.0	0.3	0.2
Nov	1.1	2.2	0.4	0.7	1.0	0.3	0.4	0.4	0.4	0.0	0.0	0.3	0.1
Dec	0.7	1.6	0.3	-0.6	0.8	0.4	0.0	0.1	0.1	0.0	0.0	0.1	0.1
2017-Jan	0.8	1.6	0.0	1.2	-0.1	0.6	0.0	0.1	0.1	0.0	0.1	-0.8	0.5
Feb	1.0	2.3	-0.5	1.3	0.3	0.0	0.1	0.0	0.3	-0.7	0.2	0.5	0.1
Mar	1.4	2.8	0.4	0.7	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	0.6	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	0.4	-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	0.6	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	0.2	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	-0.1	-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	0.0	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	0.0	-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	0.2	0.0	0.3	0.0	0.0	0.0	0.0
Dec	0.2	0.5	0.2	-0.2	0.3	0.2	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	0.2	0.1	0.0	1.8	0.3	0.2
Feb	1.1	1.4	0.8	2.7	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	0.1	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	0.1	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	0.2	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	0.4	-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	0.4	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	0.2	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	0.4	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	0.2	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	0.0	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	0.6	0.8	0.9	0.8	0.1	0.0	0.3	0.3

Source: National Bureau of Statistics



**Table A6 (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
2016-Jan	1.1	0.4	1.4	0.5
Feb	0.4	1.4	0.4	0.2
Mar	0.7	2.1	0.5	0.2
Apr	0.9	0.0	0.3	0.3
May	0.5	2.9	0.6	0.2
Jun	1.1	-0.8	0.1	0.2
Jul	-0.1	1.0	0.0	0.1
Aug	-1.1	0.4	0.3	0.3
Sep	-1.1	1.5	0.1	0.3
Oct	0.1	0.5	0.1	0.1
Nov	2.3	1.0	0.4	0.3
Dec	1.7	-0.3	0.1	0.2
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

Source: National Bureau of Statistics



Table A7: National Debt Developments

Item	Millions of USD												
	Dec-17	Jan-18	Feb-18	Mar-18	Apr-18	May-18	Jun-18	Jul-18	Aug-18	Sep-18	Oct-18	Nov-18	Dec-18
1. Overall total debt committed <sup>2</sup>	26,665.7	26,887.4	27,210.8	27,181.5	27,010.9	28,218.4	28,063.1	28,064.6	28,091.6	27,971.7	28,291.7	28,208.0	28,745.8
Disbursed outstanding debt	17,629.4	17,861.3	18,445.4	18,467.5	18,384.6	18,825.3	18,765.1	18,738.0	18,837.9	18,775.4	18,890.8	18,893.6	19,239.3
Undisbursed debt	9,036.3	9,026.1	8,765.4	8,714.0	8,626.3	9,393.1	9,298.0	9,326.6	9,253.7	9,196.3	9,400.9	9,314.4	9,506.5
2. Disbursed debt by creditor category <sup>2</sup>	17,629.4	17,861.3	18,445.4	18,467.5	18,384.6	18,825.3	18,765.1	18,738.2	18,856.0	18,775.4	18,890.8	18,893.6	19,239.3
Bilateral debt	971.7	996.8	1,019.1	1,030.8	1,013.4	991.3	981.7	985.3	1,003.2	1,003.2	988.5	991.6	1,013.6
Multilateral debt	9,091.9	9,120.7	9,584.7	9,705.0	9,622.1	9,541.3	9,509.2	9,478.8	9,489.1	9,531.3	9,635.0	9,582.6	9,716.0
Commercial debt	5,794.0	5,958.8	5,981.9	5,851.3	5,865.7	6,519.4	6,498.5	6,498.5	6,378.5	6,371.5	6,275.6	6,333.6	6,471.7
Export credits	1,771.8	1,785.0	1,859.7	1,880.4	1,883.4	1,773.3	1,775.7	1,775.7	1,985.2	1,869.4	1,991.7	1,985.8	2,038.0
3. Disbursed debt by borrower category <sup>2</sup>	17,629.4	17,861.3	18,445.4	18,467.5	18,384.6	18,825.3	18,765.1	18,738.0	18,837.9	18,775.4	18,890.8	18,893.6	19,239.3
Central government	14,189.6	14,467.9	14,722.4	14,725.8	14,638.2	15,015.6	14,978.8	14,974.0	14,965.8	14,849.8	14,956.9	14,905.5	15,092.7
Public corporations	220.5	203.5	207.4	208.1	215.3	212.4	180.4	181.7	168.3	167.6	166.6	166.7	136.8
Private sector	3,219.3	3,189.9	3,515.6	3,533.6	3,531.1	3,597.3	3,605.9	3,582.3	3,703.8	3,758.0	3,767.3	3,821.4	4,009.8
4. Disbursed debt by use of funds <sup>2</sup>	17,629.4	17,861.3	18,445.4	18,467.5	18,384.6	18,825.3	18,765.1	18,738.0	18,837.9	18,775.4	18,890.8	18,893.6	19,239.3
Balance of payments and budget support	2,812.9	2,915.4	2,845.5	2,850.3	2,820.4	2,772.7	2,723.7	2,723.7	2,768.5	2,766.0	2,726.8	2,721.9	2,753.1
Transport and telecommunication	4,000.9	4,031.4	4,102.0	4,344.0	4,343.0	4,041.0	4,077.0	4,081.3	4,127.6	4,058.0	4,220.0	4,229.0	4,290.0
Agriculture	1,188.7	1,185.5	1,219.0	1,226.0	1,208.0	1,196.0	1,207.0	1,207.0	1,216.1	1,216.0	1,211.0	1,209.0	1,243.0
Energy and mining	2,927.4	2,929.3	2,993.0	3,024.0	3,012.0	2,986.0	2,970.0	2,970.0	2,991.2	2,990.0	2,960.0	2,958.0	3,016.0
Industries	542.4	540.0	585.0	587.0	605.0	617.0	605.0	604.0	633.3	640.0	650.0	656.0	656.0
Social welfare and education	2,697.7	2,795.7	2,902.0	3,018.2	2,987.0	2,972.0	2,999.0	2,999.0	2,922.0	2,959.0	2,967.0	2,968.0	3,009.0
Finance and insurance	924.0	921.0	1,004.0	1,015.0	1,023.0	1,024.0	1,049.0	1,009.6	992.5	1,045.0	1,042.0	1,039.7	1,185.0
Tourism	67.6	66.6	67.0	68.0	68.0	68.0	68.0	68.2	108.1	109.0	116.0	117.0	152.0
Real estate and construction	816.4	811.0	1,079.0	833.0	839.0	1,092.0	1,096.0	1,096.0	1,098.2	1,076.0	1,078.0	1,074.0	1,076.0
Other	1,651.4	1,665.4	1,648.9	1,502.0	1,479.2	2,056.6	1,970.4	1,979.2	1,980.3	1,916.4	1,920.0	1,921.0	1,859.2
5. Total amount of loan contracted <sup>1</sup>	24.0	16.2	104.2	12.7	151.5	47.6	58.8	4.9	46.4	6.7	0.0	0.0	15.8
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	24.0	16.2	104.2	12.7	151.5	47.6	58.8	4.9	46.4	6.7	0.0	0.0	15.8
6. Disbursements <sup>1</sup>	47.2	82.3	145.2	120.2	162.4	549.2	171.7	47.0	53.9	94.9	97.6	46.3	183.2
Central government	43.0	68.2	100.0	115.8	59.3	540.5	156.0	24.4	53.2	85.8	97.6	44.8	183.2
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	4.2	14.1	45.2	4.4	103.1	8.7	15.7	22.6	0.7	9.1	0.0	1.5	0.0
7. Actual debt service <sup>1</sup>	159.1	200.0	19.5	184.6	43.2	61.9	109.4	26.1	34.9	138.5	28.8	74.1	150.3
Principal	122.2	135.0	15.0	143.1	29.7	55.8	66.9	25.0	26.9	102.0	16.4	45.5	108.3
Interest	36.9	65.0	4.5	41.5	13.5	6.1	42.5	1.1	8.0	36.5	12.4	28.6	42.0
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>	-75.0	-52.7	130.2	-22.9	132.7	493.4	104.8	22.0	27.0	-7.1	81.2	0.8	74.9
9. Net transfers on debt <sup>1</sup>	-111.9	-117.7	125.7	-64.4	119.2	487.3	62.3	20.9	19.0	-43.6	68.8	-27.8	32.9
10. Arrears by creditors category <sup>2</sup>	3,589.5	3,604.8	3,918.6	4,041.8	4,026.8	4,152.1	4,279.5	4,306.8	4,358.5	4,427.5	4,386.1	4,447.6	4,436.1
Principal	2,038.6	2,048.0	2,254.1	2,352.7	2,383.7	2,451.2	2,541.6	2,560.2	2,604.0	2,647.3	2,586.8	2,642.5	2,629.6
Bilateral debt	312.6	319.9	320.0	319.6	317.9	327.0	326.0	325.7	323.2	321.2	311.2	309.0	315.6
Multilateral debt	87.1	88.9	87.4	90.1	98.7	97.3	100.7	101.3	101.4	103.8	113.5	114.6	119.1
Commercial debt	723.2	725.0	810.2	764.3	769.2	776.6	807.3	1,121.5	1,233.3	1,183.4	1,175.7	1,174.1	1,097.0
Export credits	915.8	914.2	1,036.5	1,178.7	1,197.9	1,250.3	1,307.6	1,011.7	946.1	1,038.9	986.4	1,044.8	1,097.9
Interest	1,550.8	1,556.8	1,664.5	1,689.1	1,643.1	1,700.9	1,737.9	1,746.5	1,754.5	1,780.2	1,799.3	1,805.1	1,806.5
Bilateral debt	827.5	839.4	841.9	846.4	842.9	839.5	840.9	842.3	843.7	847.0	850.1	846.9	883.2
Multilateral debt	23.3	22.5	24.5	26.0	28.4	28.1	29.4	29.4	31.4	33.4	38.0	38.2	39.8
Commercial debt	331.1	330.2	343.0	351.2	300.5	351.7	359.9	519.7	549.4	536.8	569.2	571.5	508.0
Export credits	368.9	364.7	455.1	465.5	471.3	481.6	507.7	355.1	330.0	363.0	342.0	348.5	375.5
11. External debt stock	19,180.2	19,418.1	20,109.9	20,156.6	20,027.7	20,526.2	20,503.0	20,484.7	20,610.5	20,555.6	20,690.1	20,698.7	21,045.8
12. Domestic debt stock	6,013.8	6,206.2	6,279.7	6,265.4	6,273.9	6,082.3	6,725.2	6,317.3	6,021.1	6,181.3	6,162.0	6,299.6	6,382.1
13. Total debt stock	25,194.1	25,624.3	26,389.6	26,422.0	26,301.5	26,608.5	27,228.2	26,802.0	26,631.6	26,736.9	26,852.1	26,998.3	27,427.9
End of period selling exchange rate (TZS/USD)	2,230.1	2,250.8	2,255.9	2,259.8	2,273.6	2,276.8	2,277.7	2,282.6	2,286.2	2,288.8	2,290.8	2,290.1	2,292.6

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 the shilling time and savings deposits of the Tanzanian residents with other depository corporations (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 and the Government. It uses the average of 91-day and 182-day Treasury bills yields as a base plus a loaded factor.

### **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 the Tanzanian residents with other depository corporations in the country.

### **Lombard facility**

An overnight loan facility available for 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 banking system and Tanzanian residents' deposits with other depository corporations defined at 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 and the shilling demand deposits of Tanzanian residents with other depository corporations in the country.

### **Non-food inflation**

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

### **Other depository corporations**

These are the resident financial corporations and quasi-corporations, except the central bank, whose principal activity is financial intermediation and that issue liabilities in the form of deposits or financial instruments that are close substitutes for deposits included in the measures of money supply. These entities are elsewhere referred to as banks.

### **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 the 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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