



**BANK OF TANZANIA**



**MONTHLY  
ECONOMIC  
REVIEW**

July 2017



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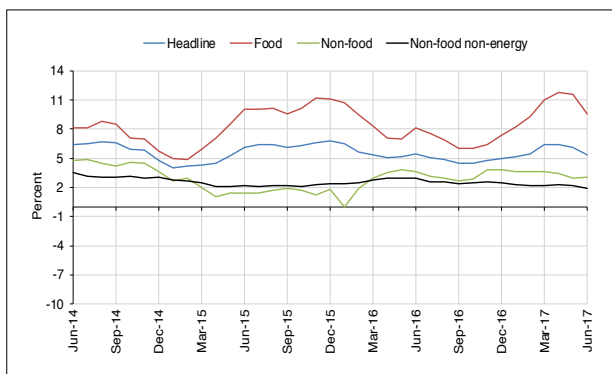


# 1.0 Inflation and Food Stocks

## 1.1 Inflation Developments

In the year ending June 2017, headline inflation slowed further to 5.4 percent, from 6.1 percent recorded in the year ending May 2017 and 5.5 percent in the year ending June 2016 (**Chart 1.1** and **Table 1.1**). However, the recorded annual inflation in June 2017 was slightly above the medium-term target of 5.0 but was in line with the EAC convergence criteria of not more than 8.0 percent. On month-to-month basis, headline inflation rate was negative 0.1 percent in June 2017, lower than 0.2 percent recorded in the preceding month and 0.5 percent in the corresponding month in 2016.

**Chart 1.1: Annual Headline, Food and Non-Food Inflation**



Source: National Bureau of Statistics and Bank of Tanzania calculations.

With the exception of food and non-alcoholic beverages, and housing, water, electricity, gas and other fuel, all other main group indices recorded lower annual inflation rates when compared with the rates recorded in the year ending June 2016. Food and non-alcoholic beverages inflation was 9.6 percent in the year ending in June 2017 from 8.1 percent recorded in the year ending June 2016. However, the rate was lower than 11.6 percent recorded in the year to May 2017. On month-to-month basis, food and non-alcoholic inflation decreased to negative 0.7 percent in June 2017 from 0.3 percent in May 2017 and 1.1 percent recorded in June 2016 (**Table 1.1**).

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

Main Groups	Weight	Base December 2015 = 100					
		Monthly Change			Annual change		
		Jun-16	May-17	Jun-17	Jun-16	May-17	Jun-17
Food and Non Alcoholic Beverages	38.5	1.1	0.3	-0.7	8.1	11.6	9.6
Alcoholic, Tobacco and Narcotics	3.7	0.2	0.2	0.2	4.9	3.0	3.0
Clothing and Footwear	8.3	0.5	0.4	0.6	4.6	3.7	3.8
Housing, Water, Elect., Gas and Other Fuel	11.6	-1.1	0.7	1.2	7.6	4.6	7.1
Furnishing, Housing Equip and Routine Maint.	6.3	0.1	0.0	0.1	4.2	3.2	3.2
Health	2.9	0.7	0.6	0.1	6.8	2.9	2.2
Transport	12.5	0.4	-0.4	-0.6	1.3	1.3	0.4
Communication	5.6	0.2	0.0	0.0	-0.6	-0.8	-1.0
Recreation and Culture	1.6	0.4	0.1	0.0	3.4	1.2	0.8
Education	1.5	0.0	0.1	0.0	2.7	0.7	0.8
Restaurants and hotels	4.2	0.3	-0.1	0.2	5.3	0.9	0.7
Miscellaneous goods and services	3.1	0.2	0.0	-0.1	3.7	4.0	3.7
<b>All Items - (Headline inflation)</b>	<b>100.0</b>	<b>0.5</b>	<b>0.2</b>	<b>-0.1</b>	<b>5.5</b>	<b>6.1</b>	<b>5.4</b>
<b>Other Selected Groups:</b>							
Food and Non-alcoholic Beverages - combining food consumed at home and food consumed in restaurants	37.1	1.1	0.3	-0.7	8.3	11.8	9.8
Energy and Fuels - combining electricity and other fuels for use at home with petrol and diesel	8.7	-0.8	0.6	1.8	7.5	7.4	10.3
All Items Less Food (Non-food)	62.9	0.1	0.2	0.2	3.6	3.0	3.1
All Items Less Food and Energy	54.3	0.2	0.1	-0.1	3.0	2.2	1.9

Source: National Bureau of Statistics and Bank of Tanzania calculations.

Annual non-food inflation slightly increased to 3.1 percent in year ending June 2017 compared with 3.0 percent recorded in the preceding month, but lower than 3.6 percent recorded in June 2016. On monthly basis, non-food inflation remained at 0.2 percent in June 2017, same rate as in May 2017, but was higher than 0.1 percent recorded the similar month in 2016.

Meanwhile, energy and fuel twelve-month inflation rose to 10.3 percent in June 2017 from 7.4 percent recorded in the preceding month and 7.5 percent in June 2016. On month-to-month basis, inflation of energy and fuel was 1.8 percent in June 2017 compared to 0.6 percent recorded in the preceding month and negative 0.8 percent in the similar month in 2016.

Annual Inflation of all items excluding food and energy, proxy for core inflation, decreased to 1.9 percent in June 2017 from 2.2 percent that was recorded in May 2017 and 3.0 percent in June 2016. All items excluding food and energy monthly inflation for June 2017 was negative 0.1 percent compared with 0.1 percent recorded in the preceding month, and 0.2 percent in June 2016.

## 1.2 Food Stocks

Food stocks held by the National Food Reserve Agency (NFRA), mainly maize, amounted to 70,393 tonnes at the end of June 2017 compared with 74,826 tonnes recorded in May 2017 (**Table 1.2**). During the review month, 7,014 tonnes of maize were sold, out of which 4,440 tonnes were sold to district councils and 2,574 tonnes to private traders. NFRA purchased no new stock during the month.



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

	Tonnes				
	2013	2014	2015	2016	2017
January	72,170	235,309	459,561	125,668	86,834
February	60,739	228,014	454,592	88,414	86,444
March	46,153	214,157	452,054	68,727	86,444
April	36,982	195,246	433,547	64,825	86,278
May	26,802	195,956	406,846	63,341	74,826
June	27,494	189,494	353,702	61,838	70,393
July	71,141	182,200	282,401	49,632	
August	175,609	196,854	268,515	59,832	
September	224,295	299,624	265,046	86,545	
October	235,817	426,999	253,655	90,905	
November	234,145	460,295	238,134	90,900	
December	232,963	466,583	180,746	89,692	

Source: National Food Reserve Agency

### 1.3 Prices of Food Crops

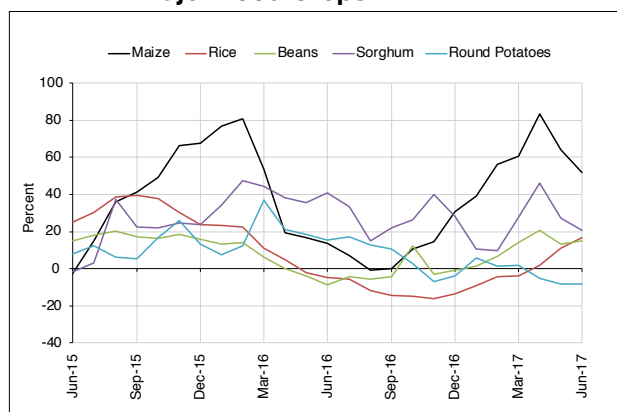
During June 2017, wholesale prices for all selected major food crops increased when compared with levels recorded in the similar month in 2016, save for potatoes (Table 1.3). However, when compared with prices in May 2017, wholesale prices of all selected major food crops declined further, except for beans. Chart 1.2 shows developments of the prices of the major food crops for the last two years.

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

Food crop	TZS/100kg				
				Percentage change	
	Jun-16	May-17	Jun-17	May-17 to June-17	June-16 to June-17
Maize	53,984.8	90,149.9	81,938.2	-9.1	51.8
Rice	148,128.8	176,330.5	172,652.3	-2.1	16.6
Beans	149,124.8	170,510.2	171,700.9	0.7	15.1
Sorghum	97,810.8	119,452.7	117,939.3	-1.3	20.6
Potatoes	89,686.5	84,358.4	82,144.6	-2.6	-8.4

Source: Ministry of Industry, Trade and Investment and Bank of Tanzania calculations.

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



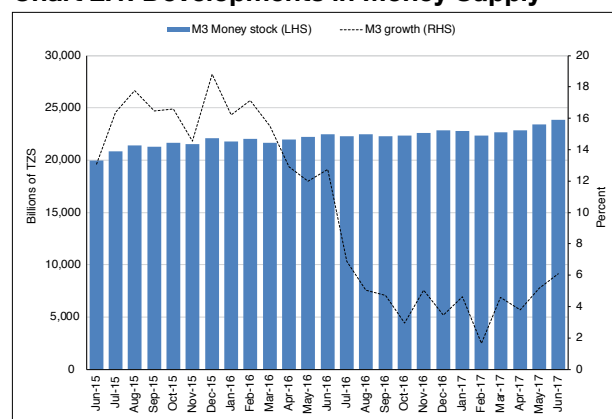
Source: Ministry of Industry, Trade and Investment and Bank of Tanzania calculations.

## 2.0 Monetary and Financial Markets

### 2.1 Money Supply and Credit

For four consecutive months money supply remained on an upward trend. Extended broad money supply (M3) increased by TZS 1,375.2 billion to TZS 23,881.4 billion in the year ending June 2017. This increase translates to an annual growth rate of 6.1 percent, which is higher than 5.2 percent recorded in May 2017, mainly supported by increase in net foreign assets of the banking system. However, the growth was slower than growth of 12.7 percent recorded in year the ending June 2016, largely on account of moderate increase in credit to the private sector and decline in net credit to government from the banking system. (Chart 2.1 and Table 2.1).

**Chart 2.1: Developments in Money Supply**



Source: Bank of Tanzania

Note: LHS refers left hand scale and RHS, right hand scale.

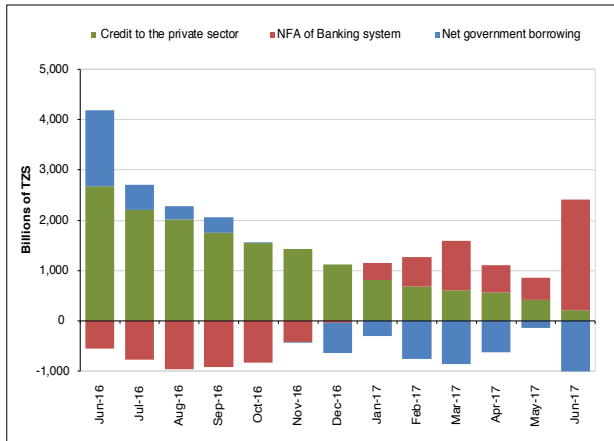
**Table 2.1: Money Supply and Components**

	Billions of TZS					
	Outstanding stock			Annual growth (%)		
	Jun-16	May-17	Jun-17	Jun-16	May-17	Jun-17
Net foreign assets of the banking system	7,472	8,024	9,675	-6.9	5.9	29.5
Bank of Tanzania	7,146	8,664	10,119	-4.0	20.3	41.6
<i>Net international reserves (Millions of USD)</i>	3,570	4,132	4,796	-9.1	16.0	34.3
Banks	326	-640	-444	-44.2	-270.5	-236.1
<i>Banks net foreign assets (Millions of USD)</i>	150	-287	-199	-48.2	-266.9	-233.0
Net domestic assets of the banking system	15,034	15,380	14,206	25.9	4.8	-5.5
Domestic claims	21,889	22,002	21,002	23.7	1.3	-4.1
Claims on central government (net)	5,229	5,190	4,129	41.1	-2.7	-21.0
<i>o/w Securities held by banks</i>	4,327	4,980	5,222	12.3	16.0	20.7
Claims on the private sector	16,660	16,812	16,873	19.1	2.6	1.3
Other items net	-6,855	-6,622	-6,796	19.0	-6.1	-0.9
Extended broad money supply (M3)	22,506	23,404	23,881	12.7	5.2	6.1
Foreign currency deposits	6,332	6,115	6,181	11.8	-4.9	-2.4
<i>Foreign currency deposits (Millions of USD)</i>	2,906	2,743	2,771	3.7	-6.9	-4.6
Broad money supply (M2)	16,174	17,289	17,701	13.1	9.3	9.4
Other deposits	6,342	6,771	6,828	12.8	7.2	7.7
Narrow money supply (M1)	9,832	10,518	10,873	13.3	10.6	10.6
Currency in circulation	3,740	3,416	3,621	5.5	-3.0	-3.2
Transferable deposits	6,093	7,101	7,252	18.6	18.7	19.0

Source: Bank of Tanzania



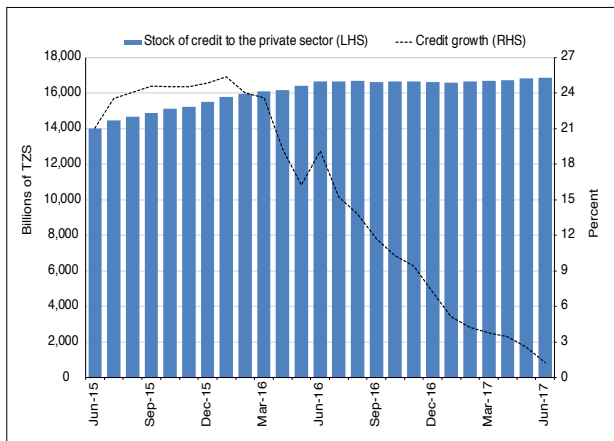
**Chart 2.2: Annual Changes of Major Sources of Money Supply**



Source: Bank of Tanzania  
Note: NFA means net foreign asset

During the year ending June 2017, stock of domestic credit—comprising of credit to the private sector and net credit to government—declined by TZS 887.1 billion compared with an increase of TZS 4,192.3 billion recorded in the year to June 2016. Credit to the private sector increased at a slower pace of 1.3 percent, compared with 19.1 percent recorded during the year ending June 2016. In absolute terms, the stock of credit to the private sector increased by TZS 213.1 billion during the year ending June 2017 to TZS 16,873.0 billion, compared with an increase of TZS 2,670.1 billion during the year to June 2016 (Table 2.1 and Chart 2.3). The observed slowdown in credit to the private sector is mainly associated with cautious stance taken by most banks in extending credit, following weakening of the quality of banks’ asset.

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

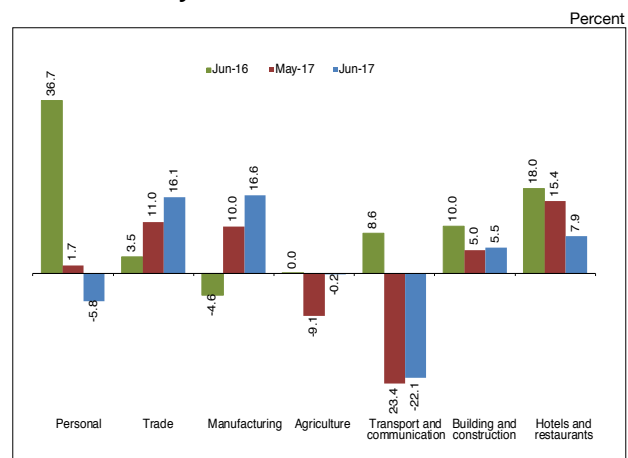


Source: Bank of Tanzania  
Note: LHS refers left hand scale and RHS, right hand scale.

The slowdown in growth of credit to the private sector was recorded in all major economic activities, with the exception of manufacturing and

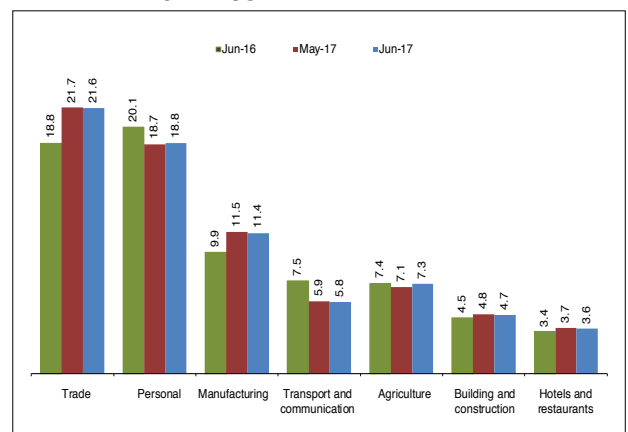
trade activities, which recorded relatively higher growth rates when compared with rates recorded in the year ending June 2016. It is worth noting that credit to transport and communication, personal and agriculture activities recorded negative growth during the year ending June 2017. Meanwhile, trade and personal activities continued to account for the largest share of outstanding credit, with respective shares of 21.6 percent and 18.8 percent (Chart 2.4 and Chart 2.5).

**Chart 2.4: Annual Growth of Banks Credit to Major Economic Activities**



Source: Bank of Tanzania

**Chart 2.5: Percentage Share of Credit Extended by Banks to Major Economic Activities**

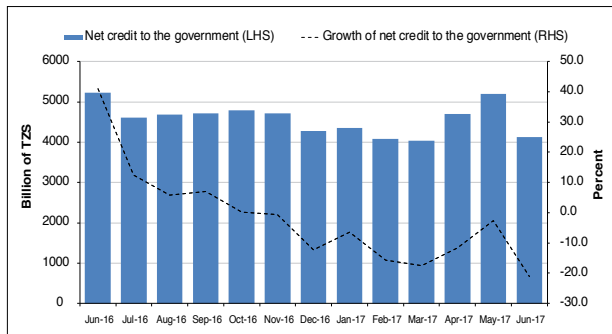


Source: Bank of Tanzania

Concerning credit to the government from the banking system, net credit to the government declined by 21.0 percent during the year ending June 2017, compared to an increase of 41.1 percent recorded in the year ending June 2016. This development was underpinned by improvement in domestic revenue collection, expenditure control and realization of external non-concessional borrowing (Chart 2.6).



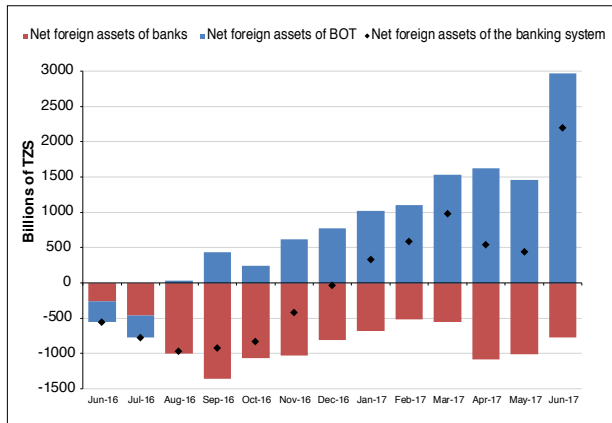
**Chart 2.6: Annual Growth of Credit to the Government**



Source: Bank of Tanzania

On the other hand, net foreign assets of the banking system grew by 29.5 percent in the year ending June 2017 compared with a decline of 6.9 percent recorded in the year to June 2016. The increase in NFA of the banking system was driven by an increase in NFA of the Bank of Tanzania by TZS 2,972.7 billion. This largely resulted from net purchase of foreign exchange from the inter-bank foreign exchange market and Government realization of external non-concessional borrowing (Chart 2.7).

**Chart 2.7: Annual Changes in Net Foreign Assets of the Banking System**



Source: Bank of Tanzania

## 2.2 Interest Rates

During June 2017, interest rates offered by banks on deposits were on average higher than those recorded in the corresponding month in 2016, reflecting increased banks' competition for deposits mobilization. However, the rates showed mixed trend across maturities when compared with the rates recorded in May 2017 (Table 2.2). Overall time deposit rate increased to an average of 10.31 percent from 10.21 percent and 10.14 percent recorded in June 2016 and May 2017, respectively. The 12 months' deposit rate averaged 12.14 percent compared with 12.39 percent in June 2016 and

11.99 percent in May 2017. Likewise, lending rates were relatively higher than the rates recorded in the corresponding period of 2016, largely associated with the rise in lending risk premium manifested in the increase in non-performing loans. The overall lending rate therefore increased to an average of 17.40 percent in June 2017 from 16.03 percent in June 2016, but was lower than 17.62 percent recorded in the preceding month. Likewise, one-year lending rate increased to 18.17 percent from 13.70 percent in June 2016, but was lower than 19.12 percent registered in the preceding month.

**Table 2.2: Selected Banks Interest Rates**

Items	Percent									
	Jun-16	Sep-16	Dec-16	Jan-17	Feb-17	Mar-17	Apr-17	May-17	Jun-17	
Overall time deposits rate	10.21	9.02	8.78	8.99	10.32	10.89	10.32	10.14	10.31	
12 Months deposits rate	12.39	11.46	11.03	10.79	12.12	12.03	12.14	11.99	12.14	
Negotiated deposit rate	11.23	11.96	11.28	10.94	11.98	12.75	12.59	12.77	12.61	
Overall lending rate	16.03	15.83	15.66	16.01	17.66	17.36	17.91	17.62	17.40	
Short-term (Up to 1 year)	13.70	13.23	12.87	14.16	18.43	18.07	17.65	19.12	18.17	
Negotiated lending rate	12.10	12.25	12.54	13.41	17.09	17.25	15.30	16.85	17.29	
Spread between 1-year lending and deposit rates	1.31	1.77	1.83	3.36	6.31	6.05	5.51	7.13	6.03	

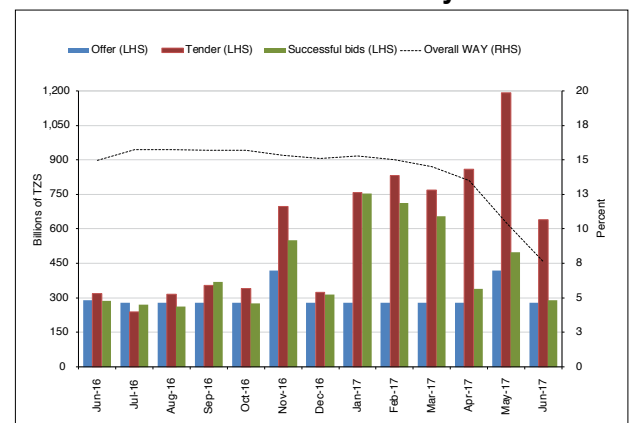
Source: Bank of Tanzania

## 2.3 Financial Markets

### 2.3.1 Treasury Bills Market

During June 2017, the Bank of Tanzania conducted two Treasury bills auctions worth TZS 280.0 billion compared to TZS 420.0 billion offered in three auctions in the preceding month. Total demand was TZS 639.1 billion, while successful bids amounted to TZS 222.9 billion, compared with the demand of TZS 1,191.5 billion and successful bids of TZS 418.9 billion recorded in May 2017. Overall weighted average yield decreased to an average of 7.64 percent from 10.44 percent recorded in the preceding month and 14.98 percent recorded in the corresponding month in 2016 (Chart 2.8).

**Chart 2.8: Performance in Treasury Bills Market**



Source: Bank of Tanzania

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





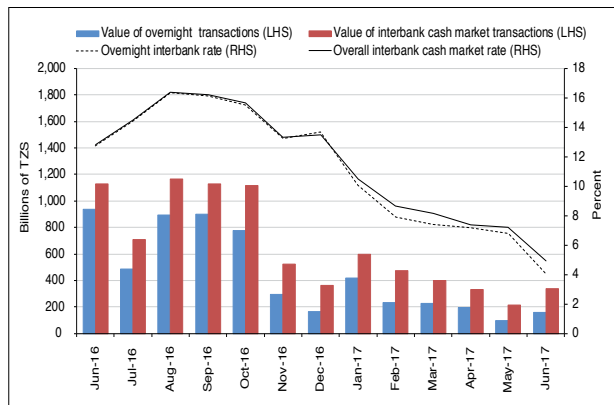
### 2.3.2 Treasury Bonds Market

In the Treasury bonds market, the Bank offered 5-year and 10-year Treasury bonds worth TZS 105.5 billion and TZS 111.5 billion, respectively. The two auctions were oversubscribed with total bids of TZS 436.1 billion for the 5-year bond and TZS 401.3 billion for the 7-year bond. The Bank accepted bids worth TZS 217.1 billion and TZS 111.5 billion for the 5-year bond and 10-year bond, respectively. Weighted average yield to maturity decreased to 13.07 percent and 14.76 percent from 17.92 percent and 18.56 percent in May 2017 (last auctions of 5-year and 10-year bonds), respectively.

### 2.3.3 Inter-Bank Cash Market

During June 2017, the inter-bank cash market remained active with total value of transactions increasing to TZS 337.3 billion from TZS 212.2 billion in May 2017. Overnight placements accounted for 47.6 percent of total transactions compared with 44.3 percent in the preceding month. Overall and overnight inter-bank cash market rates were 4.91 percent and 4.08 percent, down from 7.23 percent and 6.81 percent registered in May 2017, respectively (Chart 2.9)

Chart 2.9: Inter-Bank Cash Market Transactions



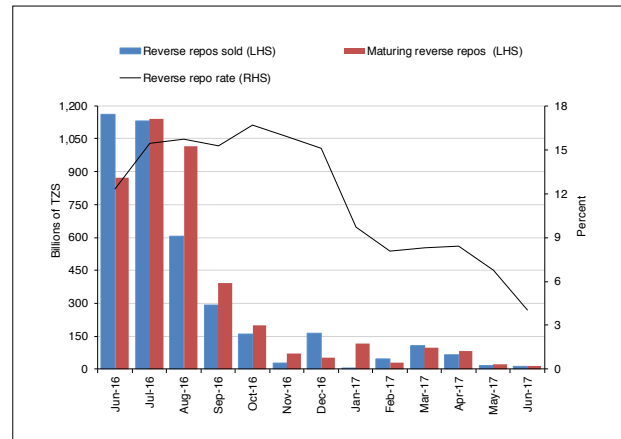
Source: Bank of Tanzania  
Note: LHS refers left hand scale and RHS right hand scale.

### 2.3.4 Repurchase Agreements

During June 2017, the Bank of Tanzania conducted repos worth TZS 135.0 billion compared with repos worth TZS 252.0 billion conducted in May 2017. Repo worth TZS 303.0 billion matured in June 2017, out of which TZS 168.0 billion were conducted in the preceding month. Repo rate decreased to an average of 2.2 percent from 2.9 percent registered in May 2017. On the other hands, the Bank conducted reverse repo worth TZS 13.0 billion, slightly down from reverse repo worth TZS 18.3 billion conducted

in May 2017. During the month, reverse repo worth TZS 14.0 billion matured down from the TZS 22.5 billion worth reverse repos that matured in the preceding month. Reverse repo rate declined to an average of 4.07 percent, from 6.78 percent registered in May 2017 (Chart 2.10).

Chart 2.10: Reverse Repurchase Agreement Transactions

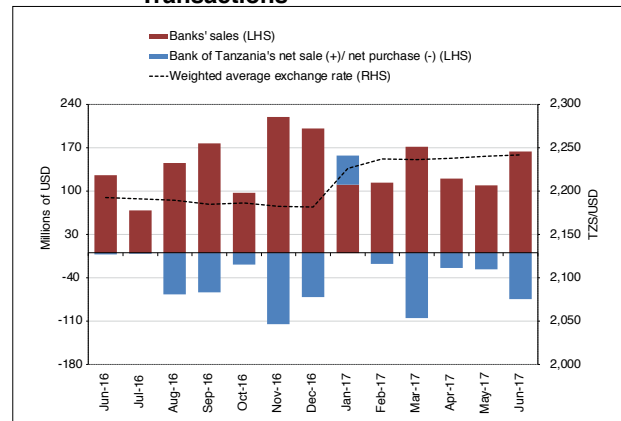


Source: Bank of Tanzania  
Note: LHS refers left hand scale and RHS right hand scale.

### 2.3.5 Inter-Bank Foreign Exchange Market

Total market turnover in the interbank foreign exchange market (IFEM) increased to USD 188.0 million in June 2017, compared with USD 126.1 million in the preceding month. The Bank was on both sides of the market, selling a total of USD 16.85 million and buying a total of USD 91.28 million. The Shilling remained stable against the US dollar, trading at an average of TZS 2,241.6 per USD, compared with TZS 2,239.7 per USD in May 2017. On annual basis, the Shilling depreciated by 2.2 percent from TZS 2,192.4 per USD recorded in June 2016 (Chart 2.11).

Chart 2.11: Inter-Bank Foreign Exchange Market Transactions



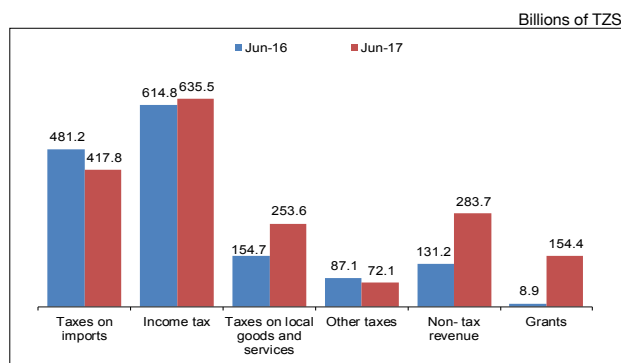
Source: Bank of Tanzania  
Note: LHS refers left hand scale and RHS right hand scale.



### 3.0 Government Budgetary Operations

In June 2017, the Central Government realized domestic revenue amounting to TZS 1,734.4 billion, higher than TZS 1,519.3 billion collected in the corresponding month in 2016. Domestic revenue collected by the central government amounted to TZS 1,662.6 billion, an increase of about 13.2 percent from the corresponding period in 2016. Local government collections from own sources amounted to TZS 71.8 billion, higher than TZS 50.3 billion in June 2016. Tax revenue amounted to TZS 1,378.9 billion, an increase of 3.1 percent from similar month in 2016. Taxes on local goods and services category recorded the highest increase of 63.9 percent, while taxes on imports and other taxes recorded declines. **Chart 3.1** shows Government resources during June 2016 and 2017.

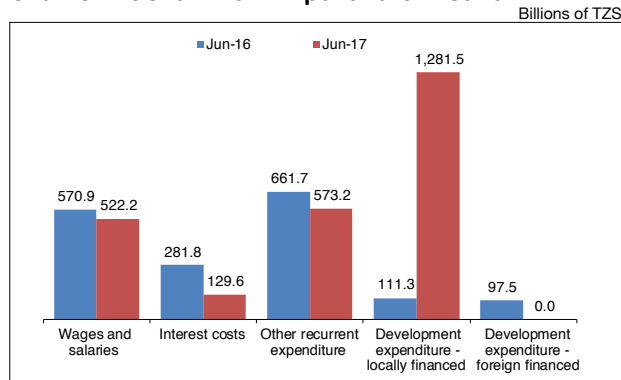
**Chart 3.1: Government Resources in June**



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

In June 2017, government expenditure amounted to TZS 2,506.4 billion, of which recurrent expenditure was TZS 1,224.9 billion and development expenditure was TZS 1,281.5 billion (**Chart 3.2**)

**Chart 3.2: Government Expenditure in June**



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

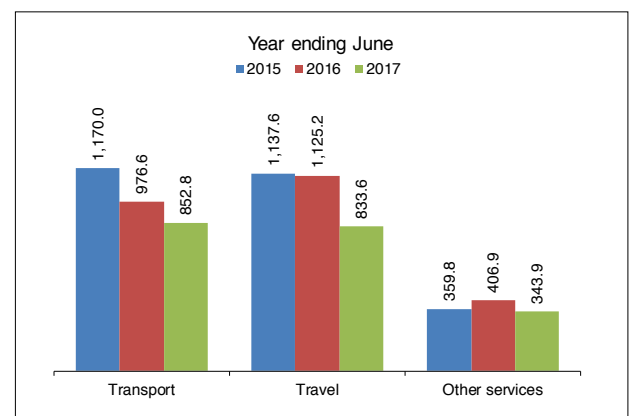
### 4.0 External Sector Performance<sup>1</sup>

During the year ending June 2017, the overall balance of payments improved to a surplus of USD 1,226.7 million from a deficit of USD 368.3 million recorded in the year ending June 2016, partly due to increase in inflows in the form of grants and external borrowing. Gross official reserves increased further to USD 5,021.6 million at the end of June 2017 from USD 3,870.3 million at end of June 2016. The reserves were sufficient to cover about 4.9 months of projected import of goods and services, which is above the 4.5 months for the convergence criteria in the East African Community. Meanwhile, gross foreign assets of banks shrunk to USD 693.9 million at the end of June 2017 from USD 835.0 million at the end of June 2016.

During the year ending June 2017, service account improved to a surplus of USD 1,639.2 million compared to USD 887.5 million recorded in the corresponding period in 2016. Receipts from services increased by 8.0 percent to USD 3,669.6 million, from proceeds realized in the year ending June 2016. The improvement mostly occurred in travel and transport receipts (Chart 4.1). During the period under review, travel receipt grew by 9.5 percent to USD 2,115.6 million following increase in the number of tourist arrivals, while transport receipt also rose by 9.4 percent to USD 1,111.1 million.

**Chart 4.1: Services Receipt**

Millions of USD



Source: Bank of Tanzania and Commercial Banks

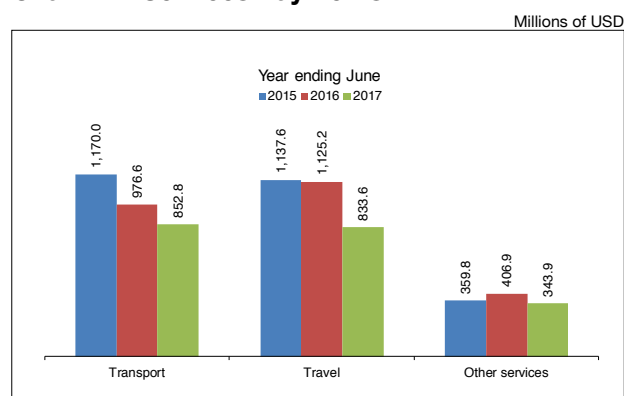
Note: Other Services include Communication, Construction, Insurance, Financial, Computer Information, Government, Royalties and Other business services

<sup>1</sup> Compilation of trade statistics for the period under review had not been completed by the time of this publication due to statistical challenges associated with implementation of single custom territory under the EAC. Steps are being taken in to address the challenges.



Services payment amounted to USD 2,030.3 million in the year ending June 2017 compared with USD 2,508.7 million in the year ending June 2016, largely on account of a decline in travel, transport and other services payments (**Chart 4.2**). Transport payment, which accounts for more than 40 percent of total service payments declined by 12.7 percent to USD 852.8 million, reflecting the decrease in the value of goods imports.

**Chart 4.2: Services Payments**



Source: Bank of Tanzania and Commercial Banks  
Note: Other Services include Communication, Construction, Insurance, Financial, Computer Information, Government, Royalties, Personal and Other business Services

Secondary income account, which consists of transfers, recorded a surplus of USD 437.8 million, up when compared with USD 333.5 million recorded in the year ending June 2016. This development was mainly attributed to the increase in inflows by 22.2 percent to USD 502.7 million during the year ending June 2017, owing to increased official transfers under the sectoral basket financing and general budget support.

During the year ending June 2017, the deficit in the primary income account—income from capital related transactions and compensation of employees—increased by 31.1 percent to USD 1,102.6 million, owing to the increase in reinvested earnings

## World Commodity Prices

Average world market prices of selected agricultural and non-agricultural commodities registered mixed developments in June 2017 (**Table 4.1**). Prices of tea, coffee (Robusta), cloves and gold went up, while that of cotton, coffee (Arabica) and oil decreased. The price of tea rose following production decline in Kenya and India due to unfavourable weather conditions. Likewise, the prices of coffee (Robusta) increased due to low supply associated with erratic

rains. On the other hand, the increase in price of cloves was mainly due to high global demand.

The prices of crude oil and white petroleum products declined in response to build-ups of US inventories and slowdown in demand for oil, mostly in China. The increase in gold price was mainly due to high demand for gold as safe investment.

On annual basis, the world market prices of coffee, cotton, tea (Average), gold and oil rose, while those for tea (Mombasa), sisal, cloves and white oil declined (**Table 4.1**). The increase in prices of coffee (Average) and cotton and tea (Average) was associated with a strong global demand, while decline in prices of cloves was attributed to increased production in Indonesia and Sri Lanka. Meanwhile, the prices of white petroleum products and crude oil (Average and Dubai) went up following compliance with the agreement among oil producers (OPEC<sup>2</sup> and some non-OPEC) to cut output from January 2017. The price of gold went up mainly due to increased demand for gold as a safe investment.

**Table 4.1: World Commodity Prices**

Commodity	Unit Measure	May-17	Jun-17	Percentage Change	Year ending June		Percentage Change
					2016	2017	
Robusta coffee	USD per kg	2.17	2.25	3.58	1.79	2.23	24.88
Arabica coffee	USD per kg	3.33	3.16	-5.18	3.37	3.65	8.28
Tea (Average price)	USD per kg	3.18	3.19	0.35	2.63	2.92	11.05
Tea (Mombasa Auction)	USD per kg	2.75	2.89	5.09	2.60	2.57	-1.12
Cotton, "A Index"	USD per kg	1.95	1.87	-4.17	1.55	1.82	17.23
Sisal (UG)	USD per kg	1.80	1.80	0.00	1.90	1.75	-8.11
Cloves	USD per kg	8.77	9.00	2.62	8.72	8.39	-3.77
Crude oil*	USD per barrel	49.89	46.17	-7.46	42.12	49.02	16.38
Crude oil**	USD per barrel	50.31	46.44	-7.69	41.14	48.48	17.85
White products***	USD per tonne	491.72	462.03	-6.04	442.86	468.60	5.81
Jet/Kerosine	USD per tonne	451.89	421.51	-6.72	411.13	434.80	5.76
Premium gasoline	USD per tonne	531.55	502.55	-5.46	474.59	502.39	5.86
Gold	USD per troy ounce	1,246.04	1,260.26	1.14	1,167.88	1,258.05	7.72

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

Note: \* Average of Brent, Dubai and West Texas Intermediate, \*\* f.o.b Dubai and \*\*\* West Mediterranean

## 5.0 National Debt

### 5.1 External Debt

External debt stock, comprising both public and private sectors, amounted to USD 18,491.5 million at the end of June 2017, an increase of USD 536.1 million and USD 1,268.7 million from the preceding month and the corresponding period in 2016, respectively. In both cases the increase resulted from disbursements and exchange rate fluctuations of currencies in which the debt is denominated



against the US dollar - the reporting currency. Following disbursement of Credit Suisse loan, the central government debt increased by USD 505.0 million to USD 14,585.0 million from the preceding month. On annual basis, the stock increased by USD 910.9 million (**Table 5.1**).

**Table 5.1: External Debt Stock by Borrowers**

Borrower	Millions of USD					
	Jun-16		May-17		Jun-17	
	Amount	Share (%)	Amount	Share (%)	Amount	Share (%)
Central government	13,674.1	79.4	14,080.0	78.4	14,585.0	78.9
DOD	12,944.5	75.2	13,298.5	74.1	13,800.2	74.6
Interest arrears	729.6	4.2	781.5	4.4	784.8	4.2
Private sector	3,169.3	18.4	3,550.0	19.8	3,588.7	19.4
DOD	2,666.6	15.5	2,985.8	16.6	3,001.6	16.2
Interest arrears	502.7	2.9	564.2	3.1	587.0	3.2
Public corporations	379.4	2.2	325.4	1.8	317.8	1.7
DOD	337.0	2.0	297.4	1.7	289.7	1.6
Interest arrears	42.3	0.2	28.0	0.2	28.1	0.2
External debt stock	17,222.8	100.0	17,955.4	100.0	18,491.5	100.0

Source: Ministry of Finance and Planning and Bank of Tanzania.  
Note: DOD denotes disbursed outstanding debt.

The composition of external debt by creditor category at the end of June 2017 remained almost the same as at the end of the preceding month and in the corresponding period in 2016. Debt owed to multilateral institutions remained the largest, accounting for almost half of the total external debt stock. It worth to note that, the share of debt owed to commercial creditors in the total external debt increased to 33.5 percent from 32.1 percent recorded at the end of May 2017 (**Table 5.2**).

**Table 5.2: External Debt Stock by Creditors**

Creditor category	Millions of USD					
	Jun-16		May-17		Jun-17	
	Amount	Share (%)	Amount	Share (%)	Amount	Share (%)
Multilateral	8,052.0	46.8	8,582.3	47.8	8,659.2	46.8
DOD	8,044.4	46.7	8,568.4	47.7	8,644.4	46.7
Interest arrears	7.6	0.0	13.9	0.1	14.9	0.1
Bilateral	1,842.9	10.7	1,918.8	10.7	1,918.2	10.4
DOD	1,112.5	6.5	1,137.3	6.3	1,133.4	6.1
Interest arrears	730.4	4.2	781.5	4.4	784.8	4.2
Commercial	5,884.1	34.2	5,755.7	32.1	6,186.9	33.5
DOD	5,572.9	32.4	5,388.1	30.0	5,821.3	31.5
Interest arrears	311.2	1.8	367.6	2.0	365.7	2.0
Export credit	1,443.7	8.4	1,698.6	9.5	1,727.1	9.3
DOD	1,218.3	7.1	1,488.0	8.3	1,492.5	8.1
Interest arrears	225.5	1.3	210.6	1.2	234.6	1.3
External debt stock	17,222.8	100.0	17,955.4	100.0	18,491.5	100.0

Source: Ministry of Finance and Planning and Bank of Tanzania.

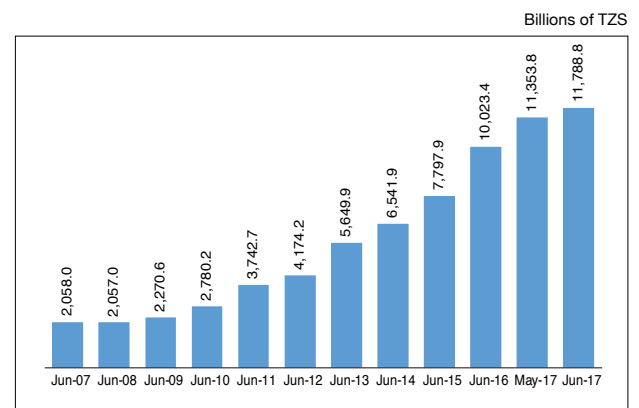
In terms of debt flow—disbursements and debt service—there were noticeable developments particularly for the central government. Total disbursements in June 2017 amounted to USD 494.8 million, out of which USD 478.9 million was received by Central Government. On annual basis, disbursements during 2016/17 amounted to USD 1,634.9 million, out of which USD 1,310.3 million was

received by Central Government. Regarding debt service, payments made in June 2017 amounted to USD 55.3 million; USD 25.0 million being payments by the Government and USD 30.3 million by the Central Bank to the International Monetary Fund. Cumulative debt service during the year ending June 2017 amounted to USD 854.2 million, of which USD 635.2 million was by the Government.

## 5.2 Domestic Debt

The stock of domestic debt was TZS 11,788.8 billion at the end of June 2017, an increase of TZS 435.1 billion from May 2017 and TZS 1,783.8 billion from June 2016 (**Chart 5.1**).

**Chart 5.1: Government Domestic Debt Stock**



Source: Bank of Tanzania.

The profile of domestic debt by maturity shows that the proportion of long-term debt continued to grow in June 2017. This is consistent to the medium-term debt management strategy of lengthening maturity profile of domestic debt in order to mitigate refinancing risk (**Table 5.3**).

**Table 5.3: Government Domestic Debt by Instruments**

	Billions of TZS					
	Jun-16		May-17		Jun-17	
	Amount	Share (%)	Amount	Share (%)	Amount	Share (%)
Government securities	9,986.7	99.8	11,335.4	99.8	11,770.5	99.8
Treasury bills	3,673.8	36.7	3,645.1	32.1	3,633.3	30.8
Government stocks	257.1	2.6	257.1	2.3	257.1	2.2
Government bonds	6,055.7	60.5	7,433.2	65.5	7,880.0	66.8
Tax certificates	0.1	0.0	0.1	0.0	0.1	0.0
Non-securitized debt	18.4	0.2	18.4	0.2	18.4	0.2
Total domestic debt	10,005.1	100.0	11,353.8	100.0	11,788.8	100.0

Source: Ministry of Finance and Planning and Bank of Tanzania.

The composition of domestic debt by holders remained almost unchanged from the May 2017 and June 2016 positions. Banks remained dominant, holding about 43.4 percent of the debt followed by pension funds and Bank of Tanzania (**Table 5.4**).



**Table 5.4: Government Domestic Debt by Holders**

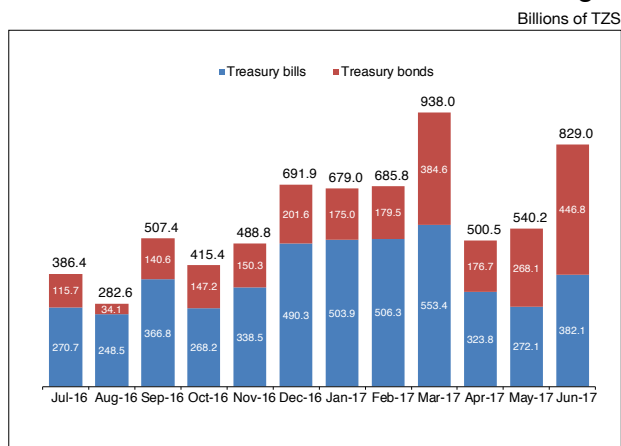
	Billions of TZS					
	Jun-16		May-17		Jun-17	
	Amount	Share (%)	Amount	Share (%)	Amount	Share (%)
Commercial banks	4,498.6	45.0	4,916.1	43.3	5,121.5	43.4
Bank of Tanzania	1,463.6	14.6	1,439.8	12.7	1,439.8	12.2
Pension funds	2,218.1	22.2	3,158.5	27.8	3,376.4	28.6
Insurance	982.9	9.8	1,047.1	9.2	1,093.2	9.3
BOT's special funds	260.2	2.6	183.6	1.6	162.4	1.4
Others	581.8	5.8	608.8	5.4	595.6	5.1
<b>Total</b>	<b>10,005.1</b>	<b>100.0</b>	<b>11,353.8</b>	<b>100.0</b>	<b>11,788.8</b>	<b>100.0</b>

Source: Bank of Tanzania.

Note: Others include other official entities, and private companies and individuals.

Domestic debt issued for budget financing in the form of government securities (Treasury bills and bonds) amounted to TZS 829.0 in June 2017, out of which TZS 382.1 billion were Treasury bills and TZS 446.8 billion Treasury bonds. Total issuance of government securities during 2016/17 amounted to TZS 6,945.0 billion, of which 65.2 percent was through Treasury bills (Chart 5.2).

**Chart 5.2: Domestic Debt Issued for Financing**



Source: Bank of Tanzania.

Note: Figures on top of each bar are totals

Domestic debt that fell due for payment during the month was TZS 456.2 billion compared with TZS 386.4 billion in the preceding month. Out of the total matured debt in June 2017, principal amounting to TZS 355.7 billion was rolled over whilst interest amounting to TZS 100.5 billion was paid out of government resources. Cumulative debt that fell due for payment during the financial year 2016/17 was TZS 5,909.3 billion, of which TZS 4,691.3 was rolled over and the balance was paid out of the government resources.

## 6.0 Economic Developments in Zanzibar

### 6.1 Inflation Developments

During the year ending June 2017, headline inflation fell to 5.4 percent from 7.8 percent recorded in May 2017 (Table 6.1 and Chart 6.1). The decline in inflation observed in June 2017 follows a moderate build-up trend recorded for five consecutive months from January 2017. This outturn was mostly driven by a decline in prices of food and non-food items, notably fish, cooking oil and cement, which registered declines of 7.4 percent, 3.2 percent and 7.6 percent, respectively. Noteworthy, a deflation of 3.2 percent was recorded in restaurants and hotels sub-group, mostly on account of a decline in consumption as June falls within the low tourism season. On month-to-month basis, headline inflation contracted to negative 0.1 percent from 1.4 percent and 2.2 percent recorded in May 2017 and June 2016, respectively.

Year-on-year food and non-alcoholic beverages inflation was 4.3 percent in June 2017 compared to 9.7 percent recorded in the preceding month, following a fall in prices of food items. Conversely, non-food inflation remained at 6.5 percent as recorded in May 2017. On month-to-month basis, food and non-alcoholic beverages recorded a deflation of 1.6 percent in June 2017 from inflation of 3.0 percent in May 2017 and 3.4 percent in the similar month in 2016. Continued improvement of food supply following the on-going harvesting is expected to further ease the headline inflation in the next month.

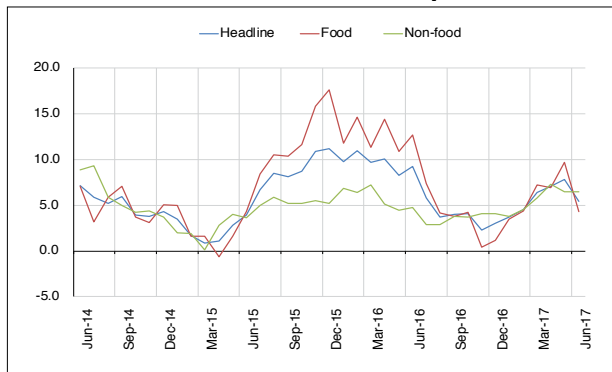
**Table 6.1: Inflation Developments**

	Weight	Monthly change			Annual change		
		Jun-16	May-17	Jun-17	Jun-16	May-17	Jun-17
<b>Main groups:</b>							
Food and non-alcoholic beverages	43.6	3.4	3.0	-1.6	12.7	9.7	4.3
Alcoholic beverages, tobacco and narcotics	0.2	2.3	0.0	0.0	2.3	3.7	3.7
Clothing and footwear	6.9	6.9	0.0	4.3	6.9	3.4	6.8
Housing, water, electricity, gas and other fuels	18.4	1.9	0.3	1.0	1.9	11.8	11.4
Furnishing, household equipment	5.5	6.0	0.0	1.1	6.0	1.0	1.8
Health	2.1	11.7	3.7	-0.5	11.7	10.0	6.5
Transport	9.6	2.6	-0.8	0.7	2.6	5.0	4.3
Communication	4.2	8.4	0.0	0.0	8.4	0.1	0.0
Recreation and culture	1.3	0.9	0.0	4.0	0.9	0.1	5.0
Education	1.9	9.1	0.0	0.0	9.1	4.1	4.1
Restaurants and hotels	3.9	40.3	0.0	0.0	40.3	-3.2	-3.2
Miscellaneous goods and services	2.3	8.8	0.1	0.3	8.8	7.5	7.0
<b>All items (headline inflation)</b>	<b>100.0</b>	<b>2.2</b>	<b>1.4</b>	<b>-0.1</b>	<b>9.3</b>	<b>7.8</b>	<b>5.4</b>
<b>Other related item</b>							
Non-food	57.3	1.1	0.1	-1.7	4.8	6.5	6.5

Source: Office of Chief Government Statistician and Bank of Tanzania calculations.



**Chart 6.1: Annual Inflation Developments**

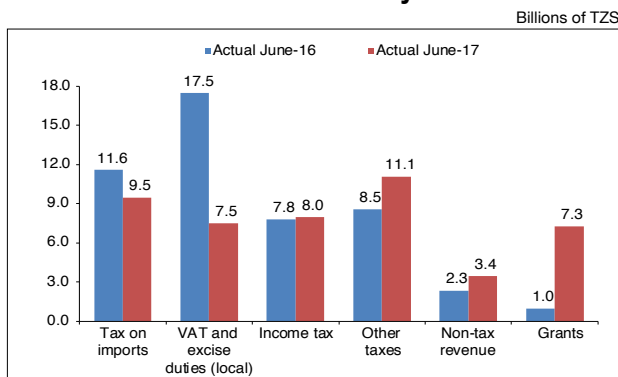


Source: Office of Chief Government Statistician and Bank of Tanzania calculations.

## 6.2 Government Budgetary Operations

Resource envelope, which includes domestic revenue and grants for June 2017 amounted to TZS 46.7 billion, out of which TZS 39.4 billion was domestic revenue and TZS 7.3 billion grants (**Chart 6.2**). The envelope was above the estimates for the month by 6.6 percent, following inflow of project grants and General Budget Support (GBS). The June 2017 performance was however, lower by TZS 2.0 billion compared to the corresponding month in 2016, mainly due to fall in VAT and exercise duties (local)—on administrative issues—and import tax collections following a decline in imports.

**Chart 6.2: Domestic Revenue by Sources**

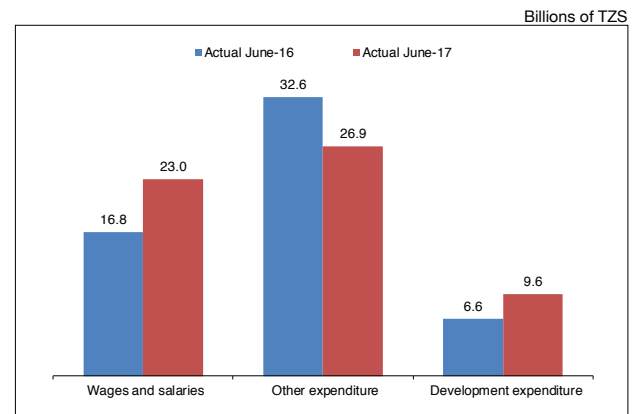


Source: Ministry of Finance- Zanzibar and Bank of Tanzania calculations.  
Note: Other taxes include hotel and restaurant levies, tour operator levy, revenue stamps, airport and seaport service charges, road development fund and petroleum levy.

In the fiscal year 2016/17, government revenue collections amounted to TZS 521.9 billion, above the annual estimates by 7.2 percent, mainly on account of improved tax administration and compliance. Out of the total collections, tax revenue contributed 89.2 percent. Regarding tax revenue composition, other tax accounted for the largest share, 31.8 percent, followed by tax on imports (26.3 percent), and VAT and exercise duties (24.5 percent).

Total government expenditure during June 2017 amounted to TZS 59.5 billion, 83.9 percent of it being recurrent expenditure. Recorded recurrent expenditure during the month was above the month estimates by 9.4 percent. Of the recurrent expenditure, wages and salaries amounted to TZS 23.0 billion, while other expenditure that includes other charges amounted to TZS 26.9 billion (**Chart 6.3**).

**Chart 6.3: Government Expenditure**



Source: Ministry of Finance Zanzibar and Bank of Tanzania calculations.  
Note: Other expenditure include transfers, domestic debt interest, consolidated fund service and other charges.

When compared with the amount spent in the corresponding month in 2016, wages and salaries rose by TZS 6.2 billion in June 2017 following government commitment to raise minimum wages of civil servants by 100.0 percent in 2016/17. Development expenditure amounted TZS 9.6 billion, of which TZS 5.3 billion was from local sources and the balance from external sources. The overall deficit after grants in June 2017 was TZS 2.7 billion, which was financed by loans from external sources.

During the financial year 2016/17, total government expenditure amounted to TZS 591.2 billion, above the budget and 2015/16 cumulative expenditure by 1.1 percent and 23.2 percent, respectively. Out of the cumulative expenditure for 2016/17, TZS 475.5 billion was recurrent expenditure and TZS 115.8 billion development expenditure. Actual recurrent expenditure in 2016/17 was above the estimates by 1.9 percent, while development expenditure was below annual estimates by 2.0 percent.



## 6.3 External Sector Performance

### 6.3.1 Current Account

During the year ending June 2017, current account improved further to a surplus of USD 29.7 million from a surplus of USD 10.7 million recorded in the year to June 2016. This performance was associated mostly with improvements in income and current inflows and receipts from tourism activities. Goods account recorded a deficit of USD 93.6 million from USD 92.4 million recorded in the year ending June 2016, while services account improved by 5.5 percent from the amount recorded in the year ending June 2016 to a surplus of USD 89.5 million. The goods and services account deficit narrowed to USD 4.2 million during the year ending June 2017 from a deficit of USD 7.6 million recorded in the year ending June 2016 (Table 6.2).

**Table 6.2: Current Account Balance**

	Millions of USD					
	Jun-16	May-17	Jun-17	Year ending June 2016	Year ending June 2017 <sup>p</sup>	Percentage change
Goods account (net)	-8.3	-8.4	-9.8	-92.4	-93.6	1.3
Exports	0.5	0.9	0.3	67.8	25.8	-62.0
Imports (fob)	8.8	9.3	10.2	160.2	119.4	-25.5
Services account (net)	10.2	7.1	7.5	84.8	89.5	5.5
Receipts	12.9	11.6	12.5	134.0	146.7	9.5
Payments	2.8	4.5	5.0	49.2	57.3	16.5
Goods and services (net)	1.9	-1.3	-2.4	-7.6	-4.2	--
Exports of goods and services	13.4	12.5	12.8	201.8	172.5	-14.5
Imports of goods and services	11.5	13.8	15.1	209.4	176.7	-15.6
Income account (net)	0.2	0.7	1.2	1.8	7.7	--
Receipts	0.5	1.0	1.5	10.0	12.3	23.9
Payments	0.4	0.2	0.2	8.2	4.6	-43.6
Current transfers (net)	0.6	2.7	3.8	16.5	26.2	58.4
Inflows	0.6	2.8	4.0	16.5	27.2	64.3
Outflows	0.0	0.1	0.2	0.0	1.0	--
Current account balance	2.6	2.1	2.6	10.7	29.7	--

Source: Tanzania Revenue Authority and Bank of Tanzania computations

Note: p denotes provisional data; "----" stands for a change that exceeds 100 percent, in absolute terms.

### 6.3.2 Exports

Exports of goods and services decreased by 14.5 percent in the year ending June 2017 to USD 172.5 million, from USD 201.8 million recorded in the year ending June 2016, partly explained by poor export performance of the major traditional crop—cloves. The value of cloves exports declined on account of decrease in the volume of cloves exported, because of the cyclical nature of the crop, and unit price in the world market. Export volume of cloves fell by

60.8 percent to 2,200 tonnes in the year ending June 2017 from 5,700 tonnes exported in the year ending June 2016. Meanwhile, average unit price of cloves in the world market declined by 4.3 percent from USD 8,068 per tonne in the year ending June 2016 to USD 7,720 per tonne. The value of seaweed exports amounted to USD 1.6 million in the year ending June 2017, a decline of 36.7 percent from the amount realized in similar period in 2016. Manufactured goods exports—includes re-export of imported manufactured goods—decreased by 37.0 percent in the year ending June 2017 from the value recorded in the year ending 2016. Manufactured goods exports accounted for 22.9 percent of goods exports and 3.4 percent of total exports-goods and services receipts. Meanwhile, exports of fish and fish products decreased by 7.9 percent to USD 37,500 from USD 40,719 recorded in the year ending June 2016.

On monthly basis, the value of cloves exports in June 2017 rose to USD 250.7 million from USD 166.0 million realised in June 2016, on account of increase in the volume exported and unit price in the world market. During June 2017 volume of cloves exported was 30 tonnes compared to 20 tonnes exported in June 2016. Meanwhile, unit price of cloves in the world market improved to USD 8,355 per tonne from USD 8,300 per tonne in June 2016 (Table 6.3).

**Table 6.3: Goods Export Performance**

Item	Units	Year ending June			Year ending June		Percentage change
		Jun-16	May-17	Jun-17	2016	2017 <sup>p</sup>	
<b>Traditional:</b>							
Cloves							
Value	'000' of USD	166.0	738.0	250.7	46,204.8	17,316.0	-62.5
Volume	'000' Tonnes	0.0	0.1	0.0	5.7	2.2	-60.8
Unit price	USD/Tonne	8,300.0	8,200.0	8,355.0	8,067.9	7,720.0	-4.3
<b>Non-traditional:</b>							
Seaweeds							
Value	'000' of USD	16.5	78.7	10.4	2,586.4	1,637.7	-36.7
Volume	'000' Tonnes	0.0	0.2	0.0	6.7	3.5	-48.2
Unit price	USD/Tonne	685.9	449.9	450.0	386.1	448.8	16.3
Manufactured goods	'000' of USD	108.4	69.7	24.0	9,352.8	5,896.8	-37.0
Fish and fish products	'000' of USD	5.4	6.4	2.0	40.7	37.5	-7.9
Others exports	'000' of USD	174.9	5.5	20.0	9,603.9	876.5	-90.9
Sub-total non-traditional	'000' of USD	305.3	160.3	56.4	21,583.8	8,448.5	-60.9
Grand-total	'000' of USD	471.3	898.3	307.1	67,788.6	25,764.5	-62.0

Source: Tanzania Revenue Authority and Bank of Tanzania

Note: Other exports mainly include souvenirs and spices; p denotes provisional data

A positive pattern of growth was registered in services account during the month under review as was in June 2016. Services account registered a surplus of USD 89.5 million in the year to June 2017, 5.5 percent increase from the levels recorded



during the year ending June 2016. This performance was mainly on account of an increase in receipts from tourism activities following rise in the number of tourists. Foreign payments of services also rose to USD 57.3 million from USD 49.2 million recorded in the year ending June 2016. Increase in foreign payments was driven by travel and transportation (**Table 6.4**).

**Table 6.4: Services and Income Account**

Item	Millions of USD					
	Jun-16	May-17	Jun-17	Year ending June		Percentage change
				2016	2017 <sup>p</sup>	
Services account (net)	10.2	7.1	7.5	84.8	89.5	5.5
Receipts	12.9	11.6	12.5	134.0	146.7	9.5
Payments	2.8	4.5	5.0	49.2	57.3	16.5
Income account (net)	0.2	0.7	1.2	1.8	7.7	--
Receipts	0.5	1.0	1.5	10.0	12.3	23.9
Payments	0.4	0.2	0.2	8.2	4.6	-43.6
Current transfers (net)	0.6	2.7	3.8	16.5	26.2	58.4
Inflows	0.6	2.8	4.0	16.5	27.2	64.3
Outflows	0.0	0.1	0.2	0.0	1.0	--

Source: Bank of Tanzania and commercial banks

Note: p denotes provisional data and "--" stands for change that exceeds 100 percent, in absolute terms.

### 6.3.3 Imports

The value of imports of goods and services (c.i.f) during the year ending June 2017 shrunk to USD 131.2 million compared to USD 176.1 million recorded in the corresponding period in 2016 following a decline in the value of imported capital goods, particularly machinery and transport

equipment. Imports of capital goods dropped by 59.7 percent, as that of transport equipment fell by 70.5 percent and machinery by 48.6 percent. Meanwhile, the value of consumer goods imported rose by 28.3 percent in the year ending June 2017 compared with the value imported in the year ending June 2016 on account of an increase in value of imports of food and food-stuffs (**Table 6.5**). In the wake of harvest season in the Isles and Mainland Tanzania, the share of consumer goods imports to total goods imports (c.i.f) remained on a downward trend from 28.2 percent in May 2017 to 24.4 percent in June 2017.

**Table 6.5: Zanzibar Goods Imports by Major Categories**

Item	Millions of USD					
	Jun-16	May-17	Jun-17	Year ending June		Percentage change
				2016	2017 <sup>p</sup>	
Capital goods	2.9	2.3	3.1	89.9	36.2	-59.7
Transport equipment	1.3	0.8	0.9	57.9	17.1	-70.5
Building and construction	0.7	0.3	0.5	7.3	6.4	-11.9
Machinery	0.9	1.2	1.7	24.7	12.7	-48.6
Intermediate goods	5.2	5.1	5.3	57.8	58.6	1.4
Oil imports	3.9	4.1	4.0	41.6	45.0	8.3
Industrial raw materials	1.3	1.0	1.3	16.2	13.6	-16.1
Consumer goods	1.5	2.9	2.7	28.4	36.4	28.3
Food and food stuffs	0.0	1.6	1.2	0.5	13.2	--
All other consumer goods	1.5	1.3	1.5	27.9	23.2	-16.7
Grand total (c.i.f)	9.6	10.2	11.2	176.1	131.2	-25.5
Grand total (f.o.b)	8.8	9.3	10.2	160.2	119.4	-25.5

Source: Tanzania Revenue Authority and Bank of Tanzania computations.

Note: p denotes provisional data and "--" stands for change that exceeds 100 percent, in absolute terms.





## Statistical Tables

Table A1: Selected Economic Indicators

	Unit	2011	2012	2013	2014	2015 <sup>r</sup>	2016 <sup>p</sup>
<b>National accounts and prices</b>							
1.1 Change in GDP at current prices	Percent	20.4	16.4	15.5	12.4	13.9	14.2
1.2 Change in GDP at constant prices	Percent	7.9	5.1	7.3	7.0	7.0	7.0
1.3 GDP per capita-current prices (TZS)	000 TZS	1,222.2	1,408.2	1,582.8	1,730.4	1,918.9	2,131.3
1.4 GDP per capita-current prices (USD)	USD	784.8	896.0	990.1	1,047.1	966.5	979.0
1.5 Change in consumer price index (Inflation)	Percent	12.6	16.1	7.9	6.1	5.6	5.2
1.6 Saving to GNDI ratio	Percent	12.9	15.2	13.1	8.6	10.1	n.a
<b>Money, credit and interest rates</b>							
2.1 Change in extended broad money supply (M3)	Percent	18.2	12.5	10.0	15.6	18.8	3.4
2.2 Change in broad money supply (M2)	Percent	15.0	16.0	10.9	17.0	13.4	5.3
2.3 Change in narrow money supply (M1)	Percent	23.2	17.3	10.4	14.8	15.6	5.3
2.4 Change in reserve money (M0)	Percent	17.6	10.1	11.1	17.5	15.6	0.3
2.5 Total credit to GDP ratio <sup>1</sup>	Percent	17.2	18.0	18.2	20.2	22.4	20.1
2.6 Non-governmentsector credit to GDP ratio <sup>1</sup>	Percent	14.4	14.7	14.6	15.6	17.1	16.0
2.7 Ratio of credit to non-government sector to total credit	Percent	83.8	81.7	80.3	77.3	76.0	79.5
2.8 12-Months deposit rate <sup>2</sup>	Percent	8.0	11.3	11.6	10.8	10.8	11.5
2.9 Overall treasury bill rate <sup>2</sup>	Percent	8.3	13.6	14.2	13.6	12.9	16.2
2.10 Long-term lending rate <sup>2</sup>	Percent	14.8	16.0	15.7	16.2	15.3	15.6
<b>Balance of payments</b>							
3.1 Exports of goods (f.o.b)	Mill. USD	5,097.9	5,889.2	5,258.1	5,194.1	5,402.3	5,697.3
3.2 Imports of goods (f.o.b)	Mill. USD	-9,827.5	-10,319.1	-11,029.1	-10,917.8	-9,843.1	-8,463.6
3.3 Trade balance	Mill. USD	-4,729.6	-4,429.9	-5,771.1	-5,723.7	-4,440.7	-2,766.3
3.4 Current account balance	Mill. USD	-3,768.9	-3,768.9	-4,955.7	-5,343.7	-3,962.9	-2,005.2
3.5 Overall balance	Mill. USD	-202.0	326.2	507.9	-251.8	-199.1	305.5
3.6 Gross official reserves	Mill. USD	3,744.6	4,068.1	4,689.7	4,377.2	4,093.7	4,325.6
3.7 Reserves months of imports (of goods and services)	Months	4.1	4.1	4.6	4.7	5.2	3.9
3.8 Exchange rate:							
Annual average	TZS/USD	1,557.4	1,571.7	1,598.7	1,652.5	1,985.4	2,177.1
End of period	TZS/USD	1,566.7	1,571.6	1,574.0	1,725.8	2,148.5	2,172.6
		<b>2011/12</b>	<b>2012/13</b>	<b>2013/14</b>	<b>2014/15</b>	<b>2015/16</b>	<b>2016/17<sup>p</sup></b>
<b>Public finance</b>							
4.1 Current revenue to GDP ratio <sup>1</sup>	Percent	12.6	12.8	13.5	12.9	14.3	15.4
4.2 Grants to GDP ratio <sup>1</sup>	Percent	3.2	2.1	2.1	1.2	0.5	0.7
4.3 Current expenditure to GDP ratio <sup>1</sup>	Percent	12.2	13.7	13.3	12.8	13.8	11.0
4.4 Development expenditure to GDP ratio <sup>1</sup>	Percent	6.6	5.5	5.2	4.4	4.5	6.7
4.5 Budget balance to GDP ratio (excluding grants) <sup>1</sup>	Percent	-6.2	-6.5	-5.0	-4.3	-4.0	-2.3
4.6 Budget balance to GDP ratio (including grants) <sup>1</sup>	Percent	-3.6	-4.2	-3.3	-3.3	-3.5	-1.8
<b>Total external debt stock</b>							
5.1 Disbursed debt	Mill. USD	9,594.8	10,876.5	13,255.2	14,575.9	16,484.7	17,357.5
5.2 Interest	Mill. USD	8,165.5	9,419.9	11,758.6	13,322.3	14,991.6	15,978.1
	Mill. USD	1,429.3	1,456.6	1,496.6	1,253.6	1,493.1	1,379.4

Source: Bank of Tanzania

Note: <sup>1</sup> Calculated on the basis of GDP at current market prices, GNDI stands for Gross National Disposable Income, <sup>2</sup> annual average, r denotes revised data, P provisional data



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

	Million of TZS				
	Budget 2016/17	July 2016 - June 2017		June 2017	
		Estimate	Actual	Estimate	Actual
<b>Total revenue (including LGAs)</b>	<b>18,463,532.6</b>	<b>18,463,532.6</b>	<b>16,639,831.5</b>	<b>1,831,473.0</b>	<b>1,734,403.0</b>
<b>Central government revenue</b>	<b>17,798,118.0</b>	<b>17,798,118.0</b>	<b>16,128,113.5</b>	<b>1,776,021.8</b>	<b>1,662,615.5</b>
Tax revenue	15,079,513.8	15,079,513.8	14,055,172.6	1,549,154.6	1,378,937.1
Taxes on imports	5,773,716.4	5,773,716.4	5,092,870.6	506,415.5	417,773.3
Sales/VAT and excise on local goods	2,928,020.0	2,928,020.0	3,037,847.3	216,186.6	253,585.9
Drawings from EPA	0.0	0.0	0.0	0.0	0.0
Income taxes	5,316,326.5	5,316,326.5	4,829,602.6	739,807.0	635,516.2
Other taxes	1,061,450.9	1,061,450.9	1,094,852.1	86,745.6	72,061.7
Non- tax revenue	2,718,604.2	2,718,604.2	2,072,940.9	226,867.1	283,678.4
LGA own sources	665,414.6	665,414.6	511,718.0	55,451.2	71,787.5
<b>Total expenditure<sup>1</sup></b>	<b>24,796,623.0</b>	<b>24,796,623.2</b>	<b>19,657,355.1</b>	<b>2,388,635.8</b>	<b>2,506,427.2</b>
Recurrent expenditure	12,976,120.0	12,976,120.1	12,266,930.8	1,027,594.2	1,224,940.3
Wages and salaries	6,600,000.0	6,600,000.0	6,367,146.8	551,642.8	522,164.0
Interest payments	1,709,922.2	1,709,922.3	1,715,429.2	78,753.9	129,581.4
Domestic	1,089,150.2	1,089,150.2	1,215,582.1	54,822.7	100,495.7
Foreign	620,772.0	620,772.1	499,847.1	23,931.3	29,085.7
Other goods, services and transfers	4,666,197.8	4,666,197.8	4,184,354.8	397,197.5	573,194.8
Development expenditure and net lending	11,820,503.0	11,820,503.1	7,390,424.3	1,361,041.6	1,281,486.9
Local	8,702,697.5	8,702,697.5	5,141,118.7	1,361,041.6	1,281,486.9
Foreign	3,117,805.5	3,117,805.6	2,249,305.6	0.0	0.0
<b>Balance before grants</b>	<b>-6,333,090.4</b>	<b>-6,333,090.6</b>	<b>-3,017,523.6</b>	<b>-557,162.8</b>	<b>-772,024.1</b>
<b>Grants</b>	<b>1,423,055.3</b>	<b>1,423,054.9</b>	<b>911,977.9</b>	<b>0.0</b>	<b>154,426.2</b>
Program	179,324.6	179,324.6	190,476.9	0.0	154,426.2
Project	1,065,055.5	1,065,055.0	600,948.7	0.0	0.0
Basket funds	178,675.3	178,675.3	120,552.3	0.0	0.0
MDRI/MCA(T)	0.0	0.0	0.0	0.0	0.0
<b>Balance (cheques issued) after grants</b>	<b>-4,910,035.1</b>	<b>-4,910,035.7</b>	<b>-2,105,545.8</b>	<b>-557,162.8</b>	<b>-617,598.0</b>
Expenditure float	0.0	0.0	-59,647.1	0.0	0.0
Adjustments to cash and other items (net)	0.0	0.0	272,803.6	0.0	498,623.4
<b>Overall balance</b>	<b>-4,910,035.1</b>	<b>-4,910,035.7</b>	<b>-1,892,389.3</b>	<b>-557,162.8</b>	<b>-118,974.5</b>
<b>Financing:</b>	<b>4,910,035.1</b>	<b>4,910,035.7</b>	<b>1,892,389.3</b>	<b>557,162.8</b>	<b>118,974.5</b>
<b>Foreign financing (net)</b>	<b>3,312,878.6</b>	<b>3,312,878.6</b>	<b>2,003,251.3</b>	<b>198,560.0</b>	<b>931,403.6</b>
Loans	4,278,746.6	4,278,746.8	2,906,682.0	224,944.8	964,421.8
Program loans	303,677.0	303,677.0	152,117.6	224,944.8	76,774.3
Development project loans	3,781,597.9	3,781,597.8	2,550,707.0	0.0	887,647.5
o/w: Non-concessional Borrowing	2,100,994.8	2,100,994.7	1,226,759.8	0.0	887,647.5
Basket support	193,471.7	193,472.0	203,857.4	0.0	0.0
Amortization	-965,868.0	-965,868.2	-903,430.8	-26,384.8	-33,018.2
<b>Domestic (net)<sup>2</sup></b>	<b>1,597,156.5</b>	<b>1,597,157.1</b>	<b>-110,862.0</b>	<b>358,602.7</b>	<b>-812,429.1</b>
<b>Bank and non bank financing</b>	<b>1,597,156.5</b>	<b>1,597,157.1</b>	<b>-110,862.0</b>	<b>358,602.7</b>	<b>-812,429.1</b>
Bank borrowing	1,437,390.5	1,597,157.1	-1,100,145.0	358,602.7	-1,061,013.3
Non-bank (net of amortization)	159,766.0	0.0	989,283.0	0.0	248,584.3
Borrowing/roll-over	3,777,112.2	3,777,112.0	4,615,670.4	197,165.0	355,698.0
Domestic and contingent debt amortization	-3,777,112.2	-3,777,112.0	-4,615,670.4	-197,165.0	-355,698.0

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) and NDF - Net Domestic Financing



**Table A3: Depository Corporations Survey**

Items	Billions of TZS																										
	June-15	Jul-15	Aug-15	Sep-15	Oct-15	Nov-15	Dec-15	Jan-16	Feb-16	Mar-16	Apr-16	May-16	Jun-16	Jul-16	Aug-16	Sep-16	Oct-16	Nov-16	Dec-16	Jan-17	Feb-17	Mar-17	Apr-17	May-17	Jun-17		
<b>Net foreign assets</b>	8,027.7	8,524.5	8,842.9	8,660.4	8,452.7	8,306.9	8,244.0	8,040.7	7,939.5	7,529.9	7,477.4	7,579.0	7,472.2	7,755.8	7,878.9	7,737.2	7,625.6	7,894.7	8,090.9	8,376.8	8,526.9	8,514.2	8,023.1	8,024.3	8,675.1	9,024.3	9,675.1
Bank of Tanzania	7,443.8	7,516.2	7,634.4	7,282.3	7,375.4	7,443.8	7,528.2	7,444.0	7,477.4	7,316.3	7,075.6	7,203.8	7,146.1	7,207.3	7,668.3	7,693.6	7,616.1	8,061.1	8,304.1	8,484.8	8,580.5	8,850.0	8,702.3	8,663.9	10,118.8	10,663.9	11,118.8
Other depository corporations	583.9	1,008.4	1,208.5	1,388.1	1,077.4	863.2	715.9	596.8	462.1	213.5	401.8	375.2	326.1	548.5	210.6	43.6	9.5	-166.4	-95.1	-86.0	-53.6	-335.8	-679.2	-639.6	-443.7	-443.7	
<b>Net domestic assets</b>	11,936.6	12,307.2	12,546.1	12,621.4	13,236.8	13,238.7	13,871.3	13,738.2	14,070.1	14,118.6	14,523.8	14,673.4	15,034.0	14,511.2	14,592.9	14,548.7	14,706.9	14,736.1	14,668.8	14,404.6	13,852.5	14,126.0	14,810.7	15,378.7	14,206.3	14,206.3	14,206.3
Domestic claims	17,696.9	18,543.8	19,084.2	19,284.5	19,885.3	19,953.6	20,374.4	20,410.2	20,814.7	20,969.3	21,479.8	21,727.8	21,889.2	21,254.1	21,363.6	21,340.1	21,447.2	21,353.0	20,890.9	20,921.3	20,790.0	20,717.2	21,418.6	22,002.2	21,002.1	21,002.1	21,002.1
Claims on central government (net)	3,707.0	4,095.8	4,418.2	4,405.6	4,781.4	4,747.7	4,861.6	4,645.8	4,851.0	4,865.9	5,314.4	5,334.6	5,229.2	4,604.3	4,677.7	4,717.3	4,792.8	4,721.1	4,282.0	4,349.1	4,087.9	4,030.9	4,691.7	5,190.1	4,129.1	4,129.1	
Claims on central government	6,378.9	6,280.9	6,662.1	6,660.5	6,878.4	6,850.9	7,012.8	6,958.4	7,201.3	7,088.4	7,377.2	7,533.6	7,310.1	7,032.8	7,156.6	6,927.7	7,091.3	6,992.2	7,166.9	7,545.4	7,788.5	7,648.2	7,937.8	8,248.8	8,664.1	8,664.1	
Liabilities to central government	2,671.9	2,185.2	2,243.9	2,254.8	2,097.0	2,103.2	2,131.1	2,312.6	2,350.4	2,202.4	2,062.8	2,199.1	2,080.9	2,428.5	2,478.9	2,210.4	2,298.5	2,271.1	2,884.9	3,196.3	3,700.6	3,617.3	3,246.2	3,058.7	4,538.0	4,538.0	
Claims on non-government sector	13,968.8	14,448.1	14,666.0	14,878.8	15,103.9	15,205.9	15,492.7	15,764.4	15,963.8	16,083.3	16,165.4	16,393.2	16,659.9	16,649.8	16,686.0	16,622.8	16,654.4	16,631.9	16,608.9	16,572.2	16,642.0	16,686.3	16,726.9	16,812.1	16,873.0	16,873.0	
Other items (net)	-5,760.3	-6,236.7	-6,538.1	-6,663.1	-6,648.5	-6,714.9	-6,503.1	-6,672.0	-6,744.6	-6,850.6	-6,956.0	-7,054.3	-6,855.2	-6,742.9	-6,770.7	-6,791.4	-6,740.2	-6,617.0	-6,222.0	-6,516.6	-6,877.4	-6,591.2	-6,607.8	-6,622.4	-6,795.8	-6,795.8	
<b>Broad money liabilities</b>	19,964.3	20,831.7	21,388.9	21,281.8	21,689.5	21,545.6	22,115.3	21,778.9	22,009.6	21,648.5	22,001.2	22,252.4	22,506.2	22,267.0	22,471.8	22,285.9	22,332.5	22,630.8	22,877.9	22,783.4	22,379.4	22,640.2	22,833.8	23,404.1	23,881.4	23,881.4	
Currency outside depository corporations	3,543.8	3,626.8	3,684.8	3,642.3	3,789.3	3,732.1	3,678.5	3,542.1	3,452.0	3,466.1	3,452.9	3,522.7	3,739.7	3,773.1	3,721.2	3,672.0	3,550.5	3,581.1	3,608.7	3,472.0	3,412.5	3,394.6	3,369.0	3,416.4	3,621.1	3,621.1	
Transferable deposits	8,362.1	8,745.2	9,208.4	9,102.7	9,232.3	9,165.3	9,501.1	9,281.1	9,410.9	9,304.3	9,587.2	9,694.9	9,679.7	9,581.3	9,782.7	9,513.7	9,744.2	9,813.0	10,065.8	10,300.2	10,154.3	9,958.0	10,215.4	10,734.5	10,993.6	10,993.6	
Non-transferable (other) deposits	8,058.4	8,459.7	8,495.7	8,538.8	8,667.8	8,648.2	8,935.8	8,955.7	9,146.6	8,878.1	8,961.1	9,034.9	9,086.7	8,912.6	8,968.0	9,100.3	9,037.8	9,236.6	9,203.3	9,011.2	8,812.5	9,287.6	9,249.4	9,253.2	9,278.8	9,278.8	
<b>Memorandum items:</b>																											
<b>Monetary aggregates</b>																											
<b>Reserve money (M0)</b>	6,575.6	6,709.8	6,776.0	6,538.2	6,677.2	6,829.6	6,833.1	6,617.9	6,350.4	6,522.6	6,434.1	6,464.7	6,772.7	6,565.1	6,733.6	6,619.0	6,536.9	6,930.2	6,854.4	6,562.5	6,484.8	6,356.7	6,486.3	6,565.5	6,833.6	6,833.6	
<b>Extended broad money (M3)</b>	19,964.3	20,831.7	21,388.9	21,281.8	21,689.5	21,545.6	22,115.3	21,778.9	22,009.6	21,648.5	22,001.2	22,252.4	22,506.2	22,267.0	22,471.8	22,285.9	22,332.5	22,630.8	22,877.9	22,783.4	22,379.4	22,640.2	22,833.8	23,404.1	23,881.4	23,881.4	
Deposits in foreign Currency (FCD)	5,663.2	6,174.2	6,473.3	6,424.5	6,413.9	6,132.9	6,335.2	6,359.2	6,285.1	6,160.9	6,233.7	6,429.4	6,332.0	6,447.3	6,523.7	6,312.6	6,299.3	6,207.2	6,257.5	6,357.0	6,379.6	6,227.8	5,995.6	6,115.2	6,180.6	6,180.6	
FCD in millions of USD	2,803.1	2,959.2	3,033.7	2,989.5	2,960.7	2,853.7	2,943.6	2,920.8	2,883.7	2,826.6	2,861.0	2,946.2	2,906.1	2,858.8	2,997.3	2,901.9	2,896.1	2,859.2	2,880.2	2,861.0	2,865.5	2,800.4	2,691.9	2,742.9	2,771.4	2,771.4	
<b>Broad money (M2)</b>	14,301.1	14,657.5	14,915.7	14,857.3	15,275.6	15,412.7	15,780.1	15,419.7	15,724.4	15,487.6	15,767.5	15,823.0	16,174.2	15,819.6	15,948.1	15,973.3	16,033.2	16,423.6	16,620.3	16,426.4	15,999.8	16,412.4	16,838.2	17,288.8	17,700.8	17,700.8	
Other deposits in national currency (i.e. savings and time deposits)	5,621.6	5,830.4	5,803.1	5,864.8	6,015.3	6,014.1	6,204.4	6,184.3	6,426.4	6,198.4	6,252.8	6,316.8	6,341.8	6,217.1	6,263.4	6,415.8	6,405.4	6,586.7	6,402.6	6,134.5	6,697.5	6,728.6	6,771.3	6,828.1	6,828.1		
<b>Narrow money (M1)</b>	8,679.4	8,827.1	9,112.5	8,992.5	9,260.3	9,398.6	9,575.7	9,235.4	9,298.0	9,289.2	9,514.7	9,506.2	9,832.3	9,602.5	9,684.7	9,557.5	9,627.8	9,836.9	10,083.8	10,023.8	9,865.3	9,714.9	10,109.7	10,517.5	10,872.7	10,872.7	
Currency in circulation	3,543.8	3,626.8	3,684.8	3,642.3	3,789.3	3,732.1	3,678.5	3,542.1	3,452.0	3,466.1	3,452.9	3,522.7	3,739.7	3,773.1	3,721.2	3,672.0	3,550.5	3,581.1	3,608.7	3,472.0	3,412.5	3,394.6	3,369.0	3,416.4	3,621.1	3,621.1	
Transferable deposits in national currency	5,135.7	5,200.2	5,427.7	5,350.2	5,471.0	5,666.5	5,897.2	5,693.3	5,846.0	5,823.1	6,061.8	5,983.5	6,092.6	5,829.4	5,963.6	5,885.5	6,077.3	6,255.7	6,475.1	6,551.9	6,452.8	6,320.3	6,740.7	7,101.1	7,251.6	7,251.6	

Source: Bank of Tanzania



**Table A4 : Weighted Average Interest Rate Structure**

Items	Percent												
	2016						2017						
	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun
<b>A: Domestic currency</b>													
<b>1. Interbank cash market rates</b>													
Overnight	12.76	14.40	16.34	16.15	15.51	13.23	13.69	10.07	7.93	7.42	7.19	6.81	4.08
2 to 7 days	13.21	14.61	16.54	16.50	15.94	13.49	13.24	11.72	9.33	8.73	7.03	7.50	5.66
8 to 14 days	12.62	15.00	16.67	16.51	15.00	13.50	13.64	10.60	9.27	10.56	10.13	6.97	5.58
15 to 30 days	10.50	13.00	14.56	14.50	16.34	16.34	13.00	12.00	9.83	9.97	11.00	9.75	6.06
31 to 60 days	12.00	16.00	16.00	16.00	16.50	16.50	12.86	12.50	12.50	12.50	9.00	9.00	9.00
61 to 90 days	15.00	15.00	15.00	15.00	15.00	15.00	14.60	14.60	14.60	15.75	16.75	16.75	16.75
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
<b>Overall interbank cash market rate</b>	<b>12.82</b>	<b>14.49</b>	<b>16.38</b>	<b>16.22</b>	<b>15.64</b>	<b>13.35</b>	<b>13.49</b>	<b>10.50</b>	<b>8.68</b>	<b>8.16</b>	<b>7.39</b>	<b>7.23</b>	<b>4.91</b>
<b>2. Lombard rate</b>	<b>19.13</b>	<b>21.60</b>	<b>24.51</b>	<b>24.23</b>	<b>23.27</b>	<b>19.85</b>	<b>20.54</b>	<b>15.10</b>	<b>11.89</b>	<b>11.13</b>	<b>10.79</b>	<b>10.22</b>	<b>8.02</b>
<b>3. REPO rate</b>	<b>5.13</b>	<b>5.13</b>	<b>5.13</b>	<b>5.13</b>	<b>5.13</b>	<b>5.13</b>	<b>5.13</b>	<b>6.92</b>	<b>6.92</b>	<b>6.92</b>	<b>3.82</b>	<b>2.91</b>	<b>2.23</b>
<b>4. Treasury bills rates</b>													
35 days	7.32	7.35	7.33	7.34	7.26	7.00	6.80	6.82	6.50	6.50	6.79	6.53	5.35
91 days	7.28	7.56	7.50	7.46	7.51	7.28	7.09	7.14	7.06	7.20	7.10	6.77	5.53
182 days	15.06	15.67	15.71	15.45	15.51	14.91	14.54	14.51	14.26	13.78	13.02	10.01	7.13
364 days	15.38	15.94	15.88	15.85	16.15	15.94	15.80	15.78	15.52	15.14	14.01	10.99	8.65
<b>Overall treasury bills rate</b>	<b>14.98</b>	<b>15.76</b>	<b>15.75</b>	<b>15.68</b>	<b>15.72</b>	<b>15.34</b>	<b>15.12</b>	<b>15.27</b>	<b>15.02</b>	<b>14.52</b>	<b>13.51</b>	<b>10.44</b>	<b>7.64</b>
<b>5. Treasury bonds rates</b>													
2-years	17.29	17.29	17.39	17.39	17.66	17.66	17.67	17.67	17.67	17.61	17.61	16.22	16.22
5-years	17.07	17.78	17.78	17.87	17.87	17.96	17.96	17.96	17.68	17.68	17.92	17.92	17.92
7-years	17.46	17.46	17.91	17.91	17.91	18.34	18.34	18.44	18.44	18.42	18.42	16.48	16.48
10-years	17.96	17.96	17.96	17.63	17.63	17.63	17.63	18.56	18.56	18.56	18.56	18.56	14.76
15-years	18.75	18.94	18.94	18.87	18.87	18.87	18.73	18.73	18.78	18.78	18.88	18.88	18.88
<b>6. Discount rate</b>	<b>16.00</b>	<b>16.00</b>	<b>16.00</b>	<b>16.00</b>	<b>16.00</b>	<b>16.00</b>	<b>16.00</b>	<b>16.00</b>	<b>16.00</b>	<b>12.00</b>	<b>12.00</b>	<b>12.00</b>	<b>12.00</b>
<b>7. Savings deposit rate</b>	<b>3.40</b>	<b>3.37</b>	<b>3.40</b>	<b>3.42</b>	<b>3.44</b>	<b>3.11</b>	<b>3.08</b>	<b>3.12</b>	<b>3.17</b>	<b>3.17</b>	<b>3.20</b>	<b>3.17</b>	<b>3.17</b>
<b>8. Overall time deposits rate</b>	<b>10.21</b>	<b>9.97</b>	<b>8.78</b>	<b>9.02</b>	<b>9.24</b>	<b>8.56</b>	<b>8.78</b>	<b>8.99</b>	<b>10.32</b>	<b>10.89</b>	<b>10.32</b>	<b>10.14</b>	<b>10.31</b>
1 month	10.56	11.25	10.33	9.75	9.96	7.72	7.76	9.56	12.13	11.07	11.50	11.95	11.07
2 months	11.64	11.18	10.17	9.29	10.35	9.71	9.08	9.86	11.64	12.77	12.37	11.45	11.11
3 months	11.00	10.62	9.52	10.96	10.44	10.16	11.44	11.39	10.82	12.37	11.40	11.37	12.01
6 months	10.65	9.68	9.19	10.03	10.51	10.09	10.01	9.56	10.08	11.61	11.63	11.14	11.48
12 months	12.39	12.40	11.50	11.46	11.42	10.90	11.03	10.79	12.12	12.03	12.14	11.99	12.14
24 months	12.65	12.00	8.07	8.56	8.81	8.30	9.35	8.77	12.18	13.00	9.83	9.82	11.03
<b>9. Negotiated deposit rate</b>	<b>11.23</b>	<b>11.85</b>	<b>11.83</b>	<b>11.96</b>	<b>11.70</b>	<b>12.04</b>	<b>11.28</b>	<b>10.94</b>	<b>11.98</b>	<b>12.75</b>	<b>12.59</b>	<b>12.77</b>	<b>12.61</b>
<b>10. Overall lending rate</b>													
Short-term (up to 1year)	13.70	13.31	13.37	13.23	13.37	12.84	12.87	14.16	18.43	18.07	17.65	19.12	18.17
Medium-term (1-2 years)	17.09	16.59	16.62	16.94	16.47	16.36	16.65	16.74	18.54	18.48	18.48	19.14	19.00
Medium-term (2-3 years)	16.11	15.87	15.86	15.67	15.88	15.72	16.23	16.04	17.94	17.33	18.98	17.35	17.04
Long-term (3-5 years)	15.62	15.59	15.66	15.79	15.43	15.59	15.15	15.41	17.69	17.19	18.90	17.57	17.51
Term Loans (over 5 years)	17.62	17.41	17.48	17.54	17.57	17.75	17.42	17.71	15.69	15.72	15.53	14.94	15.29
<b>11. Negotiated lending rate</b>	<b>12.10</b>	<b>12.03</b>	<b>11.87</b>	<b>12.25</b>	<b>12.32</b>	<b>13.05</b>	<b>12.54</b>	<b>13.41</b>	<b>17.09</b>	<b>17.25</b>	<b>15.30</b>	<b>16.85</b>	<b>17.29</b>
<b>B: Foreign currency</b>													
<b>1. Deposits rates</b>													
<b>Savings deposits rate</b>	<b>1.60</b>	<b>1.41</b>	<b>1.41</b>	<b>1.42</b>	<b>1.41</b>	<b>1.45</b>	<b>1.68</b>	<b>1.26</b>	<b>0.96</b>	<b>0.82</b>	<b>0.74</b>	<b>0.82</b>	<b>0.29</b>
<b>Overall time deposits rate</b>	<b>2.29</b>	<b>2.69</b>	<b>2.33</b>	<b>2.46</b>	<b>2.41</b>	<b>2.52</b>	<b>2.91</b>	<b>2.06</b>	<b>3.95</b>	<b>3.35</b>	<b>3.73</b>	<b>3.10</b>	<b>4.01</b>
1-months	2.96	1.77	1.66	2.11	2.58	2.80	3.05	2.23	3.52	2.74	3.26	3.63	3.17
2-months	2.34	3.46	2.24	3.06	2.90	2.84	3.40	1.76	4.46	3.33	4.28	2.67	4.94
3-months	1.70	2.57	3.07	2.92	2.71	3.03	3.92	2.11	3.59	3.15	3.59	0.71	4.26
6-months	2.30	2.69	2.84	2.52	2.17	2.17	1.71	2.05	4.48	3.18	4.10	4.84	3.97
12-months	2.15	2.96	1.81	1.68	1.69	1.75	2.46	2.16	3.70	4.37	3.44	3.65	3.70
<b>2. Overall lending rate</b>	<b>6.92</b>	<b>7.42</b>	<b>7.43</b>	<b>7.35</b>	<b>7.39</b>	<b>7.49</b>	<b>7.07</b>	<b>7.30</b>	<b>8.54</b>	<b>8.57</b>	<b>8.49</b>	<b>8.28</b>	<b>8.47</b>
Short-term (up to 1year)	5.04	5.39	5.43	5.28	5.36	6.19	4.49	5.97	9.32	9.29	8.70	9.26	9.28
Medium-term (1-2 years)	7.76	7.92	7.97	7.82	7.83	7.83	7.87	7.63	7.89	7.85	8.23	7.66	7.79
Medium-term (2-3 years)	7.76	8.13	8.11	8.07	8.08	7.50	7.39	7.33	8.32	8.61	8.26	8.43	8.85
Long-term (3-5 years)	6.55	6.75	6.74	6.75	6.77	6.97	6.70	6.71	8.31	8.27	8.37	8.21	8.19
<b>Term loans (over 5 years)</b>	<b>7.47</b>	<b>8.94</b>	<b>8.92</b>	<b>8.84</b>	<b>8.92</b>	<b>8.95</b>	<b>8.92</b>	<b>8.88</b>	<b>8.84</b>	<b>8.83</b>	<b>8.88</b>	<b>7.82</b>	<b>8.25</b>

Source: Bank of Tanzania



**Table A5: Tanzania Balance of Payments**

	Millions USD				
Item	2012	2013	2014	2015 <sup>r</sup>	2016 <sup>p</sup>
<b>A. Current Account</b>	<b>-3,759.9</b>	<b>-4,988.5</b>	<b>-5,343.8</b>	<b>-4,158.6</b>	<b>-2,126.3</b>
Goods: exports f.o.b.	5,889.2	5,258.1	5,194.1	5,413.0	5,707.4
Traditional	956.7	868.9	828.8	793.3	885.6
Nontraditional	4,164.4	3,703.3	3,798.6	4,127.6	4,302.9
o/w Gold	2,117.4	1,644.8	1,324.1	1,183.3	1,449.4
Unrecorded trade	768.2	685.8	566.8	492.1	518.9
Goods: imports f.o.b.	-10,319.1	-11,029.1	-10,917.8	-9,843.1	-8,463.6
<b>Balance on Goods</b>	<b>-4,429.9</b>	<b>-5,771.1</b>	<b>-5,723.7</b>	<b>-4,430.0</b>	<b>-2,756.3</b>
Services: credit	2,786.4	3,201.7	3,396.0	3,412.4	3,607.5
Transport	641.1	811.8	902.6	1,024.9	1,061.8
Travel	1,712.7	1,880.4	2,010.1	1,902.0	2,131.6
Other	432.6	509.5	483.2	485.5	414.1
Services: debit	-2,358.9	-2,488.5	-2,668.7	-2,669.7	-2,231.4
Transport	-1,046.9	-1,137.8	-1,163.0	-1,087.6	-948.7
Travel	-967.0	-1,033.9	-1,101.6	-1,195.3	-922.3
Other	-344.9	-316.7	-404.1	-386.8	-360.4
<b>Balance on Services</b>	<b>427.5</b>	<b>713.2</b>	<b>727.3</b>	<b>742.6</b>	<b>1,376.1</b>
<b>Balance on Goods and Services</b>	<b>-4,002.4</b>	<b>-5,057.9</b>	<b>-4,996.4</b>	<b>-3,687.4</b>	<b>-1,380.2</b>
Primary Income: credit	131.1	130.1	118.4	110.3	98.5
o/w Investment income	109.6	99.9	86.5	87.8	67.6
Compensation of employees	21.4	30.2	31.9	22.5	31.0
Primary Income: debit	-705.1	-835.8	-943.1	-1,060.9	-1,208.3
o/w Direct investment income	-560.2	-617.0	-740.3	-776.4	-779.9
Interest payments	-84.1	-148.2	-150.9	-248.6	-379.9
Compensation of employees	-57.0	-67.9	-49.1	-33.2	-46.1
<b>Balance on Primary Income</b>	<b>-574.0</b>	<b>-705.7</b>	<b>-824.7</b>	<b>-950.6</b>	<b>-1,109.7</b>
<b>Balance on Goods, Services and Primary Income</b>	<b>-4,576.4</b>	<b>-5,763.6</b>	<b>-5,821.1</b>	<b>-4,638.0</b>	<b>-2,489.9</b>
Secondary Income: credit	922.0	836.9	535.5	559.6	434.8
Government	553.3	485.2	177.9	194.3	63.3
o/w Miscellaneous current transfers (Multilateral HIPC relief)	0.0	0.0	0.0	0.0	0.0
Financial corporations, nonfinancial corporations, households and NPISHs	368.7	351.7	357.6	365.3	371.6
o/w Personal transfers	368.7	351.7	357.6	365.3	371.6
Secondary Income: debit	-105.4	-61.8	-58.2	-80.2	-71.2
<b>Balance on Secondary Income</b>	<b>816.5</b>	<b>775.1</b>	<b>477.3</b>	<b>479.4</b>	<b>363.6</b>
<b>B. Capital Account</b>	<b>777.2</b>	<b>658.8</b>	<b>522.2</b>	<b>354.4</b>	<b>420.4</b>
Capital transfers credit	777.2	658.8	522.2	354.4	420.4
General Government	713.6	595.2	457.9	290.3	357.3
Other Capital Transfer (Investment grant)	713.6	595.2	457.9	290.3	357.3
Financial corporations, nonfinancial corporations, households and NPISHs	63.6	63.6	64.2	64.0	63.2
Capital transfers:debit	0.0	0.0	0.0	0.0	0.0
<b>Total, Groups A plus B</b>	<b>-2,982.7</b>	<b>-4,329.7</b>	<b>-4,821.7</b>	<b>-3,804.2</b>	<b>-1,705.9</b>
<b>C. Financial Account, excl. reserves and related items</b>	<b>-3,879.6</b>	<b>-5,021.0</b>	<b>-3,500.9</b>	<b>-2,918.3</b>	<b>-2,217.7</b>
Direct investments	-1,799.6	-2,087.3	-1,672.6	-1,604.6	-1,365.4
Direct investment abroad	0.0	0.0	0.0	0.0	0.0
Direct investment in Tanzania	1,799.6	2,087.3	1,672.6	1,604.6	1,365.4
Portfolio investment	-6.1	-4.5	-11.5	-27.6	5.0
Other investment	-2,073.9	-2,929.3	-1,816.9	-1,286.1	-857.4
Assets	-220.6	186.4	-29.4	331.7	-129.1
Loans (Deposit-taking corporations, except the central bank)	-37.2	-0.1	-24.5	186.8	-95.8
Currency and deposits	-183.3	186.6	-4.9	144.9	-33.3
Deposit-taking corporations, except the central bank	-156.3	-20.7	-87.9	69.5	-150.1
Other sectors	-27.0	207.3	83.0	75.4	116.8
Other assets	0.0	0.0	0.0	0.0	0.0
Liabilities	1,853.4	3,115.7	1,787.5	1,617.8	728.2
Trade credits	0.2	0.8	-1.0	-0.1	0.2
Loans	1,820.3	2,927.6	1,774.0	1,715.3	797.3
Monetary Authority	0.0	0.0	0.0	0.0	0.0
General government	971.2	1,750.8	1,337.4	1,247.0	277.8
Drawings	1,022.8	1,834.4	1,476.8	1,440.7	724.3
Repayments	-51.6	-83.6	-139.3	-193.8	-446.5
Banks	30.6	188.5	14.6	97.3	209.2
Other sectors	818.6	988.3	422.0	371.0	310.3
Drawings	872.3	1,070.6	494.5	547.4	453.3
Repayments	-53.7	-82.3	-72.5	-176.4	-142.9
Currency and deposits	32.8	187.3	14.4	-97.5	-69.3
<b>Total, Groups A through C</b>	<b>-6,862.3</b>	<b>-9,350.7</b>	<b>-8,322.6</b>	<b>-6,722.5</b>	<b>-3,923.6</b>
<b>D. Net Errors and Omissions</b>	<b>-570.8</b>	<b>-183.4</b>	<b>1,068.9</b>	<b>686.8</b>	<b>-206.3</b>
Overall balance (Total, Groups A through D)	326.2	507.9	-251.8	-199.1	305.5
<b>E. Reserves and Related Items</b>	<b>326.2</b>	<b>507.9</b>	<b>-251.8</b>	<b>-199.1</b>	<b>305.5</b>
Reserve assets	324.7	621.4	-307.3	-273.7	232.2
Use of Fund credit and loans	1.5	-113.5	55.5	74.6	73.3
<b>Memorandum items</b>					
GDP(mp) billions of TZS	61,434.2	70,953.2	79,718.4	90,863.8	103,744.6
GDP(mp) millions of USD	39,087.6	44,382.8	48,240.9	45,766.1	47,653.3
CAB/GDP	-9.6	-11.2	-11.1	-9.1	-4.5
CAB/GDP (excl. current official transfers)	-11.0	-12.3	-11.4	-9.5	-4.6
Gross Official Reserves	4,068.1	4,689.7	4,377.2	4,093.7	4,325.6
Months of Imports	3.6	4.1	4.2	4.6	4.2
Months of Imports(Excluding FDI related imports)	4.1	4.6	4.7	5.1	4.7
Exchange rate (end of period)	1,571.6	1,574.0	1,725.8	2,148.5	2,172.6
Exchange rate (annual average)	1,571.7	1,598.7	1,652.5	1,985.4	2,177.1

Source: Bank of Tanzania

Notes: p denotes provisional data; r, revised data; and o/w, of which



Table A6(i): National Consumer Price Index (Urban and Rural), Twelve-Month Percentage Change (Main Group)

Base: Dec 2015 = 100, from Jan 2015

Weight (%)	Headline overall index	Food and non-alcoholic beverages <sup>1</sup>			Transport		Housing, water, electricity, gas and other fuel		Furnishing, housing equipment and routine maintenance		Clothing and footwear		Restaurants and hotels		Miscel. goods and services		Alcohol and tobacco		Communication		Education		Recreation and culture		Health	
		100	47.8	9.5	9.2	6.7	6.7	6.7	6.4	4.5	3.3	2.1	1.7	1.3	0.9	100	38.5	12.5	11.6	6.3	8.3	4.2	3.1	5.6	1.5	1.6
2014-Jan	6.0	6.0	8.9	14.9	2.0	3.9	1.7	4.1	7.1	0.5	5.9	0.6	1.8													
Feb	6.0	6.2	9.0	13.3	1.8	3.5	1.5	4.6	7.1	0.5	5.3	1.2	2.0													
Mar	6.1	7.2	8.7	9.0	1.8	3.3	1.7	5.2	7.1	0.5	5.3	1.3	2.1													
Apr	6.3	7.8	5.3	9.2	2.5	3.2	2.2	7.7	6.8	0.7	5.3	0.6	3.6													
May	6.5	8.7	2.3	8.3	2.4	3.1	2.6	8.3	6.6	0.7	5.3	0.8	3.6													
Jun	6.4	8.1	2.7	11.3	2.2	2.9	2.6	8.1	5.4	1.6	5.3	0.8	4.2													
Jul	6.5	8.1	2.4	11.7	2.1	2.8	2.4	6.8	4.7	1.1	5.1	0.6	3.9													
Aug	6.7	8.8	2.1	10.3	2.0	2.4	2.7	6.6	4.6	1.0	5.1	0.5	4.0													
Sep	6.6	8.5	2.0	10.7	1.7	2.2	4.1	5.6	5.0	0.7	5.1	0.6	4.7													
Oct	5.9	7.1	1.6	10.8	1.5	2.7	3.6	5.5	5.4	0.7	5.1	0.7	4.6													
Nov	5.8	7.0	1.6	11.3	1.4	2.8	3.2	5.6	5.4	0.6	5.1	0.7	4.6													
Dec	4.8	5.7	0.5	7.8	1.2	3.2	3.5	5.3	5.5	0.4	5.1	0.6	4.5													
2015-Jan	4.0	4.9	0.0	4.9	1.5	3.1	3.6	5.3	5.4	0.5	5.1	0.6	4.7													
Feb	4.2	4.9	-1.4	6.6	1.5	3.4	5.2	5.2	5.4	0.7	2.2	0.7	4.4													
Mar	4.3	5.9	-2.4	3.6	1.0	3.7	5.1	4.8	5.4	0.6	2.2	0.3	3.2													
Apr	4.5	7.1	-2.3	0.6	0.3	3.6	5.3	1.6	5.3	0.6	3.3	0.3	2.1													
May	5.3	8.5	5.0	2.0	0.9	4.1	4.8	1.4	5.2	0.9	3.5	0.9	2.3													
Jun	6.1	10.1	-1.3	1.0	0.9	4.5	4.3	1.1	5.9	-0.1	3.3	1.5	1.9													
Jul	6.4	10.6	-0.5	0.2	1.6	4.5	5.6	1.6	3.4	-0.2	3.3	1.3	2.8													
Aug	6.4	10.2	0.9	0.2	1.9	5.3	5.2	1.8	2.6	-0.4	3.3	1.5	3.0													
Sep	6.1	9.6	0.7	1.3	2.2	4.6	3.7	2.5	2.0	0.0	3.3	3.3	2.4													
Oct	6.3	10.2	-0.1	1.3	2.0	4.5	3.9	3.0	1.2	0.2	3.3	3.3	2.9													
Nov	6.6	11.2	-0.2	-1.7	2.4	4.5	4.4	3.3	1.1	0.2	3.3	3.2	3.3													
Dec	6.8	11.1	1.0	-0.3	3.0	4.1	3.9	3.4	1.2	0.4	3.3	3.2	4.0													
<b>Weight (%)</b>	<b>100</b>	<b>38.5</b>	<b>12.5</b>	<b>11.6</b>	<b>6.3</b>	<b>8.3</b>	<b>4.2</b>	<b>3.1</b>	<b>3.7</b>	<b>5.6</b>	<b>1.5</b>	<b>1.6</b>	<b>2.9</b>													
2016-Jan	6.5	10.7	1.3	1.1	3.5	4.8	4.3	4.0	1.7	0.5	3.4	3.6	4.4													
Feb	5.6	9.5	2.0	0.8	3.1	4.5	2.8	3.9	1.8	0.4	3.6	3.3	6.0													
Mar	5.4	8.3	2.6	5.5	3.8	4.2	2.8	3.6	2.1	-1.0	2.6	4.1	6.2													
Apr	5.1	7.1	2.0	7.0	4.9	4.3	4.8	3.9	4.1	-1.0	2.6	4.1	6.4													
May	5.2	7.0	1.6	8.8	4.4	4.5	4.9	3.9	4.9	-0.6	2.7	3.9	6.6													
Jun	5.5	8.1	1.3	7.6	4.2	4.6	5.3	3.7	4.9	-0.6	2.7	3.4	6.8													
Jul	5.1	7.6	0.4	7.4	3.4	4.2	4.3	4.0	5.5	-0.4	2.8	3.3	6.0													
Aug	4.9	6.9	-0.4	6.8	3.6	3.7	5.2	3.9	5.2	-0.2	3.0	3.5	5.9													
Sep	4.5	6.0	-0.8	6.5	3.5	4.2	5.2	3.3	5.3	-0.4	2.9	1.2	6.0													
Oct	4.5	6.0	0.1	7.2	3.6	3.8	4.3	3.2	5.3	-0.7	2.9	1.5	5.8													
Nov	4.8	6.2	0.7	10.9	4.3	3.9	4.4	3.1	5.6	-0.6	2.9	1.8	5.5													
Dec	5.0	7.0	0.3	9.9	4.0	3.7	4.2	2.9	5.1	-0.9	2.6	1.8	4.7													
2017-Jan	5.2	7.6	0.6	9.5	3.3	3.4	3.9	2.3	5.0	-0.9	2.6	1.8	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	6.4	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													

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, from Jan 2015

Period	Food (combining food consumed at home and in restaurants)	Total non-food (all items less food) <sup>f</sup>	All items less food and energy	Energy and fuels (combining electricity and other fuels for use at home with petrol and
Weight (%)	51	49	43.3	5.7
2014-Jan	6.6	6.7	4.9	18.7
Feb	6.9	6.3	4.8	16.1
Mar	7.9	5.2	4.7	10.3
Apr	8.5	4.9	4.3	10.4
May	9.3	4.1	3.5	9.5
Jun	8.7	4.8	3.5	13.7
Jul	7.9	4.9	3.2	14.0
Aug	8.5	4.5	3.1	11.8
Sep	8.3	4.2	3.1	12.1
Oct	7.0	4.6	3.2	11.6
Nov	6.9	4.5	3.0	12.2
Dec	5.7	3.6	3.1	6.2
2015-Jan	5.0	2.7	2.8	2.4
Feb	5.1	3.0	2.7	4.4
Mar	6.1	2.0	2.5	-0.5
Apr	7.2	1.0	2.1	-4.2
May	8.4	1.4	2.1	-2.1
Jun	9.9	1.4	2.2	-2.3
Jul	10.5	1.4	2.1	-2.1
Aug	10.1	1.7	2.2	-1.1
Sep	9.4	1.9	2.2	0.6
Oct	10.0	1.7	2.1	0.1
Nov	10.9	1.2	2.3	-4.0
Dec	10.9	1.8	2.4	-1.4
Weight (%)	37.1	62.9	54.3	8.7
2016-Jan	10.3	2.0	2.4	0.3
Feb	8.1	1.9	2.5	-0.6
Mar	8.0	3.0	2.8	5.2
Apr	7.3	3.5	3.0	6.6
May	7.2	3.8	3.0	9.0
Jun	8.3	3.6	3.0	7.5
Jul	7.8	3.2	2.6	7.3
Aug	7.0	3.0	2.6	5.9
Sep	6.0	2.6	2.4	4.9
Oct	6.0	2.9	2.5	6.2
Nov	6.4	3.8	2.6	11.7
Dec	7.4	3.8	2.5	11.7
2017-Jan	8.2	3.6	2.3	11.5
Feb	9.3	3.6	2.2	12.3
Mar	11.7	3.6	2.2	11.5
Apr	12.0	3.4	2.3	9.9
May	11.8	3.0	2.2	7.4
Jun	9.8	3.1	1.9	10.3

Source: National Bureau of Statistics  
Note: r deontes revised data



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

Base: Dec 2015 = 100, from Jan 2015

Period	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	Miscel. goods and services	Alcohol and tobacco	Communication	Education	Recreation and culture	Health
Weight (%)	100	47.8	9.5	9.2	6.7	6.7	6.4	4.5	3.3	2.1	1.7	1.3	0.9
2014-Jan	1.8	2.5	0.1	3.3	0.0	0.7	0.1	0.3	0.2	0.0	5.1	0.1	0.2
Feb	1.4	2.4	0.2	0.6	0.2	0.2	0.1	0.6	0.1	-0.1	0.0	0.1	0.3
Mar	0.6	0.8	0.0	0.8	0.2	0.0	0.6	0.0	0.0	0.0	0.0	0.1	1.1
Apr	0.7	0.5	0.4	1.7	0.5	0.2	0.4	3.1	0.1	0.0	0.0	-0.1	1.5
May	-0.4	-0.7	0.2	-1.1	0.0	0.1	0.5	0.7	0.2	-0.1	0.0	0.0	0.1
Jun	-0.7	-1.4	0.2	0.9	0.0	-0.1	0.2	0.1	-0.9	0.9	0.0	0.1	0.6
Jul	0.1	-0.2	0.2	1.1	0.0	0.5	-0.3	-0.4	2.8	0.0	0.0	0.1	0.0
Aug	0.1	0.0	0.0	0.5	0.0	0.0	0.4	0.1	1.2	0.0	0.0	0.0	0.1
Sep	0.4	0.4	0.5	0.6	0.0	0.2	1.4	0.1	0.7	-0.3	0.0	0.1	0.7
Oct	-0.2	-0.4	-0.3	0.3	0.1	0.5	-0.1	-0.2	0.8	0.0	0.0	0.0	0.0
Nov	0.6	1.0	-0.2	0.2	-0.1	0.2	-0.2	0.2	0.3	0.0	0.0	0.0	0.0
Dec	0.2	0.7	-0.8	-1.3	0.2	0.7	0.4	0.0	0.1	-0.1	0.0	-0.1	-0.1
2015-Jan	1.0	1.7	-0.4	0.5	0.3	0.5	0.2	0.3	0.0	0.1	1.2	0.2	0.4
Feb	1.6	2.4	-1.2	2.3	0.4	0.4	1.5	0.5	0.1	0.1	1.0	0.2	0.0
Mar	0.7	1.8	-1.1	-2.1	-0.3	0.4	0.5	0.1	0.0	0.0	0.0	-0.3	0.0
Apr	0.8	1.6	0.6	-1.2	-0.2	0.1	0.7	0.0	0.0	0.0	1.1	-0.1	0.3
May	0.4	0.6	0.6	0.1	0.4	0.4	-0.2	0.3	0.0	-0.1	0.0	0.4	0.0
Jun	0.2	0.1	0.7	0.0	0.2	0.5	-0.1	0.1	-0.1	0.1	0.0	0.9	0.5
Jul	0.4	0.3	1.0	0.3	0.8	0.5	1.0	0.1	0.3	-0.1	0.0	-0.1	0.8
Aug	0.0	-0.4	1.4	0.5	0.2	0.7	0.0	0.3	0.4	-0.1	0.0	0.2	0.3
Sept	0.1	-0.2	0.3	1.7	0.3	-0.5	0.0	0.9	0.1	0.1	0.1	1.9	0.1
Oct	0.1	0.2	-1.2	0.3	-0.1	0.4	0.0	0.3	0.0	0.2	0.0	0.0	0.5
Nov	0.8	1.9	-0.2	-2.7	0.3	0.2	0.4	0.5	0.1	0.0	0.0	0.0	0.3
Dec	0.5	0.6	0.4	0.1	0.8	0.3	-0.1	0.1	0.3	0.1	0.0	-0.2	0.6
<b>Weight (%)</b>	<b>100</b>	<b>38.5</b>	<b>12.5</b>	<b>11.6</b>	<b>6.3</b>	<b>8.3</b>	<b>4.2</b>	<b>3.1</b>	<b>3.7</b>	<b>5.6</b>	<b>1.5</b>	<b>1.6</b>	<b>2.9</b>
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	0.2	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	0.6	0.0	0.1	0.1	0.0	0.0	0.0	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

Source: National Bureau of Statistics



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

Base: Dec 2015 = 100, since Jan 2015

Period	Food (Combining Food Consumed at Home and Food Consumed in Restaurants)	All Items Less Food and Energy	Energy and Fuels (Combining Electricity and Other Fuels for use at Home with Petrol and Diesel) <sup>f</sup>	Total Non- Food (All Items Less Food) <sup>f</sup>
Weight (%)	51.0	49.0	43.3	5.7
2014 - Jan	2.3	1.1	0.6	3.3
Feb	2.3	0.3	0.2	0.5
Mar	0.8	0.3	0.8	1.1
Apr	0.5	0.5	4.2	0.9
May	-0.6	0.2	-1.5	-0.1
Jun	-1.3	0.1	0.9	0.2
Jul	-0.2	0.5	0.9	0.5
Aug	0.0	0.3	0.7	0.2
Sep	0.4	0.3	0.8	0.0
Oct	-0.4	0.2	-0.2	0.5
Nov	1.0	0.0	0.1	0.0
Dec	0.7	0.2	-2.8	-0.3
2015-Jan	1.6	0.4	-0.4	0.2
Feb	2.4	0.1	2.4	0.5
Mar	1.7	-0.1	-3.6	-0.7
Apr	1.6	0.1	-1.3	-0.1
May	0.5	0.2	0.6	0.3
Jun	0.1	0.2	0.7	0.3
Jul	0.4	0.3	1.1	0.5
Aug	-0.4	0.3	1.7	0.6
Sep	-0.2	0.2	2.5	0.6
Oct	0.2	-0.1	0.1	-0.7
Nov	1.8	0.2	-4.0	1.8
Dec	0.7	0.2	-0.2	0.2
Weight (%)	37.1	62.9	54.3	8.7
2016-Jan	1.1	0.5	0.4	1.4
Feb	0.4	0.2	1.4	0.4
Mar	0.7	0.2	2.1	0.5
Apr	0.9	0.3	0.0	0.3
May	0.5	0.2	2.9	0.6
Jun	1.1	0.2	-0.8	0.1
Jul	-0.1	0.1	1.0	0.0
Aug	-1.1	0.3	0.4	0.3
Sep	-1.1	0.3	1.5	0.1
Oct	0.1	0.1	0.5	0.1
Nov	2.3	0.3	1.0	0.4
Dec	1.7	0.2	-0.3	0.1
2017-Jan	1.7	0.3	0.2	1.2
Feb	2.4	0.4	2.1	0.1
Mar	2.9	0.2	1.4	0.4
Apr	1.2	0.4	-1.4	0.2
May	0.3	0.2	0.6	0.1
Jun	-0.7	0.2	1.8	-0.1

Source: National Bureau of Statistics

Note: <sup>f</sup> deontes revised data



Table A7: National Debt Developments

Millions of USD

	Jun-16	Jul-16	Aug-16	Sep-16	Oct-16	Nov-16	Dec-16	Jan-17	Feb-17	Mar-17	Apr-17	May-17	Jun-17
<b>1. Overall total debt committed<sup>2</sup></b>	<b>23,118.3</b>	<b>23,780.7</b>	<b>24,501.9</b>	<b>24,480.2</b>	<b>24,360.8</b>	<b>24,230.1</b>	<b>24,007.7</b>	<b>24,521.4</b>	<b>24,510.8</b>	<b>24,780.6</b>	<b>24,919.4</b>	<b>25,024.9</b>	<b>25,533.3</b>
Disbursed outstanding debt	15,948.1	16,099.5	16,228.0	16,225.0	16,075.9	16,032.3	15,978.1	16,092.8	16,172.2	16,325.7	16,461.0	16,581.8	17,091.6
Undisbursed debt	7,170.2	7,681.1	8,273.8	8,255.3	8,284.9	8,197.8	8,029.6	8,428.6	8,338.6	8,454.9	8,458.4	8,443.1	8,441.7
<b>2. Disbursed debt by creditor category<sup>2</sup></b>	<b>15,948.1</b>	<b>16,099.5</b>	<b>16,228.0</b>	<b>16,225.0</b>	<b>16,075.9</b>	<b>16,032.3</b>	<b>15,978.1</b>	<b>16,092.8</b>	<b>16,172.2</b>	<b>16,325.7</b>	<b>16,461.0</b>	<b>16,581.8</b>	<b>17,091.6</b>
Bilateral debt	1,112.5	1,109.8	1,119.1	1,127.3	1,106.5	1,076.0	1,104.5	1,113.5	1,121.4	1,133.4	1,133.3	1,137.3	1,133.4
Multilateral debt	8,044.4	8,090.4	8,193.3	8,258.6	8,141.5	8,101.1	8,056.4	8,071.5	8,150.9	8,319.9	8,468.3	8,568.4	8,644.4
Commercial debt	5,572.9	5,449.4	5,460.3	5,382.1	5,373.1	5,403.8	5,358.8	5,412.6	5,403.8	5,370.9	5,369.9	5,388.1	5,821.3
Export credits	1,218.3	1,449.9	1,455.3	1,456.9	1,454.8	1,451.4	1,458.3	1,495.1	1,496.2	1,501.6	1,489.5	1,488.0	1,492.5
<b>3. Disbursed debt by borrower category<sup>2</sup></b>	<b>15,948.1</b>	<b>16,099.5</b>	<b>16,228.0</b>	<b>16,225.0</b>	<b>16,075.9</b>	<b>16,032.3</b>	<b>15,978.1</b>	<b>16,092.8</b>	<b>16,172.2</b>	<b>16,325.7</b>	<b>16,461.0</b>	<b>16,581.8</b>	<b>17,091.6</b>
Central government	12,944.5	12,981.4	13,086.1	13,071.1	12,918.0	12,851.5	12,812.7	12,911.6	13,010.7	13,154.0	13,202.0	13,298.5	13,800.2
Public corporations	337.0	334.1	341.2	341.6	345.7	341.1	312.7	312.6	290.0	294.3	295.3	297.4	289.7
Private sector	2,666.6	2,784.1	2,800.7	2,812.3	2,812.2	2,839.7	2,852.8	2,868.7	2,871.5	2,877.4	2,963.7	2,985.8	3,001.6
<b>4. Disbursed debt by use of funds<sup>2</sup></b>	<b>15,948.1</b>	<b>16,099.5</b>	<b>16,228.0</b>	<b>16,225.0</b>	<b>16,075.9</b>	<b>16,032.3</b>	<b>15,978.1</b>	<b>16,092.8</b>	<b>16,172.2</b>	<b>16,325.7</b>	<b>16,461.0</b>	<b>16,581.8</b>	<b>17,091.6</b>
Balance of payments and budget support	2,544.3	2,721.7	2,665.9	2,680.1	2,669.1	2,615.8	2,441.0	2,453.6	2,456.0	2,461.9	2,498.0	2,507.9	2,893.9
Transport and telecommunication	3,649.3	3,622.2	3,669.4	3,669.0	3,651.5	3,614.5	3,657.6	3,816.4	3,806.0	3,862.0	3,883.4	3,877.8	3,891.6
Agriculture	615.7	618.7	621.1	621.8	619.0	607.2	1,037.3	1,074.5	1,078.6	1,091.5	1,095.0	1,095.7	1,118.9
Energy and mining	2,700.6	2,708.2	2,770.2	3,546.7	3,548.2	3,508.1	2,640.4	2,693.3	2,691.3	2,714.6	2,768.1	2,761.9	2,785.0
Industries	400.0	407.1	409.6	403.4	402.0	395.7	400.1	410.2	434.5	439.3	437.3	434.2	435.0
Social welfare and education	2,350.1	2,322.4	2,300.0	1,568.8	1,561.4	1,716.4	2,263.9	2,323.5	2,394.2	2,415.7	2,445.0	2,468.7	2,512.5
Finance and insurance	732.6	771.0	793.0	762.3	759.4	745.4	739.3	748.3	751.1	757.5	786.4	878.7	895.2
Tourism	46.9	44.8	48.2	54.1	53.8	52.9	64.7	70.7	68.0	68.7	67.4	67.3	67.3
Real estate and construction	733.4	721.5	755.2	741.6	739.1	732.8	792.0	790.4	790.8	800.1	798.3	797.4	796.2
Other	2,175.2	2,161.8	2,195.4	2,177.1	2,072.4	2,043.5	1,941.9	1,711.8	1,701.7	1,714.3	1,682.0	1,692.1	1,696.0
<b>5. Total amount of loan contracted<sup>1</sup></b>	<b>26.5</b>	<b>6.7</b>	<b>126.2</b>	<b>4.9</b>	<b>25.1</b>	<b>146.4</b>	<b>22.8</b>	<b>35.5</b>	<b>1.9</b>	<b>259.7</b>	<b>116.6</b>	<b>10.6</b>	<b>400.0</b>
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	400.0
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	26.5	6.7	126.2	4.9	25.1	146.4	22.8	35.5	1.9	259.7	116.6	10.6	0.0
<b>6. Disbursements<sup>1</sup></b>	<b>199.0</b>	<b>93.8</b>	<b>117.2</b>	<b>73.6</b>	<b>37.8</b>	<b>154.5</b>	<b>150.5</b>	<b>25.5</b>	<b>88.6</b>	<b>213.7</b>	<b>126.7</b>	<b>58.1</b>	<b>494.8</b>
Central government	163.6	55.2	83.1	51.8	18.3	122.5	130.9	19.5	84.7	196.1	30.1	39.2	478.9
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	35.4	38.6	34.1	21.8	19.5	32.0	19.6	6.0	3.9	17.6	96.6	18.9	15.9
<b>7. Actual debt service<sup>1</sup></b>	<b>51.5</b>	<b>59.5</b>	<b>32.9</b>	<b>156.0</b>	<b>42.5</b>	<b>14.6</b>	<b>129.0</b>	<b>39.5</b>	<b>32.6</b>	<b>153.9</b>	<b>106.6</b>	<b>32.0</b>	<b>55.3</b>
Principal	42.7	41.1	21.4	100.2	31.7	8.8	104.6	11.8	27.0	102.1	25.5	26.1	44.5
Interest	8.9	18.5	11.5	55.8	10.7	5.9	24.4	27.7	5.6	51.8	81.1	5.9	10.8
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
<b>8. Net flows on debt<sup>1</sup></b>	<b>156.3</b>	<b>52.7</b>	<b>95.9</b>	<b>-26.5</b>	<b>6.0</b>	<b>145.8</b>	<b>45.9</b>	<b>13.7</b>	<b>61.6</b>	<b>111.6</b>	<b>101.2</b>	<b>32.0</b>	<b>450.4</b>
<b>9. Net transfers on debt<sup>1</sup></b>	<b>147.4</b>	<b>34.3</b>	<b>84.4</b>	<b>-82.4</b>	<b>-4.7</b>	<b>139.9</b>	<b>21.5</b>	<b>-14.0</b>	<b>56.0</b>	<b>59.8</b>	<b>20.2</b>	<b>26.1</b>	<b>439.6</b>
<b>10. Arrears by creditors category<sup>2</sup></b>	<b>2,392.4</b>	<b>2,519.3</b>	<b>2,524.5</b>	<b>2,498.4</b>	<b>2,503.7</b>	<b>2,511.1</b>	<b>2,748.3</b>	<b>2,871.6</b>	<b>2,855.8</b>	<b>2,974.4</b>	<b>3,046.5</b>	<b>2,987.8</b>	<b>3,142.8</b>
Principal	1,117.7	1,235.9	1,233.2	1,189.7	1,191.8	1,191.5	1,369.0	1,481.9	1,464.6	1,563.3	1,613.9	1,614.1	1,742.9
Bilateral debt	327.7	327.3	327.4	329.1	327.5	327.6	335.9	339.8	338.5	337.5	338.8	339.8	346.8
Multilateral debt	28.1	32.9	32.2	36.0	35.6	35.1	34.0	59.1	36.8	39.9	43.3	38.3	72.0
Commercial debt	416.3	479.5	495.4	455.1	458.6	458.3	525.2	613.4	615.7	642.0	681.3	684.2	730.9
Export credits	345.6	396.3	378.2	369.5	370.1	370.5	473.9	469.5	473.6	543.8	550.5	551.9	593.2
<b>Interest</b>	<b>1,274.7</b>	<b>1,283.3</b>	<b>1,291.3</b>	<b>1,308.8</b>	<b>1,311.9</b>	<b>1,319.6</b>	<b>1,379.4</b>	<b>1,389.8</b>	<b>1,391.3</b>	<b>1,411.1</b>	<b>1,432.6</b>	<b>1,373.6</b>	<b>1,399.9</b>
Bilateral debt	730.4	730.4	735.2	738.4	734.7	733.3	759.4	765.8	767.9	770.6	776.1	781.5	784.8
Multilateral debt	7.6	7.6	7.6	8.6	11.4	11.5	11.7	13.1	13.1	14.5	16.1	13.9	14.9
Commercial debt	311.2	317.4	319.4	327.3	328.5	332.5	339.3	345.5	341.7	350.6	363.2	367.6	365.7
Export credits	225.5	227.9	229.1	234.4	237.2	242.3	268.9	265.4	268.5	275.4	277.2	210.6	234.6
<b>11. External debt stock</b>	<b>17,222.8</b>	<b>17,382.9</b>	<b>17,519.3</b>	<b>17,533.7</b>	<b>17,387.8</b>	<b>17,351.9</b>	<b>17,357.5</b>	<b>17,482.5</b>	<b>17,563.4</b>	<b>17,736.8</b>	<b>17,893.7</b>	<b>17,955.4</b>	<b>18,491.5</b>
<b>12. Domestic debt stock</b>	<b>4,596.1</b>	<b>4,597.1</b>	<b>4,598.1</b>	<b>4,599.1</b>	<b>4,600.1</b>	<b>4,601.1</b>	<b>4,602.1</b>	<b>4,717.5</b>	<b>4,783.7</b>	<b>4,935.8</b>	<b>4,973.9</b>	<b>5,092.7</b>	<b>5,285.2</b>
<b>13. Total Debt Stock</b>	<b>21,818.9</b>	<b>21,980.0</b>	<b>22,117.4</b>	<b>22,132.9</b>	<b>21,987.9</b>	<b>21,953.0</b>	<b>21,959.6</b>	<b>22,200.1</b>	<b>22,347.1</b>	<b>22,672.7</b>	<b>22,867.6</b>	<b>23,048.1</b>	<b>23,776.7</b>
<b>End period exchange rate</b>	<b>2,179.6</b>	<b>2,178.9</b>	<b>2,176.6</b>	<b>2,171.9</b>	<b>2,175.1</b>	<b>2,171.0</b>	<b>2,172.6</b>	<b>2,222.0</b>	<b>2,226.3</b>	<b>2,223.9</b>	<b>2,227.3</b>	<b>2,229.5</b>	<b>2,230.1</b>

Source: Bank of Tanzania

Note: Multilateral arrears are those owed by the private sector

<sup>1</sup> denoted debt flow during the period and <sup>2</sup> denotes 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*.

### Discount rate

The rate of interest that the Bank of Tanzania charges on loans it extends to commercial banks and overdrafts to government.

### Exchange rate

The price at which one unit of a currency can be purchased with another currency. In Tanzania, exchange rate is defined as amount of shillings required to purchase a unit of foreign currency, e.g. 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 determined as the higher of three market rates namely: the weighted average yield for 35-day Treasury bill, the repo rate and overnight inter-bank rate, plus a margin.

### Money supply

Constitutes the sum of currency circulating outside banks and Tanzanian residents' deposits with other depository corporations, defined at various levels of aggregation as money supply narrowly and broadly defined. That is, *narrow money (M1)*, *broad money (M2)*, and *extended broad money (M3)*.

### Narrow money (M1)

Consists of *currency in circulation outside banks* and the shilling demand deposits of Tanzanian residents with *other depository corporations*.

### Non-food inflation

This is a measure of price movements caused by factors other than food prices. It provides better indication of the effectiveness of monetary policy on inflation since price movements in these items are caused largely by monetary policy.

### 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)

These are agreements for the Bank of Tanzania to purchase/sell government securities from/to financial institutions at agreed rate for a specified period, with an understanding that the financial institutions will repurchase/resell the securities from/to the Bank of Tanzania at the end of the period.

### 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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