



BANK OF TANZANIA



**MONTHLY
ECONOMIC
REVIEW**

February 2012

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1.0 Inflation Developments

Annual headline inflation declined slightly to 19.7 percent in January 2012 from 19.8 percent in December 2011 (**Table 1.1 and Chart 1.1**). This decline marked a reverse of the increasing trend which started in January 2011 at 6.4 percent, increasing to double digits inflation of 10.9 percent in June 2011; and continue to rise throughout the year. In contrast to the annual inflation, month-to-month headline inflation was 2.3 percent in January 2012 compared to 2.0 percent in December 2011, and 2.4 percent in January 2011.

Annual inflation for food and non-alcoholic beverages rose to 27.9 percent in January 2012 from 27.0 percent in December 2011, with most of the increase coming from the prices of rice, fish, wheat flour and vegetables. Similarly, month-to-month food inflation increased to 3.5 percent in January 2012 from 3.4 percent in December 2011.

Annual non-food inflation decreased to 11.8 percent in January 2012 from 12.7 percent in December 2011, associated with the change in prices of some items including clothing materials, car tire, rents, private primary school fees, exercise books and toilet soap. In contrast, **month-to-month non-food inflation** increased to 0.9 percent in January 2012 from 0.5 percent in December 2011.

Annual inflation excluding food and energy increased to 9.0 percent in January 2012 from 8.7 percent in December 2011. Similarly, **month to month inflation excluding food and energy** increased to 1.3 percent in January 2012 from 0.4 percent in December 2011.

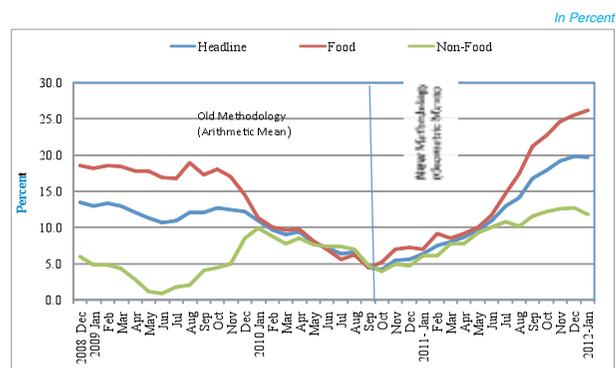
Table 1.1: Annual Percentage Change in Consumer Price Index

Base: Sep 2010=100

Main Groups	Weight	Jan-11	Sep-11	Oct-11	Nov-11	Dec-11	Jan-12
Food and Non Alcoholic Beverages	47.8	7.1	22.5	24.0	26.1	27.1	27.8
Alcoholic and Tobacco	3.3	1.8	5.7	5.6	5.1	5.8	6.4
Clothing and Footwear	6.7	5.8	9.6	10.7	11.2	10.6	12.6
Housing, Water, Electricity, Gas, and other Fuel	9.2	17.7	21.7	22.0	23.5	24.8	18.8
Furnishing, Housing Equipment and Routine Maintenance of the House	6.7	7.2	14.2	15.4	15.3	14.6	14.4
Health	0.9	0.6	2.3	4.1	3.5	3.0	3.4
Transport	9.5	0.3	14.2	11.8	12.0	11.2	10.9
Communication	2.1	-0.2	-1.8	-1.6	-1.7	-1.2	-0.4
Recreation and Culture	1.3	3.5	1.1	2.3	3.3	3.2	4.6
Education	1.7	2.2	5.8	5.6	5.7	5.9	2.9
Restaurants and hotels	6.4	2.9	11.5	12.8	13.2	13.6	12.8
Miscellaneous goods and services	4.5	4.0	6.5	7.0	7.8	8.6	9.2
TOTAL- ALL ITEMS (Headline Inflation)	100	6.4	16.8	17.9	19.2	19.8	19.7
Other Selected Groups							
Food - Combining food consumed at home and food consumed in restaurants	51.0	6.7	21.3	22.8	24.7	25.6	26.2
Energy and Fuels - combining electricity and other fuels for use at home with petrol and diesel	5.7	19.1	33.1	37.4	39.2	41.0	30.1
All Items Less Food	49.0	6.1	11.5	12.2	12.6	12.7	11.8
All Items Less Food and Energy	43.3	4.4	8.2	8.5	8.8	8.7	9.0

Source: National Bureau of Statistics (NBS)

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



Source: Bank of Tanzania

Food Supply and National Food Reserves

Stocks of maize held by the National Food Reserve Agency (NFRA) declined to 166,769 tons of maize in January 2012 from 179,488 tons in December 2011 (**Table 1.2**). According to preliminary forecast by the Ministry of Agriculture, food reserves are likely to drop further as 56 districts need food assistance. Cumulatively, since July 2011 NFRA sold/distributed a total of 110,533.7 tons of maize. A total of 3,531.0 tons were sold to prisons; 71,785.5 tons to Disaster Relief Coordination Unit in the Prime Minister's Office and 13,643.1 tons to World Food Programme (WFP) while 21,574.1 tons were sold to private traders for price stabilization purposes.

Table 1.2: National Food Reserve Agency (NFRA), Stocks

In Tons

Period	2008	2009	2010	2011	2012
January	139,765	128,919	66,627	220,035	166,796
February	133,898	125,430	64,461	226,281	
March	119,022	124,252	60,694	224,355	
April	4,509	122,849	53,821	215,662	
May	79,369	109,876	50,312	191,419	
June	76,649	94,699	48,248	165,216	
July	75,438	88,841	47,143	139,404	
August	83,131	93,231	90,519	155,348	
September	102,225	110,278	138,694	200,053	
October	114,464	107,177	180,803	194,090	
November	122,209	86,542	197,747	188,702	
December	129,253	77,644	210,895	179,488	

Source: Bank of Tanzania

On month-to-month basis, average wholesale prices for all crops increased except for sorghum. Similarly, on an annual basis, prices for all crops recorded an increase (**Table 1.3**). In particular, rice recorded the highest price increase of 68.8 percent followed by maize (26.1 percent). These items are consumed widely in both urban and rural areas.



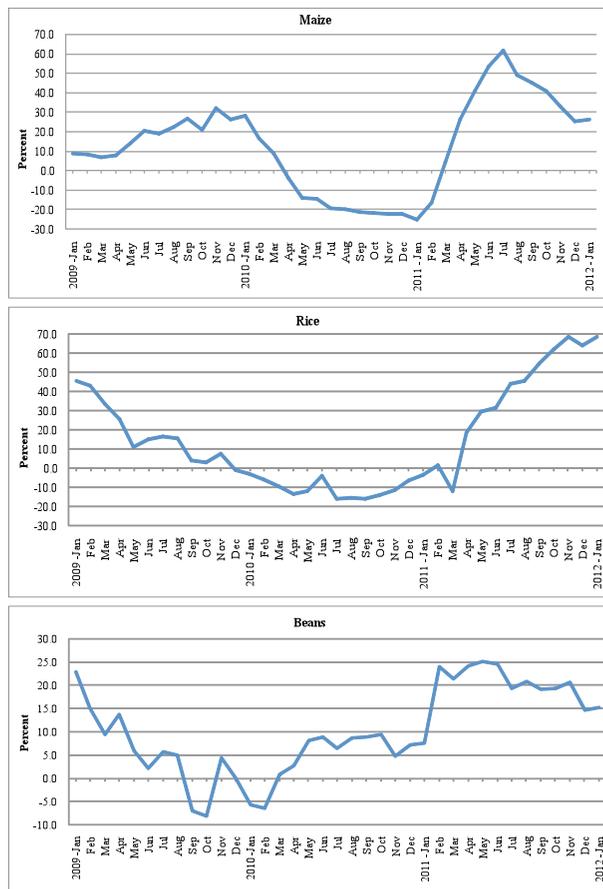
Table 1.3: National Average Wholesale Prices for Selected Food Items

Item	2011		2012	Percentage Change	
	Jan	Dec	Jan	Dec-11 to Jan-12	Jan- 11 to Jan- 12
	Maize	35,085.9	42,970.1	44,259.4	3.0
Rice	103,758.9	163,541.6	175,178.1	7.1	68.8
Beans	115,075.5	131,094.7	132,641.5	1.2	15.3
Sorghum	50,586.4	59,014.7	55,160.8	6.5	9.0
Potatoes	62,750.1	66,664.6	67,193.2	0.8	7.1

Source: Ministry of Industry, Trade and Marketing

Chart 1.2 shows the percentage change of whole prices for selected food crops for the last three years.

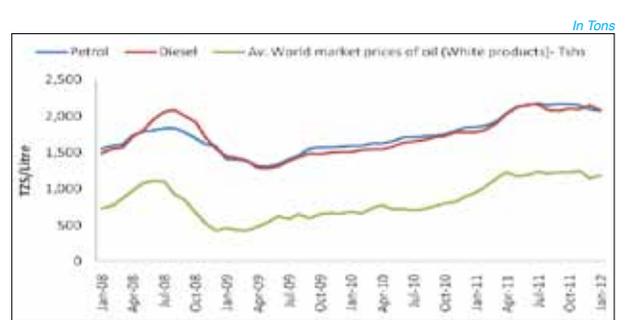
Chart 1.2: Annual Percentage Changes in Wholesale Prices for Selected Food Crops (Maize, Rice and Beans)



Source: Bank of Tanzania

Chart 1.3 shows developments of oil prices both in the world market and domestic pump. Local price trends for oil have closely followed that displayed in the world market. In most cases, local pump prices reflect the movements in the world market prices which are caused by supply and demand of oil. Oil prices are depicted in consumer indices as energy and fuel component. Its inflation slowed to 30.1 percent in January 2012 from 41.0 percent recorded in December 2011.

Chart 1.3: Oil Prices in TZS per litre—World Market and Local Pump



Source: Bank of Tanzania

2.0 Monetary and Financial Markets Developments

Money Supply and Credit Developments

In the year ending January 2012, monetary aggregates grew at lower rates compared with the corresponding month in 2011. Extended broad money supply (M3) grew by 16.1 percent, down from 25.4 percent and 18.2 percent in January 2011 and December 2011, respectively. Similarly, annual growth of broad money supply (M2) slowed down to 15.1 percent compared to 20.3 percent recorded in January 2011. These developments are mainly a result of the slow down in growth of net foreign assets (NFA) of the banking system. The annual growth of the NFA of the banking system decelerated to -3.8 percent in January 2012 from 25.2 percent in January 2011 and 3.5 percent in the preceding month. The slow down in NFA's annual growth was partly due to increased demand for foreign exchange for imports and banks' preference to extend more credit to the private sector. Credit to the private sector, grew by 25.0 percent compared to 21.5 percent recorded in January 2011 (**Table 2.1**).



Table 2.1: Sources and Uses of Money Supply

Billions of TZS

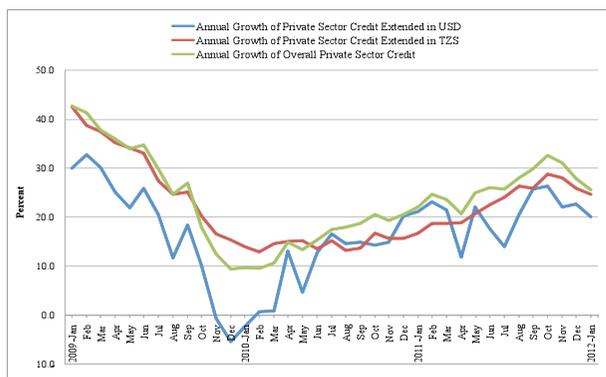
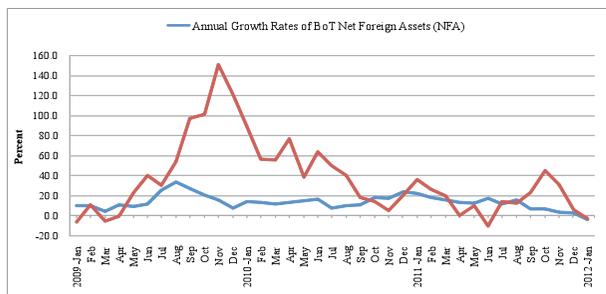
Item	Outstanding Stock			Monthly Change		Annual Change		Annual Growth				
	Jan-11	Dec-11	Jan-12	Jan-11	Dec-11	Jan-11	Dec-11	Jan-11	Dec-11			
Net Foreign Assets of the Banking System	6,218.6	6,266.4	5,983.6	132.3	9.9	-312.8	1,252.3	210.1	-234.9	25.2	3.5	-3.8
Bank of Tanzania	4,795.9	4,826.0	4,599.9	35.3	193.6	-286.1	869.9	125.4	-196.0	22.1	2.6	-4.1
Net International Reserves (Millions of USD)	3,529.9	3,400.6	3,212.2	-37.6	281.5	-198.5	267.4	-156.8	-317.7	8.2	4.4	-9.0
Banks NFA	1,422.7	1,410.4	1,383.8	97.0	-183.7	-35.6	383.4	84.8	-38.9	36.9	6.4	-2.7
Bank NFA (Millions of USD)	8,592.2	9,003.3	8,782.2	47.1	-62.4	-22.1	1,740.0	-11.8	-81.0	22.2	-1.3	-8.4
Net Domestic Assets of the Banking System	4,984.6	6,724.9	7,022.0	58.3	-200.0	297.1	1,019.5	1,798.6	2,037.4	25.7	36.5	40.9
Domestic Claims	6,991.0	5,093.6	4,464.3	192.5	-530.2	370.7	1,753.0	2,295.0	2,473.3	33.5	33.8	35.4
Claims on central government (net)	9,279.9	1,471.3	1,885.5	121.2	-400.9	414.2	679.4	664.6	957.6	273.5	82.4	103.2
Claims on the private sector	6,063.1	7,622.3	7,578.8	71.2	-39.3	-48.5	1,073.5	1,630.4	1,515.7	21.5	27.2	25.0
Extended Broad Money Supply (M3)	11,203.2	13,021.3	13,005.7	190.6	-190.2	-15.6	2,271.8	2,008.7	1,802.5	25.4	18.2	16.1
Foreign Currency Deposits (FCD) in National Currency	3,090.2	3,773.4	3,671.1	119.7	-119.0	-102.3	900.8	802.9	580.9	41.1	27.0	18.8
Broad Money Supply (M2)	8,113.1	9,247.9	9,334.6	71.0	-71.2	86.7	1,371.0	1,205.8	1,221.5	20.3	15.0	15.1
Deposits in National Currency	6,305.7	7,012.1	7,231.7	160.8	-40.8	219.6	1,081.5	867.1	926.0	20.7	14.1	14.7
Currency in Circulation	1,807.3	2,235.8	2,102.9	-89.8	-30.4	-132.9	389.5	338.7	295.6	19.1	17.9	16.4

Source: Bank of Tanzania

In absolute terms, the NFA of the banking system decreased by TZS 234.9 billion in the year ending January 2012, compared to an increase of TZS 1,252.3 billion recorded in the year ending January 2011. Most of the decreased was in the net foreign assets of the Bank of Tanzania that decreased by TZS 196.0 billion while the NFA of banks decreased by TZS 38.9 billion.

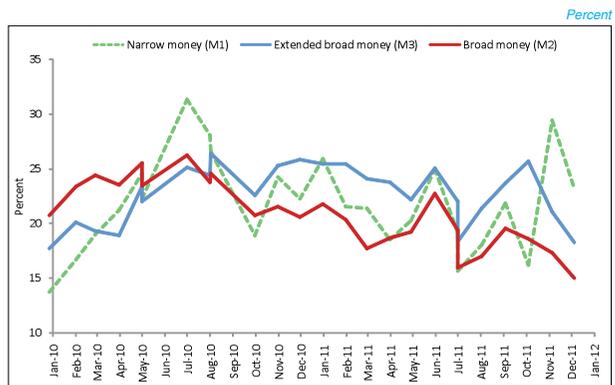
Charts 2.1 and 2.2 depict the trends in selected monetary aggregates during the reviewed period.

Chart 2.1: Selected Items of Monetary Aggregates



Source: Bank of Tanzania

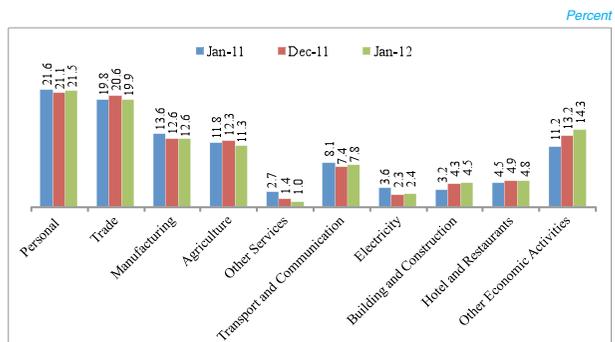
Chart 2.2: Annual Percentage Growth of Banks' Credit to Selected Activities



Source: Bank of Tanzania

During January 2012, personal loans continued to command the largest share of the total outstanding credit accounting for 21.5 percent, followed by trade, agriculture and manufacturing activities as depicted in Chart 2.3.

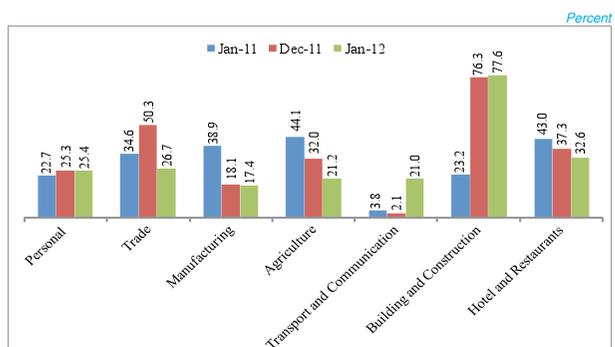
Chart 2.3: Outstanding Percentage Share of Banks' Credit to Various Activities



Source: Bank of Tanzania

In terms of annual growth of credit to various activities, credit for building and construction; and transport and communication activities grew significantly, while credit to manufacturing, trade and agriculture activities slowed down during the reviewed period (Chart 2.4).

Chart 2.4: Annual Percentage Growth of Banks' Credit to Selected Activities

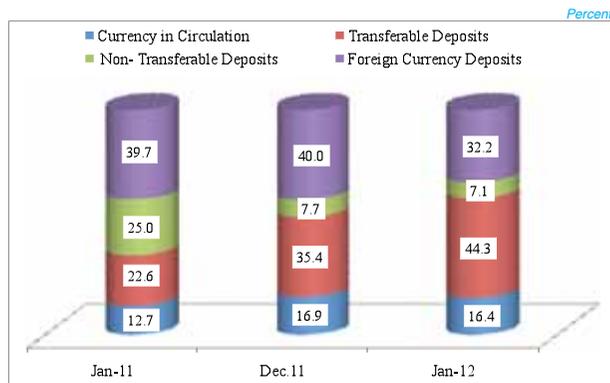


Source: Bank of Tanzania



On the liability side, transferable deposits and Foreign Currency Deposits (FCD) explained the largest part of the annual change in M3, accounting for 44.3 percent and 32.2 percent, respectively, of the total change in M3. The contribution of transferable deposits was much higher than the contribution recorded in the preceding month and in the corresponding period in 2011 ([Chart 2.5](#)).

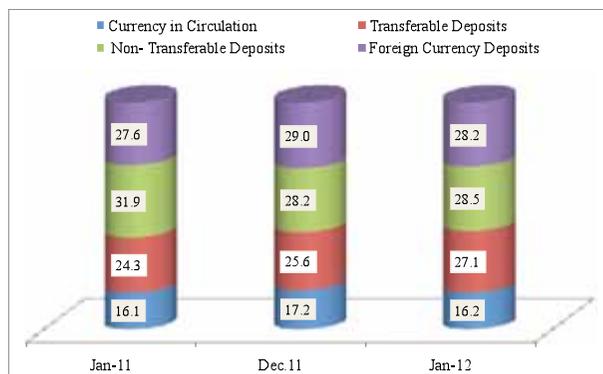
Chart 2.5: Annual Contribution to Change in M3



Source: Bank of Tanzania

In terms of the share to M3, non transferable deposits and FCD were dominant during January 2012 ([Chart 2.6](#)).

Chart 2.6: Percentage Share to M3



Source: Bank of Tanzania

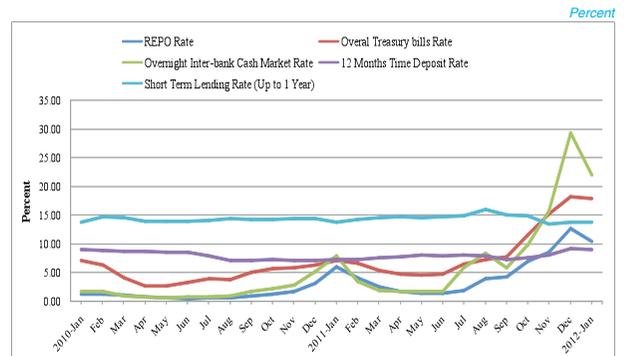
FCD's dominance both in terms of the share as well as the contribution to the total change in M3 reflects depositors' preference due to strengthening of the US dollar against the Shilling. On the other hand the dominance of non-transferable deposits was partly explained by high transactions during the month under review.

Interest Rates Developments

Most of the market rates in January 2012 were much higher than the rates recorded in the corresponding period in 2011, following tight liquidity situation experienced by banks coupled with adoption of tight monetary policy stance by the Bank of Tanzania. The measures taken by the Bank was in order to curb the rising inflation as well as volatility exchange rate which were more pronounced in most of the second

half of 2011. However, when compared with the preceding month, the rates were marginally lower as a result of improved liquidity situation among banks compared to December 2011 ([Chart 2.7](#)).

Chart 2.7: Interest Rates Developments



Source: Bank of Tanzania

During January 2012, the overall Treasury bills rate was 17.85 percent compared to 18.20 percent in December and 7.14 percent in January 2011. Similarly, the overall interbank cash market rate decreased to 21.44 percent from 29.11 percent in December 2011 but the rate increased from 7.93 percent recorded in January 2011. Similar developments were observed in the treasury bonds rate across all the maturities when comparing with the rates recorded in January 2011, but the rates were also higher, particularly for the 2 and 5-year Treasury bonds whose auctions were conducted in January 2012.

During the month under review, most of the rates offered and charged by banks increased compared with the rates recorded both in December and January 2011. With respect to the lending rates, the overall lending rates increased to 14.72 percent from 14.21 percent registered in December 2011; however the rate is marginally higher than 14.70 percent recorded in January 2011. The rates charged to prime customers increased to 13.77 percent in January 2012 from 13.60 percent in the preceding month, but decreased from 13.88 percent recorded in January 2011. On the other hand, most of the rates offered by banks increased as depicted by the overall deposit rate, which increased to 7.50 percent in January 2012 from 7.12 percent in December 2011 and 5.96 percent in the corresponding period in 2011 ([Table 2.2](#)).



Table 2.5: Selected Interest Rates

Rate	2011												2012
	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Jan
Overall Inter-bank Cash Market Rate	7.93	5.54	1.86	1.84	1.84	1.81	5.68	8.37	5.95	10.09	15.81	29.11	21.44
<i>Overnight Interbank Cash Market</i>	7.99	3.40	1.36	1.30	1.20	1.21	5.79	8.35	5.93	9.86	15.63	29.24	22.03
REPO Rate	6.06	4.04	2.37	1.77	1.38	1.31	1.83	3.50	4.20	6.97	8.52	12.61	10.53
Bank Rate	7.58	7.58	7.58	7.58	7.58	7.58	7.58	7.58	7.58	9.58	12.00	12.00	12.00
Overall Treasury bill Rate	7.14	6.58	5.46	4.80	4.54	4.76	6.45	7.30	7.79	11.57	15.16	18.20	17.85
<i>35 days</i>	4.71	4.54	3.92	3.51	2.86	2.71	3.04	3.78	3.89	3.87	3.87	3.87	10.44
<i>91 days</i>	6.37	5.92	4.82	4.26	3.91	3.74	3.97	4.90	5.33	9.49	11.15	12.61	13.16
<i>182 days</i>	6.61	6.55	5.39	5.01	4.93	4.83	5.49	6.31	6.74	11.15	14.50	16.39	17.46
<i>364 days</i>	8.33	7.55	5.99	6.11	6.50	6.46	7.80	9.55	9.63	12.38	15.70	18.66	18.59
Savings Deposit Rate	2.46	2.70	2.66	2.41	2.40	2.39	2.39	2.44	2.34	2.59	2.87	2.90	2.91
Treasury Bonds Rate													
<i>2-years</i>	10.35	8.65	8.65	8.13	8.13	8.05	8.05	8.05	9.59	9.59	14.01	14.01	17.85
<i>5-years</i>	11.58	10.27	10.27	10.65	10.65	10.75	12.46	12.45	12.45	12.45	13.15	13.15	17.05
<i>7-years</i>	12.27	12.27	12.02	12.02	12.26	12.81	12.81	12.81	14.99	14.99	14.99	14.99	14.99
<i>10-years</i>	13.84	13.84	14.15	13.69	13.69	12.64	12.64	13.30	13.30	16.35	16.98	16.98	16.98
Overall Time Deposit Rate	5.96	5.78	5.90	5.96	6.10	6.06	6.42	6.30	6.22	6.20	6.73	7.12	7.50
<i>12 Months time deposit rate</i>	7.33	7.54	7.53	7.75	8.15	7.90	8.05	7.96	7.33	7.33	8.05	9.14	8.95
Negotiated Deposit Rate	8.87	8.50	7.86	7.44	7.38	7.44	7.40	9.28	9.05	9.25	8.84	9.99	9.63
Overall Lending rate	14.70	14.83	15.04	15.41	15.25	15.02	15.71	15.72	14.78	14.78	14.13	14.21	14.72
<i>Short-term lending rate (up to 1 year)</i>	13.85	14.30	14.58	14.77	14.57	14.72	14.84	15.62	15.11	14.95	13.53	13.73	13.83
Deposited Lending Rate	13.88	13.32	13.34	13.32	13.48	13.81	13.75	13.98	13.97	12.98	13.79	13.60	13.77
<i>Margin between Short-term lending and One-year time deposit rates</i>	6.52	6.96	7.05	7.02	6.42	6.82	6.81	7.67	7.77	7.37	5.48	4.59	4.88

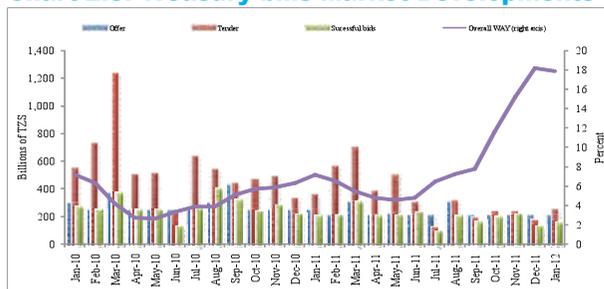
Source: Bank of Tanzania

Financial Markets Developments

Treasury Bills and Bonds Market

In January 2012, the Bank conducted two auctions in the **Treasury bills market**, and maintained the tender size of TZS 100.0 billion in each auction as in the previous months. The auctions were oversubscribed by TZS 43.5 billion, though the first auction was undersubscribed across all the maturities, except for the 364 days Treasury bills. During January 2012, demand for Treasury bills amounted to TZS 243.5 billion, an improvement from demand of TZS 168.9 billion recorded in the preceding month, which was undersubscribed by TZS 31.1 billion. However, due to presence of outlying bids, the Bank intervened and sold Treasury bills worth TZS 150.8 billion and further sold Treasury bill worth TZS 25.0 billion off tender, making a total sale of TZS 175.8 billion at Face value (Chart 2.8). In December 2011, the Bank sold TZS 128.5 billion, of which TZS 26.3 billion were sold on Tap sales. During the month under review, Treasury bills worth TZS 137.6 billion matured.

Chart 2.8: Treasury bills Market Developments



Source: Bank of Tanzania

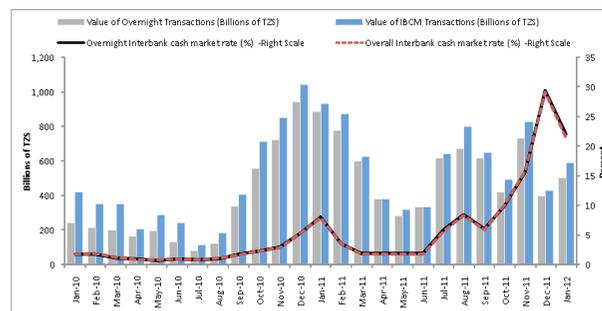
In the **Treasury bonds market**, the Bank conducted two auctions for 2-year and 5-year Treasury bonds worth TZS 35.0 billion and TZS 25.0 billion, respectively. During the reviewed month, demand for 2-year Treasury bond amounted to TZS 43.9 billion while that of 5-year bonds was TZS 79.1 billion. The 2-year bonds were oversubscribed by TZS 8.9 while the latter was oversubscribed by TZS 79.1 billion. Despite the oversubscriptions in all the auctions and owing to outlying bids, the Bank accepted bids worth TZS 35.0 billion,

out of which bids worth TZS 10.0 billion were 2-year bonds while the balance was for 5-year bonds. In addition, the Bank sold Treasury bonds worth TZS 25.4 billion on Tap sale basis, out of which 2-year Treasury bonds were valued at face value of TZS 15.0 billion and TZS 10.4 billion were 5-year Treasury bonds.

Inter-Bank Cash Market Developments and Repurchase Agreements

During January 2012, the volume of transactions in the Inter-bank Cash Market (IBCM) was more than the volume recorded in the preceding month, reflecting prevalence of liquidity squeeze among banks, although less squeezed than in the preceding month. During the reviewed month, the volume of transactions amounted to TZS 591.2 billion compared to TZS 430.6 billion traded in December 2011 (Chart 2.9). Out of the total volume of transactions, overnight placements accounted for 85.4 percent in January 2012 compared to 93.0 percent in the preceding month. In line with these developments the rates remained high compared to the normal trend, although marginally less than the rates recorded in December 2011, implying an improved liquidity during the reviewed month. The improvement in liquidity among banks is also reflected by the decrease in the overall interbank cash market rate, which eased to 21.44 percent from 29.11 percent in December 2011. Similarly, the overnight rate decreased to 22.03 percent from 29.34 percent in the same period. Despite the decrease in the IBCM rates, the banks remained squeezed as the rates are still high compared to interbank cash market rate which averaged at 7.82 percent in 2011.

Chart 2.9: Inter-bank Cash Market Developments

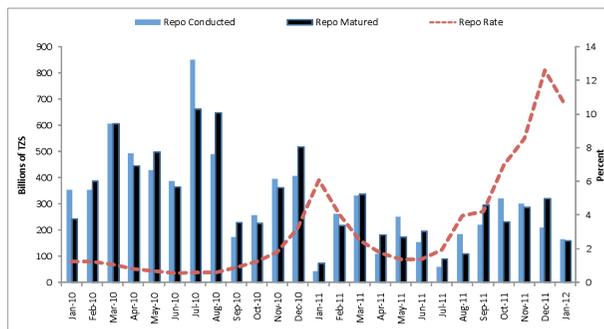


Source: Bank of Tanzania

In the **repurchase agreements market**, the total repo conducted in January 2012 was TZS 168.0 billion compared to TZS 212.0 billion sold in the preceding month and TZS 45.0 billion conducted in the corresponding month in 2011. During the month under review, repo amounting to TZS 158.0 billion matured, which was much less than TZS 319.0 billion that matured in December 2011 but more than TZS 71.0 billion that matured in the same month in 2011 (Chart 2.10).



Chart 2.10: REPO Transactions



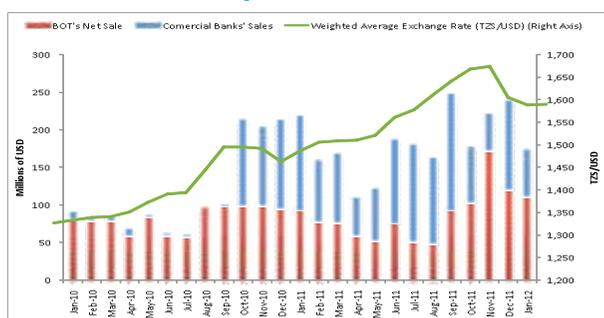
Source: Bank of Tanzania

Note: REPO represents agreements

Interbank Foreign Exchange Market Developments

The Bank of Tanzania continued to participate in the **Interbank Foreign Exchange Market (IFEM)** to supplement other monetary policy instruments in managing liquidity in the economy. During the month, total volume transacted amounted to USD 171.9 million, compared to USD 236.7 million sold in the previous month. Out of the total volume of transactions, the Bank sold USD 112.6 million or 65.5 percent, compared with USD 121.1 million or 51.2 percent of the total amount transacted in December 2011. During January 2012, the shilling appreciated as the exchange rate decreased to TZS 1,588.3 per USD from TZS 1,605.4 in the previous month and recorded an annual depreciation of 6.9 percent from 1,485.4 per USD recorded in the corresponding month in 2011 (**Chart 2.11**).

Chart 2.11: Interbank Foreign Exchange Market Developments



Source: Bank of Tanzania

3.0 Government Budgetary Operations

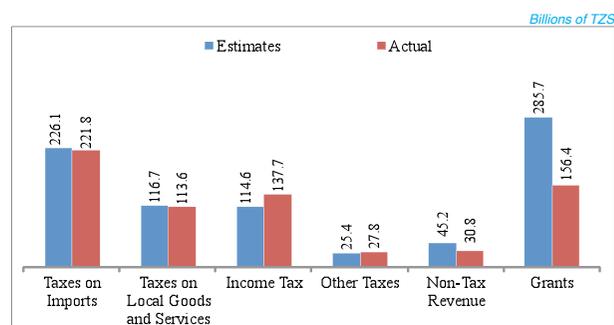


During January 2012, recurrent revenue excluding Local Government Authorities (**LGAs**) own sources was TZS 543.0 billion compared with the target for the month of

TZS 565.9 billion. Tax revenue amounted to 511.4 billion being 4.6 percent above the target. Good performance was observed in all tax categories except import taxes and is associated with improvement in overall tax administration through sensitization of tax payers that increased voluntary compliance, close monitoring of block management system and use of electronic fiscal devices. **Chart 3.1** depicts government resource performance by different categories for the month of January 2012.

In the first seven months of 2011/12, revenue excluding LGAs own sources, amounted to TZS 3,980.3 billion, equivalent to 99.4 percent of the target. Total grants disbursed were TZS 1,039.8 billion, against the projection of TZS 1,811.5 billion, primarily due to project funds disbursement shortfall.

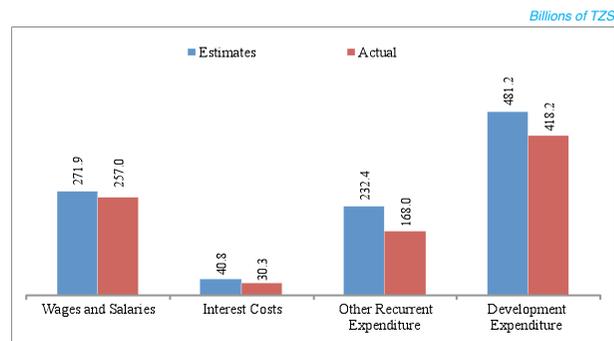
Chart 3.1: Government Resources, January 2012



Source: Ministry of Finance

During January 2012, total expenditure amounted to TZS 466.2 billion or 48.1 percent of the estimate. Out of the total, recurrent expenditure was TZS 455.2 billion and development expenditure was TZS 11.1 billion (**Chart 3.2**). Total expenditure for the first seven months of 2011/12 amounted to TZS 5,239.7 billion or 75.9 percent of the estimated level for the period, out of which recurrent expenditure was TZS 3,519.6 billion and development expenditure TZS 1,720.0 billion, equivalent to 86.2 percent and 61.0 percent of the period estimates, respectively.

Chart 3.2: Government Expenditure, January 2012



Source: Ministry of Finance

Budgetary operations in January 2012 registered a deficit amounting to TZS 450.7 billion; which was financed by domestic borrowing to the tune of TZS 451.6 billion and foreign loans were amortised by TZS 0.9 billion.

4.0 External Sector Performance

Balance of Payments

During the year ending January 2012, **current account** deficit widened significantly to USD 5,007.7 million compared to a deficit of USD 2,341.4 million in recorded in the corresponding period in 2011, mainly driven by the worsening trade balance (Table 4.1).

Gross official reserves amounted to USD 3,565.5 million compared to USD 3,888.7 million in the year ending January 2011, and were enough to cover 3.2 months of projected import of goods and services. During the same period, the gross foreign assets of banks were USD 1,019.7 million.

Table 4.1: Current Account Balance

Millions of USD

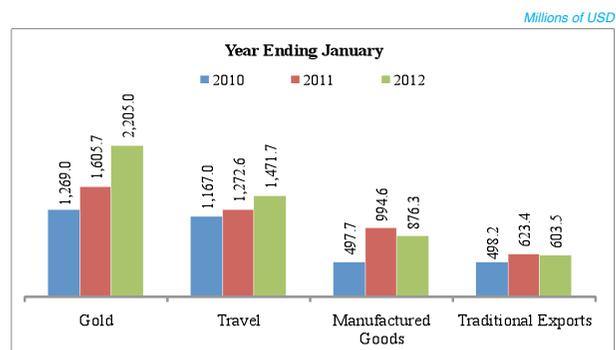
Items	January		2011 ^P		Year Ending January (12 month total)		% Change
	2011	2012	December	January	2011	2012 ^P	
Goods Account (net)	-331.3	-213.5	-508.4	-541.9	-3,288.6	-5,722.1	74.0
Exports	245.1	426.3	387.8	365.0	3,940.4	4,372.5	11.0
Imports	576.4	639.8	896.1	906.9	7,228.9	10,094.6	39.6
Services Account (net)	35.83	22.80	-19.10	-8.1	206.6	172.8	-16.3
Receipts	182.7	172.2	213.5	197.3	2,078.3	2,367.6	13.9
Payments	146.8	149.4	232.6	205.4	1,871.7	2,194.8	17.3
Goods and services (net)	-295.4	-190.7	-527.5	-550.0	-3,082.0	-5,549.3	80.1
Export of goods and services	427.8	598.5	601.3	562.3	6,018.6	6,740.1	12.0
Import of goods and services	723.2	789.2	1,128.7	1,112.3	9,100.6	12,289.4	35.0
Income Account (net)	5.9	10.5	-15.1	0.1	-33.1	-56.9	72.2
Receipts	23.1	23.7	10.2	20.5	169.7	187.0	10.2
Payments	17.2	13.2	25.3	20.4	202.8	243.9	20.3
Current Transfers (net)	53.7	16.9	259.8	3.5	773.7	598.5	-22.6
Inflows	59.7	24.5	267.8	12.3	852.2	685.7	-19.5
o/w General Government	49.8	15.9	259.5	3.8	744.5	584.2	-21.5
Outflows	6.0	7.6	8.0	8.8	78.5	87.2	11.1
Current Account Balance	-235.8	-163.4	-282.8	-546.4	-2,341.4	-5,007.7	113.9

Source: Bank of Tanzania

Note: P = Provisional

The value of **export of goods and services** was USD 6,740.1 million compared to USD 6,018.8 million recorded in 2011. The improvement was largely on account of increase in gold exports and travel receipts. Chart 4.1 provides a summary of export performance of selected goods and services.

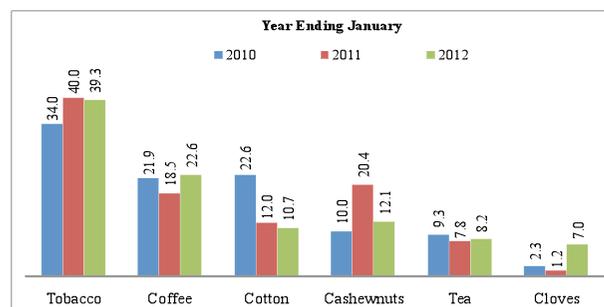
Chart 4.1: Performance of Selected Export of Goods and Services



Source: Bank of Tanzania

Traditional exports value declined by 3.2 percent to USD 603.5 million mainly due to a decline in export volumes of cotton and cashew nuts. There was also a decline in export value of tobacco owing to a decrease in export unit price. On the other hand, the export value of cloves significantly increased following a surge in price of cloves in the world market. During the period under review, the unit prices of cloves notably increased to USD 12,907.4 per ton compared to an average unit price of USD 3,465.2 per ton in the corresponding period last year following the supply shocks in the world market. Chart 4.2 depicts the composition of traditional exports for the last three years.

Chart 4.2: Percentage Composition to Total Traditional Exports

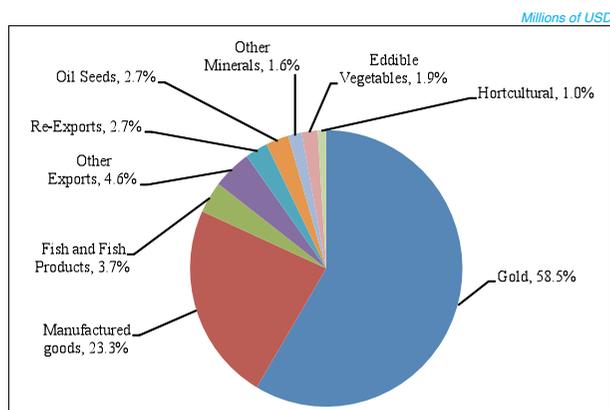


Source: Bank of Tanzania

The value of **non-traditional exports** was USD 3,769.0 million, compared to USD 3,317.0 million recorded during the year to January 2011, of which gold and manufactured goods account for over 80 percent (Chart 4.3). The value of gold exports increased by 37.3 percent to USD 2,205.0 million, largely due to a rise in gold price in the world market and an increase in export volume. The price of gold went up by 28.0 percent to USD 1,593.3 million while the export volume increased to 39.5 tons from 36.9 tons recorded during the corresponding period in 2011.



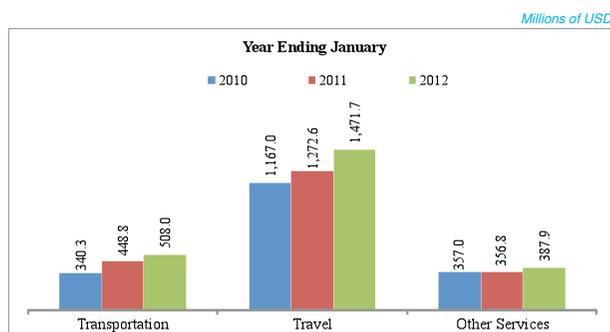
Chart 4.3: Percentage Share to Total Non-Traditional Exports, (year ending January 2012)



Source: Bank of Tanzania

In the period under review, **services receipt** were USD 2,367.6 million compared to USD 2,078.3 million recorded in the year ending January 2011. Much of the increase emanated from travel and transportation receipts that accounted for about 80 percent of total receipts. The improvement in travel receipts was largely attributed to the increase in number of international arrivals, associated with enhanced promotion of Destination Tanzania by the government and private sector. Meanwhile, the good performance in transportation receipts was mainly on account of an increase in volume of transit goods due to improved Dar es Salaam port efficiency and road infrastructure to neighbouring countries. Currently, it takes 3 to 4 days to transport goods to Rwanda and Burundi compared to the previous 7 days. **Chart 4.4** depicts the performance of services receipt items for the past three years.

Chart 4.4: Services Receipt



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

Import of goods and services was USD 12,289.4 million compared to USD 9,100.6 million recorded in the year to January 2011, as all categories of goods import recorded increases compared to the levels reported in the preceding period. The value of oil imports increased by 67.7 percent to USD 3,369.2 million following an increase in oil prices in the world market as well as a rise in the volume of imported oil, which is partly associated with increased demand for thermal power generation. Likewise, the value of machinery

imports increased significantly mostly driven by gas and oil exploration. **Table 4.2** and **Chart 4.5** show the performance of import sub-categories for the last three years.

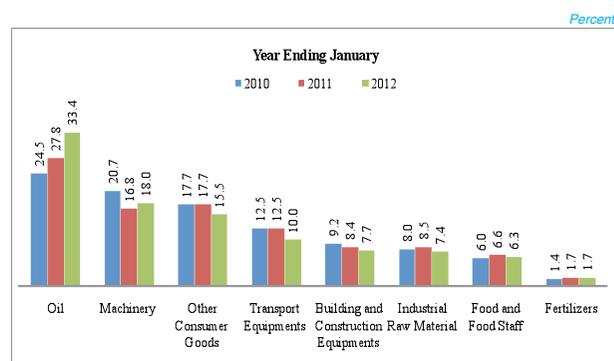
Table 4.2: Goods Import

Millions of USD

Items			% Change	Calendar Year (12 month total)		% Change
	Dec-11	Jan-12		2011	2012 ^P	
CAPITAL GOODS	326.2	276.2	-15.3	2,727.9	3,605.4	32.2
Transport Equipment	68.0	68.4	0.7	906.6	1,009.0	11.3
Building and Constructions	44.8	61.4	37.1	608.4	774.4	27.3
Machinery	118.6	146.3	23.4	1,212.9	1,822.0	50.2
INTERMEDIATE GOODS	356.6	402.5	12.9	2,747.6	4,290.3	56.1
Oil imports	181.2	321.5	77.4	2,008.8	3,369.2	67.7
Fertilizers	16.0	12.1	-24.5	125.3	172.6	37.8
Industrial raw materials	54.0	68.9	27.6	613.5	748.6	22.0
CONSUMER GOODS	213.3	228.3	7.1	1,753.6	2,198.9	25.4
Food and food stuffs ¹	53.0	87.0	64.1	477.6	637.0	33.4
All other consumer goods ¹	104.0	141.3	35.8	1,276.0	1,561.9	22.4
GRAND TOTAL	896.1	907.1	1.2	7,229.0	10,094.6	39.6

Note: 1 includes pharmaceutical products, paper products, plastic items, optical/photographic materials, textile apparels.
Source: Bank of Tanzania and Tanzania Revenue Authority

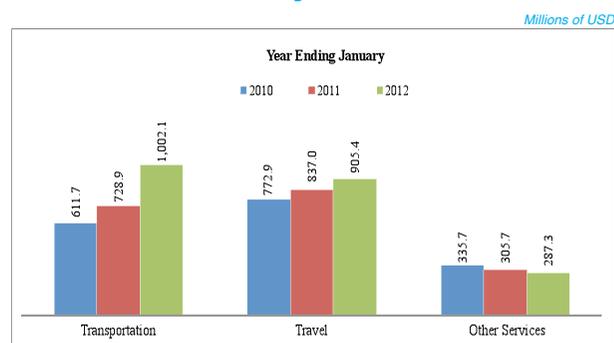
Chart 4.5: Percentage Share of Selected Items to Total Imports



Source: Bank of Tanzania

Services payment were USD 2,194.8 million, being 17.3 percent higher than the level recorded during 2011, largely driven by the increase in payments of freight charges consistent with the increase in import of goods. **Chart 4.6** summarizes major services payment made in the past three years.

Chart 4.6: Services Payment



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

World Commodity Prices

During January 2011, the world market prices of selected major commodities recorded increases with the exception



of **coffee** (Robusta) and tea (average) as shown in **Table 4.3**. While the rise in the price of **cotton** was largely on speculation that demand will increase in China which is the world's biggest consumer of cotton, the price of **cloves** went up due to decrease in supply as it was the end of the harvesting season of the crop in Madagascar. The prices of **crude oil** (Average and Dubai f.o.b) and **white petroleum products** recorded slight increases.

During the year ending January 2012, the average world market prices of major commodities increased except for the price of **tea** (average). The rise in prices of **coffee** was largely attributed to decline in coffee production following unfavourable weather condition in Columbia coupled with the rise in demand for coffee in emerging markets such as China and India. The price of **cotton** rose largely due to strong demand for cotton in China. Meanwhile, the average price of cloves also went up following a strong demand for cloves coupled with low cloves production in Indonesia following an outbreak of a clove disease.

During the period under review, the average prices of **crude oil** (Average, Dubai f.o.b) and **white petroleum products** increased following a decline in oil inventories in the United States and the political instability in the Middle East countries. Similarly, the price of gold went up mainly due to increased demand for gold as a safe investment.

Table 4.3: World Commodity Prices

COMMODITY	Units	Year ending January (12 Month Average)							
		Nov-11	Dec-11	Jan-12	% Change	2010	2011	2012	% Change
Robusta Coffee	USD per kg	2.14	2.17	2.13	-1.8	1.62	1.79	2.40	34.1
Arabica Coffee	USD per kg	5.40	5.22	5.23	0.2	3.22	4.51	5.93	31.5
Tea (Average price)	USD per kg	2.79	2.70	2.67	-1.1	2.78	2.91	2.89	-0.7
Tea (Mombasa Auction)	USD per kg	2.66	2.61	2.65	1.5	2.57	2.57	2.70	5.1
Cotton, "A Index"	USD per kg	2.31	2.10	2.23	6.2	1.42	2.47	3.20	29.6
Sisal (UG)	USD per metric ton	1,450.0	1,400.0	1,400.0	0.0	1,029.0	977.5	1,402.5	43.5
Cloves	USD per metric ton	12,798.0	13,125.0	14,218.8	8.3	4,078.4	4,893.7	10,903.3	122.8
Crude oil*	USD per barrel	105.41	104.23	107.07	2.7	64.53	80.34	105.21	31.0
Crude oil**	USD per barrel	108.59	106.22	109.78	3.4	65.06	79.37	107.48	35.4
White products***	USD per ton	970.26	932.72	971.66	4.2	571.80	705.13	980.54	39.1
Jet/Kerosene	USD per ton	1,019.25	964.84	991.99	2.8	569.65	721.35	1,000.35	38.7
Premium Gasoline	USD per ton	926.16	913.09	972.61	6.5	607.84	739.94	990.88	33.9
Heat Oil	USD per ton	965.36	920.23	956.40	3.3	537.92	654.10	950.40	45.3
Gold	USD per troy ounce	1,738.00	1,642.00	1,656.12	0.9	994.32	1,244.56	1,593.32	28.0

Note: *Average of Brent, Dubai and West Texas Intermediate

** f.o.b Dubai

*** West Mediterranean

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

5.0 National Debt Developments

In January, the external debt stock decreased by USD 194.1 million to USD 9,744.3 million from USD 9,938.4 million registered in the preceding month. The decrease was mainly on account of clearing of interest arrears on private sector external debt after the survey conducted in December 2011. Out of the external debt stock 85.2 percent was disbursed outstanding debt (DOD) and 14.8 percent interest arrears¹.

¹Interest arrears are due to unserviced bilateral debt (mainly from Iran, Iraq and Japan which are yet to provide relief) and inadequate information on debt serviced by private sector.

The ratio of external debt to GDP in nominal terms was 43.0 percent, while that of public external debt was 33.1 percent². The profile of external debt by creditor and borrower categories was as summarised in **Tables 5.1**.

Table 5.1: Tanzania's External Debt Stock by Creditor Category

Millions of USD

Creditor	11-Jan	Share (%)	11-Dec	Share (%)	12-Jan	Share (%)
Multilateral	4,666.0	53.8	5,126.2	51.6	5,143.8	52.8
DOD	4,652.9	53.7	5,111.3	51.4	5,129.3	52.6
Interest Arrears	13.1	0.2	14.9	0.1	14.5	0.1
Bilateral	1,635.8	18.9	1,763.0	17.7	1,785.4	18.3
DOD	938.4	10.8	1,009.7	10.2	1,019.9	10.5
Interest Arrears	697.4	8.0	753.3	7.6	765.5	7.9
Commercial	1,523.2	17.6	2,046.5	20.6	2,020.6	20.7
DOD	895.8	10.3	1,423.9	14.3	1,483.0	15.2
Interest Arrears	627.4	7.2	622.6	6.3	537.6	5.5
Export Credit	844.9	9.7	1,002.7	10.1	794.5	8.2
DOD	530.9	6.1	620.7	6.2	670.0	6.9
Interest Arrears	314.0	3.6	382.0	3.8	124.5	1.3
External Debt Stock	8,669.9	100.0	9,938.4	100.0	9,744.3	100.0

Source: Ministry of Finance and Bank of Tanzania

The analysis of external debt by creditor category indicates that the stock of multilateral and bilateral debts increased by 0.3 percent and 1.3 percent respectively compared to amounts recorded during the previous month. The increase is attributed to larger disbursement of new loans compared to repayments. On the other hand, the stock of commercial and export credit debts decreased by 1.3 percent and 20.8 percent respectively mainly on account of clearing of interest arrears on private sector external debt (**Table 5.1**). The analysis of debt stock by borrower category is as indicated on **Table 5.2**.

Table 5.2: Tanzania's External Debt Stock by Borrower Category

Millions of USD

Borrower	11-Jan	Share (%)	11-Dec	Share (%)	12-Jan	Share (%)
Central Government	5,961.0	68.8	7,130.3	71.7	7,283.0	74.7
DOD	5,263.6	60.7	6,372.5	64.1	6,517.5	66.9
Interest Arrears	697.4	8.0	757.8	7.6	765.5	7.9
Private Sector	1,844.3	21.3	1,810.8	18.2	1,777.4	18.2
DOD	1,216.9	14.0	1,248.4	12.6	1,239.8	12.7
Interest Arrears	627.4	7.2	562.4	5.7	537.6	5.5
Parastatal Companies	864.6	10.0	997.4	10.0	683.9	7.0
DOD	537.5	6.2	544.7	5.5	545.0	5.6
Interest Arrears	327.1	3.8	452.7	4.6	139.0	1.4
External Debt Stock	8,669.9	100.0	9,938.4	100.0	9,744.3	100.0

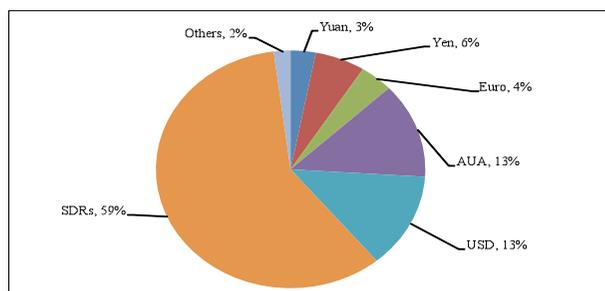
Source: MOF and Bank of Tanzania

Analysis of external debt by currency composition shows that external debt was mainly denominated in Special Drawing Rights (SDRs), US dollars and African Unit of Account (AUA) (**Chart 5.1**).



²Based on the result of the latest Debt Sustainability Analysis conducted in November, 2010 the present value of debt to GDP for Tanzania was 14.8% compared with the sustainability threshold of 50%.

Chart 5.1: External Debt by Currency Composition



Source: Ministry of Finance and Bank of Tanzania

In January, 2012, disbursed and recorded external debt amounted to USD 49.8 million, while external debt service amounted to USD 5.8 million of which USD 2.8 million was principal and USD 3.0 million interest payments. The amount was paid to IDA, The OPEC Fund, the Export Import Bank of China, Standard Bank of South Africa, ING Bank N.V, Saudia Fund for Development and the Export Import Bank of India.

The stock of domestic debt increased by TZS 53.4 billion, to TZS 4,104.8 billion at the end of January, 2012 compared to the amount registered at the end of December, 2011, mainly due to larger issuances of Government bonds compared to maturing obligations. Out of domestic debt stock, Government bonds accounted for the largest share followed by Treasury bills (Table 5.3).

Table 5.3: Government Domestic Debt by Instruments

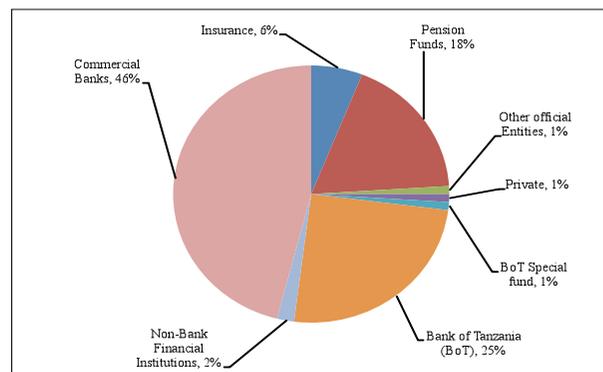
Billions of TZS

Instrument	11-Jan	Share (%)	11-Dec	Share (%)	12-Jan	Share (%)
Government Securities	3,346.3	99.8	4,043.1	99.8	4,096.5	99.8
Government Bills	599.5	17.9	849.5	21.0	847.4	20.6
Government Stocks	257.1	7.7	257.1	6.3	257.1	6.3
Government Bonds	2,489.7	74.2	2,936.5	72.5	2,992.0	72.9
Tax Certificates	0.1	0.0	0.1	0.0	0.1	0.0
Others Gov' Debt	8.3	0.2	8.3	0.2	8.3	0.2
Mabibo Hostel	8.3	0.2	8.2	0.2	8.2	0.2
Others	0.0	0.0	0.0	0.0	0.0	0.0
Total Dom. Debt	3,354.6	100.0	4,051.4	100.0	4,104.8	100.0
Interest Arrears	0.0	0.0	0.0	0.0	0.0	0.0
Domestic Debt Stock	3,354.6	100.0	4,051.4	100.0	4,104.8	100.0

Source: MOF and Bank of Tanzania

Commercial banks remained the leading investors in government securities holding 46 percent followed by the Bank of Tanzania holding 25 percent and Pension funds holding 18 percent and other investors holdings are as indicated in Chart 5.2.

Chart 5.2: Government Domestic Debt by Holder Category



Source: Ministry of Finance and Bank of Tanzania

Domestic debt issued during the month amounted to TZS 186.1 billion, out of which, TZS 125.7 billion were Treasury bills, and TZS 60.4 billion Treasury bonds. A total of TZS 142.4 billion, equivalent to 30.0 percent of the domestic revenue collected during the month, was due for payment; out of which principal amounting to TZS 107.7 billion (22.1 percent of revenue) was rolled over while interest amounting to TZS 34.7 billion, (7.9 percent of revenue) was paid out of government resources.



6.0 Economic Developments in Zanzibar

Inflation Developments

Annual **Headline Inflation rate** declined to 19.8 percent in January 2012 from 20.8 percent recorded in the year ending December 2011, mainly due to a decline in prices of food items. However, during the same period, month-to-month headline inflation rate slightly accelerated to 2.1 percent from 2.0 percent registered in December 2011, on account of a rise in prices of some food items (Table 6.1 and Chart 6.1).

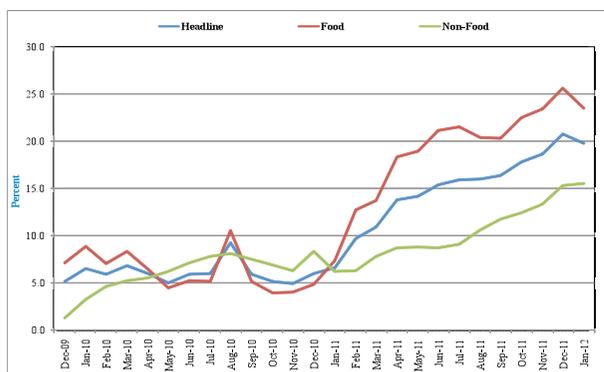
Table 6.1: Annual Percentage Change in Consumer Price Index (CPI)

Base: Dec.2005=100

Major or Commodity Group	Weights (%)	2009			2010			2011			2012
		Jan	Nov	Dec	Jan	Nov	Dec	Jan	Nov	Dec	Jan
Headline/Overall	100.0	20.6	4.7	5.2	6.5	4.9	6.0	6.6	18.7	20.8	19.8
Food	57.4	22.5	6.8	7.1	8.8	4.0	4.8	7.3	23.4	25.6	23.5
Non-Food	42.6	18.8	0.6	1.3	3.3	6.3	8.3	6.2	13.3	15.3	15.5
Alcoholic Beverages, Tobacco & Narcotics	0.6	19.5	21.5	26.6	26.3	16.9	32.5	12.1	11.2	17.5	16.8
Clothing & Footwear	6.2	7.7	4.7	4.5	4.8	6.7	7.2	7.9	18.2	18.8	17.5
Housing, Water, Electricity, Gas & Other Fuels	15.6	31.6	-1.2	0.1	1.7	4.0	5.6	4.3	12.6	14.9	15.8
Furnishing, Household Equipment & Routine Household Maintenance	5.3	12.9	4.9	5.1	4.0	4.0	6.1	5.3	18.0	20.6	23.2
Health	2.1	12.3	6.1	6.1	6.5	16.9	17.8	25.2	14.7	17.0	7.0
Transport	3.4	18.9	-11.4	-10.0	-8.1	7.0	8.5	7.4	16.9	16.8	13.8
Communication	2.4	-0.1	0.0	0.0	0.0	0.0	1.6	1.6	1.6	0.0	0.0
Recreation & Culture	0.4	2.5	4.2	3.7	4.0	7.0	8.3	6.8	10.7	10.7	14.3
Education	1.1	3.5	3.6	3.6	16.6	12.6	12.6	5.5	5.5	5.5	17.9
Restaurants & Hotels	3.1	18.0	13.3	11.7	8.0	13.2	23.5	11.7	16.5	15.8	16.3
Miscellaneous Goods & Services	2.4	9.3	12.1	13.0	11.9	3.2	-3.5	-11.4	-8.1	3.1	11.0

Source: Office of Chief Government Statistician (OCGS)

Chart 6.1: Annual Headline, Food and Non-food Inflation



Source: Office of Chief Government Statistician (OCGS)

Annual **food inflation rate** decelerated to 23.5 percent in January 2012 from 25.6 percent registered during the year ending December 2011, mainly on account of a decrease in prices of some food items. **The month-to-month food inflation rate** increased to 2.6 percent in January 2012 from 2.2 percent recorded in December 2011, due to a rise in prices of fish, rice, and cassava. Specifically, prices of fish and rice rose from TZS 6,200 and TZS 1,315 per kilo to TZS 6,674 and TZS 1,333 per kilo, respectively in the reporting period.

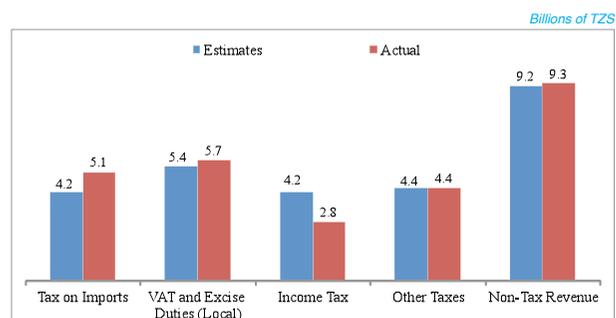
Annual non-food inflation rate increased to 15.5 percent in January 2012, from 15.3 percent registered in the year ending December 2011, largely due to increase in prices of all petroleum products, which also pushed up transportation costs. In contrast, **the month -to-month non-food inflation rate** dropped to 1.0 percent from 1.7 percent recorded in December 2011, mainly on account of decrease in prices of air and bus fares.

Government Budgetary Operations

Government budgetary operations on cheques issued basis recorded a surplus after grants of TZS 5.5 billion in January 2012, and amounted to a deficit of TZS 7.9 billion after adjustment to cash. The budget deficit was financed by local and foreign sources of TZS 2.5 billion and TZS 5.4 billion, respectively. Total resources during the month under review amounted to TZS 36.5 billion, above the target amount of TZS 27.7 billion. Domestic resources amounted to TZS 27.3 billion or 74.8 percent and the balance was grants. Total expenditure amounted to TZS 31.0 billion above the estimate of TZS 28.0 billion.

Total revenue collections during January 2011 accelerated to TZS 27.3 billion, mainly on account of payment of dividend to the Government by the Bank of Tanzania of TZS 7.8 billion and improved tax revenue. Tax collections amounted to TZS 18.0 billion, slightly below the monthly target by 1.1 percent and accounted for 65.9 percent of the total revenue collections, while non-tax revenue amounted to TZS 9.3 billion or 34.1 percent and was above the target by 1.1 percent. Performance of revenue collection by sources is as shown in Chart 6.2 and 6.3.

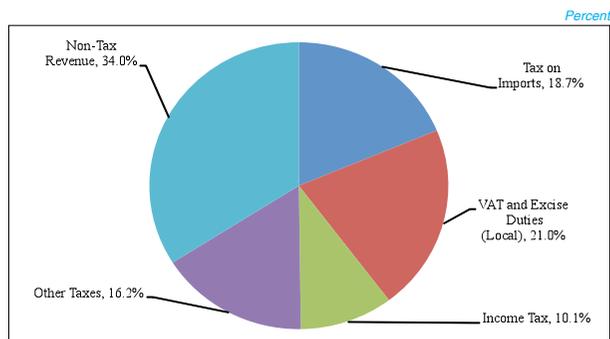
Chart 6.2: Government Revenue by Sources, Actual Versus Target - January 2012



Source: President's Office-Finance, Economy and Development Planning (POFEDP), Zanzibar



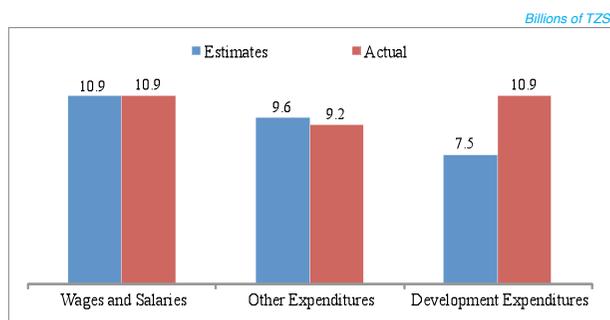
Chart 6.3: Government Revenue by Sources, Percent Share to Total Revenue – January 2012



Source: President's Office-Finance, Economy and Development Planning (POFEDP), Zanzibar

Total government expenditure during January 2012, amounted to TZS 31.6 billion, of which recurrent expenditure was TZS 20.1 billion, or 64.8 percent and the balance was development expenditure. Analysis of recurrent expenditure indicated that wages and salaries amounted to TZS 10.9 billion, same as the target, while expenditure on other charges was TZS 9.2 billion, below the target of TZS 9.6 billion. Development expenditure amounted to TZS 10.9 billion, out of which foreign funded component accounted for 71.5 percent of the total development expenditure and the balance was government contribution. Expenditure performance is shown in Chart 6.4.

Chart 6.4: Government Expenditure by Components, Actual versus Target – January 2012



Source: President's Office-Finance, Economy and Development Planning (POFEDP), Zanzibar

External Sector Developments

Current Account

Zanzibar current account balance during January 2012 registered a surplus of USD 12.0 million, up from a surplus of USD 7.9 million recorded in December 2011, largely due to increase in cloves export proceeds. The current account surplus for the year ending January 2012 rose sharply to USD 21.7 million, from a surplus of USD 6.2 million registered in year ending January 2011, largely driven by the increase in value of export of goods. Deficit in trade account in turn

narrowed slightly to USD 74.8 million in the year ending January 2012, compared to a deficit of USD 77.3 million recorded in the corresponding period in 2011 (Table 6.2).

Table 6.2: Zanzibar Current Account Balance

Item	2011		2012 ^p		Year Ending January		% Change	
	Jan	Dec	Jan	2011	2012	Monthly	Annual	
Goods Account (net)	-7.0	-11.5	1.9	-77.3	-74.8	116.5	-3.2	
Exports	0.5	3.6	15.6	17.4	72.2	333.3	314.9	
Imports (fob)	7.6	15.0	13.7	94.7	147.0	-8.7	55.2	
Services Account (net)	2.6	12.1	4.6	44.3	50.7	-62.0	14.4	
Receipts	6.6	28.4	15.9	101.9	174.5	-44.0	71.2	
Payments	4.0	16.3	11.3	57.6	123.8	-7.0	114.9	
Goods and Services (net)	-4.5	0.6	6.5	-33.0	-24.1	983.3	-27.0	
Exports of Goods and services	7.1	31.9	31.4	119.3	246.7	-1.6	106.8	
Imports of Goods and Services	11.6	31.3	24.9	152.3	270.7	20.4	77.7	
Income Account (net)	-0.4	-0.1	-0.4	-1.3	-4.0	300.0	207.7	
Receipts	0.0	0.1	0.1	1.0	1.0	0.0	0.0	
Payments	0.4	0.2	0.4	2.3	4.9	100.0	113.0	
Current Transfers (net)	4.2	7.4	5.9	40.5	49.7	-20.3	22.7	
Inflows	4.2	7.4	5.9	40.5	49.7	-20.3	22.7	
Outflows	0.0	0.0	0.0	0.0	0.0	0.0	0.0	
Current Account Balance	-0.7	7.9	12.0	6.2	21.7	51.9	250.0	

Note: p = provisional, "----"Implies large number

Source: Tanzania Revenue Authority and BOT computations

Total exports proceeds of goods and services during the year ending January 2012 more than double to USD 246.7 million from USD 119.3 million registered in the corresponding period a year earlier. This outturn was largely driven by the upsurge in exports proceeds of goods, mainly clove (Table 6.3). It is pertinent to note that during the year ending January 2012, the value of clove exports rose to USD 55.4 million from USD 7.6 million. This was due to a hike in the average export price from USD 3,588.0 per ton in the year ending January 2011 to USD 13,238.5 per ton during the year under review.

Table 6.3: Zanzibar Goods Exports by Major Categories

Item	Unit	2011		2012 ^p		Year Ending January		% Change	
		Jan	Dec	Jan	2011	2012 ^p	Monthly	Annual	
Traditional Exports:									
Cloves									
Value	Millions	0.2	0.8	14.9	7.6	55.4	
Volume	000 Tons	0.0	0.1	1.3	2.1	4.2	...	100.0	
Unit Price	USD/Tons	3,911.1	15,000.0	11,920.0	3,588.0	13,238.5	-20.5	269.0	
Non-Traditional Exports:									
Seaweeds									
Value	Millions	0.1	0.4	0.6	2.6	3.5	-50.0	34.6	
Volume	000 Tons	0.4	0.9	1.6	10.5	9.8	77.8	-6.7	
Unit Price	USD/Tons	250.0	426.6	353.7	251.9	360.1	-17.1	43.0	
Manufactured Goods	Millions	0.1	1.1	0.0	3.5	6.5	-	85.7	
Fish and Marine Products	Millions	0.0	0.1	0.0	0.4	0.3	-	-25.0	
Other Exports	Millions	0.1	1.2	0.1	3.3	6.4	-91.7	93.9	
Sub Total	Millions	0.3	2.8	0.7	9.8	16.7	-75.0	70.4	
Grand Total	Millions	0.5	3.6	15.6	17.4	72.2	333.3	314.9	

Note: Other exports include mainly souvenirs and spices.

Note: p = provisional, "----"Implies large number

Source: Tanzania Revenue Authority and BOT computations

The total value of imports of goods and services during the year ending January 2012 rose by 77.7 percent to USD 270.7 million, from USD 152.3 million registered in the corresponding period in 2011. This development is mainly due to an increase in the value of oil import by 79.8 percent to USD 68.5 million. Total goods imports (c.i.f) increased by 55.1 percent to USD 161.5 million. Capital goods imports increased by 41.3 percent to USD 59.2 million from the level recorded during the corresponding period in 2011, while consumer goods imports increased by 44.0 percent to USD 28.8 million (Table 6.4).



Table 6.4: Zanzibar Imports by Major Categories

Millions of USD

Import Category	2011		2012 ^P	Year Ending January		% Change	
	Jan	Dec	Jan	2011	2012 ^P	Monthly	Annual
Capital Goods	2.2	7.3	5.4	41.9	59.2	-26.0	41.3
Transport Equipments	1.0	3.7	2.5	15.9	22.9	-32.4	44.0
Building and Construction	0.7	1.4	1.7	8.1	13.2	21.4	63.0
Machinery	0.5	2.1	1.2	18.0	23.2	-42.9	28.9
Intermediate Goods	4.3	5.5	5.1	42.1	73.5	-7.3	74.6
Oil Imports	4.2	4.4	4.9	38.1	68.5	11.4	79.8
Industrial Raw Materials	0.1	1.2	0.2	4.0	5.0	-83.3	25.0
Consumer Goods	1.8	3.7	4.4	20.0	28.8	18.9	44.0
Food and Food Staffs	1.2	1.0	3.0	7.3	11.5	200.0	57.5
All Other Consumer Goods	0.6	2.7	1.5	12.7	17.3	-44.4	36.2
Grand Total (c.i.f)	8.3	16.5	15.0	104.1	161.5	-9.1	55.1
Grand Total (f.o.b)	7.6	15.0	13.7	94.7	147.0	-8.7	55.2

Note: p = provisional, "----"Implies large number
Source: Tanzania Revenue Authority

On annual basis, **services account** registered a surplus of USD 50.7 million, from a surplus of USD 44.3 million recorded in the corresponding period in 2011. During the same period, service receipts also rose by 7.2 percent to USD 174.5 million, reflecting increased exports of tourism related services, while foreign payments increased to USD 123.8 million from USD 57.6 million (**Table 6.5**).

Table 6.5: Services and Income Account

Millions of USD

Item		2011		2012 ^P		Year Ending January		% Change	
		Jan	Dec	Jan	Jan	2011	2012 ^P	Monthly	Annual
A. Services Account	Net	2.6	12.1	4.6	44.3	50.7	-62.0	14.4	
	Receipts	6.6	28.4	15.9	101.9	174.5	-44.0	71.2	
	Payments	4.0	16.3	11.3	57.6	123.8	-7.0	114.9	
B. Income Account	Net	-0.4	-0.1	-0.4	-1.3	-4.0	300.0	207.7	
	Receipts	0.0	0.1	0.1	1.0	1.0	0.0	0.0	
	Payments	0.4	0.2	0.4	2.3	4.9	100.0	113.0	

Note: p = provisional. "----"Implies large numberSource: Bank of Tanzania, Commercial Banks



STATISTICAL TABLES



Table A1: Selected Economic Indicators (Annual)

Item	Unit	2005 ^r	2006 ^r	2007 ^r	2008 ^r	2009 ^r	2010 ^P
1. National Accounts and Prices							
1.1 Change in GDP at Market Prices--Current Prices	Percent	14.3	12.4	16.8	18.3	13.8	14.5
1.2 Change in GDP at Market Prices--Constant 2001 Prices	Percent	7.4	6.7	7.1	7.4	6.0	7.0
1.3 GDP Per Capita--Current Prices ¹	TZS	441,152.1	478,051.4	546,955.7	630,577.1	693,185.4	770,727.4
1.4 GDP Per Capita--Current Prices ¹	USD	390.6	381.7	439.5	527.1	525.0	538.1
1.5 Change in Consumer Price Index (Inflation)	Percent	4.4	7.3	7.0	10.3	12.1	5.5
1.6 Saving to GNDI Ratio ²	Percent	8.7	8.5	7.1	12.5	-	-
2. Money Credit and Interest Rates*							
2.1 Change in Extended Broad Money Supply (M3)	Percent	38.2	22.0	20.5	19.8	17.7	25.4
2.2 Change in Broad Money supply (M2)	Percent	36.9	13.7	27.2	24.4	20.8	21.8
2.3 Change in Narrow Money Supply (M1)	Percent	33.7	9.8	29.1	21.9	13.7	25.9
2.4 Change in Reserve Money	Percent	27.7	16.8	24.9	21.1	32.2	16.2
2.5 Total Credit to GDP Ratio ¹	Percent	10.5	11.7	13.5	17.0	18.1	21.1
2.6 Private Sector Credit to GDP Ratio ¹	Percent	8.9	11.3	15.0	18.4	17.7	18.6
2.7 Ratio of Private Credit to Total Credit	Percent	84.6	96.3	111.3	107.9	97.5	88.1
2.8 Average Deposit Rate (12-Month) ³	Percent	6.2	8.3	9.3	8.9	8.9	8.0
2.9 Weighted Average Treasury Bill Rate	Percent	10.8	11.9	14.8	9.1	8.3	4.8
2.10 Average Long-Term Lending Rate ³	Percent	13.4	14.9	16.1	16.4	15.1	14.6
3. Balance of Payments							
3.1 Exports of goods (f.o.b)	Mill. USD	1,702.5	1,917.6	2,226.6	3,578.8	3,294.6	4,296.8
3.2 Imports of goods (f.o.b)	Mill. USD	-2,997.6	-3,864.1	-4,860.6	-7,012.3	-5,834.1	-7,125.1
3.3 Trade Balance	Mill. USD	-1,295.1	-1,946.5	-2,634.1	-3,433.5	-2,539.5	-2,828.3
3.4 Balance on Current Account	Mill. USD	-844.5	-1,173.8	-1,643.0	-2,595.4	-1,768.2	-1,853.4
3.5 Overall Balance	Mill. USD	-228.7	460.7	404.6	148.0	366.2	369.8
3.7 Gross Official Reserves	Mill. USD	2,049.5	2,136.9	2,724.3	2,872.6	3,552.5	3,948.0
3.8 Reserves Months of Imports (of goods and services)	Months	5.8	5.0	5.2	4.0	5.7	5.3
3.9 Exchange Rate:							
3.9.1 Annual Average	TZS/USD	1,129.2	1,253.9	1,239.5	1,196.8	1,320.3	1,432.3
3.9.2 End of Period	TZS/USD	1,165.5	1,261.6	1,132.1	1,280.3	1,313.3	1,453.5
4. Population (TZ Mainland)							
	Million	36.2	37.5	38.3	39.3	40.7	41.9
5. Public Finance							
		2005/06	2006/07	2007/08^r	2008/09^r	2009/10^P	
5.1 Current Revenue to GDP Ratio ¹	Percent	12.5	14.1	15.9	16.2	15.3	
5.2 Grants to GDP Ratio ¹	Percent	5.9	4.9	5.0	4.4	4.6	
5.2 Current Expenditure to GDP Ratio ¹	Percent	15.7	16.1	14.9	17.7	18.3	
5.3 Development Expenditure to GDP Ratio ¹	Percent	7.9	6.9	7.9	7.7	8.6	
5.4 Deficit to GDP Ratio (excluding grants) ¹	Percent	-10.3	-8.9	-7.4	-9.2	-11.5	
5.5 Deficit to GDP Ratio (including grants) ¹	Percent	-4.4	-4.0	-2.4	-4.8	-6.5	
6. Total External Debt Stock							
	Mill. USD	8,229.5	4,660.8	5,846.4	6,999.4	7,846.7	
Disbursed Debt	Mill. USD	6,971.1	3,442.3	4,483.1	5,483.0	6,207.0	
Interest	Mill. USD	1,258.3	1,218.6	1,363.3	1,516.3	1,639.7	
Total External Debt as % of GDP	Percent	57.6	29.8	31.0	33.3	34.0	

Notes: 1 Calculated on the basis of GDP at Market Prices--Current Prices

2 GNDI stands for Gross National Disposable Income

3 Annual Average

P = Provisional, r = Revised

* Data have been revised after adoption of Standard Reporting Format (SRF)

Source: Bank of Tanzania Database and National Bureau of Statistics (Economic Survey, National Accounts)



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

Millions of TZS

Item	BUDGET 2011/12	2011/12									
		July	August	September	October	November	December	January		July-January	
		Actual	Actual	Actual	Actual	Actual	Actual	Estimates	Actual	Estimates	Actual
Total Revenue (including LGAs) /1	7,126,448	448,982	486,986	627,041	504,328	531,639	701,703	565,940	542,959	4,088,321	3,980,308
Total Revenue	6,775,952	448,982	486,986	627,041	504,328	531,639	701,703	536,732	542,959	3,883,864	3,860,308
Tax Revenue	6,214,714	428,117	458,814	602,546	477,489	500,794	666,474	489,185	511,444	3,581,628	3,645,680
Taxes on Imports	2,712,660	208,417	215,483	227,997	212,099	221,763	211,304	224,961	209,817	1,580,928	1,506,879
Sales/VAT and Excise on Local Goods	1,327,071	90,683	110,650	100,525	109,529	113,566	116,650	122,901	133,121	785,663	774,724
Income Taxes	1,861,095	106,732	108,209	249,413	123,718	137,658	301,736	115,828	142,203	1,032,433	1,169,672
Other taxes	313,888	22,286	24,472	24,611	32,143	27,807	36,784	25,496	26,304	182,604	194,405
Non-tax Revenue	561,238	20,864	28,172	24,495	26,840	30,845	35,229	47,547	31,515	302,236	214,628
LGA Own Sources	350,497	-	0	-	-	-	-	29,208	0	204,456	120,000
Total Expenditure /2	12,639,939	582,307	911,443	998,761	829,566	873,424	722,781	971,172	466,241	6,904,472	5,239,691
Recurrent expenditure	7,714,330	508,727	736,826	630,632	586,506	455,256	539,442	666,661	455,155	4,083,292	3,519,607
Wages and salaries	3,270,292	262,882	263,703	266,674	257,764	256,998	263,443	270,342	262,015	1,907,170	1,833,480
Interest payments	308,696	1,217	33,108	33,151	28,056	30,260	58,311	26,517	1,917	231,643	186,021
Domestic	220,626	915	31,582	15,444	26,550	19,852	50,447	19,043	1,530	161,323	146,322
Foreign	88,070	303	1,526	17,707	1,506	10,408	7,863	7,474	386	70,320	39,699
Other goods, services and transfers	4,135,342	244,628	440,015	330,807	300,686	167,998	217,688	369,802	191,222	1,944,479	1,500,106
Dev. Expenditure and net lending	4,925,609	73,580	174,617	368,129	243,060	418,168	183,340	304,511	11,086	2,821,180	1,720,085
Local	1,871,472	45,855	150,493	365,631	134,663	239,003	-	50,000	0	1,039,600	958,995
Foreign	3,054,137	27,724	24,124	2,498	108,397	179,165	183,340	254,511	11,086	1,781,580	761,089
Balance before Grants	-5,513,491	-133,325	-424,457	-371,720	-325,238	-341,785	-21,078	-405,232	76,718	-2,816,151	-1,259,383
Grants	2,717,928	-	21,819	2,498	270,457	156,369	376,417	168,095	11,086	1,811,469	1,039,794
Program (CIS/OGL)	700,791	-	0	-	169,785	56,421	225,628	0	0	634,806	553,531
Project	1,148,878	-	0	-	-	3,226	47,334	135,428	2,518	709,867	88,585
Basket funds	392,000	-	0	2,498	72,927	79,471	72,002	32,667	6,049	228,667	263,611
MDRI/MCA(T)	476,259	-	21,819	-	27,744	17,252	31,454	0	2,518	238,130	134,067
Balance (cheq.issued) after Grants	-2,795,563	-133,325	-402,638	-369,222	-54,781	-185,416	355,339	-237,137	87,804	-1,004,682	-219,590
Expenditure float	-	-178,673	-3,697	-594	-406	-145	-48	0	0	0	-183,562
Adjustments to cash and other items (net)	-	214,987	294,275	248,999	2,420	109,365	41,470	0	-538,524	0	-659,710
Overall Balance (cheques cleared)	-2,795,563	-97,011	-112,060	-120,817	-52,767	-76,195	396,761	-237,137	-450,720	-1,004,682	-1,062,863
Financing:	2,795,563	97,011	112,060	120,817	52,767	76,195	-396,761	237,137	450,720	1,004,682	1,062,863
Foreign Financing (net)	2,410,440	23,514	-692	-	6,380	68,985	87,424	80,973	-910	1,029,191	737,898
Loans	2,181,257	27,724	2,305	-	7,725	79,216	94,275	86,417	0	1,075,974	774,604
Program loans	168,623	-	0	-	-	-	61,725	0	0	50,539	90,402
Development Project loans	2,012,634	27,724	1,385	-	-	79,216	10,310	61,750	0	852,768	599,546
Basket Support	296,000	-	921	-	7,725	-	22,240	24,667	0	172,667	84,656
Amortization	-66,817	-4,210	-2,998	-	-1,345	-10,231	-6,851	-5,444	-910	-46,783	-36,706
Domestic (net) /3	385,123	73,497	112,752	120,817	46,387	7,210	-484,185	156,165	451,630	-24,509	324,965
Bank & Non Bank Financing (NDF)	393,360	73,497	112,752	120,817	46,387	7,210	-484,185	156,165	451,630	-16,273	324,965
Bank borrowing	393,360	84,685	85,475	140,432	53,339	-25,529	-490,204	156,165	414,196	-16,273	265,789
Non-Bank (net of amortization)	-	-11,187	27,278	-19,616	-6,952	32,739	6,019	0	37,434	0	59,176
Borrowing/Roll over	810,902	-	113,182	116,414	98,711	-	-	69,785	48,597	586,577	292,247
Domestic & Contingent debt Amortization	-810,902	-	-113,182	-116,414	-98,711	-	-	-69,785	-48,597	-586,577	-292,247
Domestic Amortization (Mabibo Hostel)	-8,237	-	0	-	-	-	-	0	0	-8,237	0

GDP (In Million TZS) 393360000

Note:

/1 Includes LGAs

/2 Exclude amortization and Expenditure Float, includes Road fund and Retention expenditures

/3 positive value means financing and a negative value means repayment

Source: Ministry of Finance, Bank of Tanzania and National Bureau of Statistics



Table A3: Depository Corporations Survey (Provisional)
Billions of TZS

Item	Jan-05	Jan-06	Jan-07	Jan-08	Jan-09	Jan-10	Jan-11	Nov-11	Dec-11	Jan-12
Net foreign assets	2,560.9	2,738.0	3,663.8	3,718.0	3,998.1	4,966.2	6,272.0	6,286.5	6,296.4	5,983.6
Bank of Tanzania	1,924.3	1,995.9	2,626.2	3,137.4	3,450.0	3,926.9	4,849.3	4,692.4	4,886.0	4,599.9
Other Depository Corporations	636.6	742.1	1,037.6	580.6	548.1	1,039.3	1,422.7	1,594.1	1,410.4	1,383.8
Net domestic assets	765.0	1,621.7	1,587.0	2,601.9	3,437.6	3,965.2	4,931.2	6,924.9	6,724.9	7,022.0
Domestic claims	1,181.3	1,984.1	2,186.3	2,980.7	4,314.9	5,238.0	6,991.0	9,622.3	9,093.6	9,464.3
Claims on central government (net)	-151.8	298.9	-144.8	-241.7	-229.4	248.5	927.9	1,961.5	1,471.3	1,885.5
Claims on central government	978.0	1,786.5	1,784.3	2,193.6	2,092.3	2,983.3	3,593.6	3,850.4	3,335.7	3,672.6
Liabilities to central government	1,129.8	1,487.6	1,929.0	2,435.4	2,321.7	2,734.8	2,665.8	1,889.0	1,864.5	1,787.2
Claims on non-government sector	1,333.1	1,685.2	2,331.0	3,222.5	4,544.3	4,989.6	6,063.1	7,660.9	7,622.3	7,578.8
Broad money liabilities	3,325.9	4,359.7	5,250.8	6,319.9	7,435.7	8,931.4	11,203.2	13,211.4	13,021.3	13,005.7
Currency outside depository corporations	686.2	854.8	1,025.4	1,140.2	1,408.0	1,517.9	1,807.3	2,266.2	2,235.8	2,102.9
Transferable deposits	1,263.4	1,625.2	1,978.8	2,474.7	2,913.6	3,468.7	4,629.7	5,806.8	5,565.6	5,718.8
Other deposits	1,376.3	1,879.7	2,246.6	2,705.0	3,114.2	3,944.8	4,766.2	5,138.3	5,219.9	5,183.9
Other items (net)	-416.4	-362.4	-599.3	-378.8	-877.3	-1,272.9	-2,059.8	-2,697.4	-2,368.7	-2,442.2
Memorandum items:										
Monetary Aggregates										
Reserve money (M0)	1,010.8	1,298.2	1,635.8	2,040.9	2,489.5	3,017.5	3,591.1	4,126.1	4,111.9	4,305.3
Extended broad money (M3)	3,325.9	4,359.7	5,250.8	6,319.9	7,435.7	8,931.4	11,203.2	13,211.4	13,021.3	13,005.7
Deposits in foreign currency	1,038.5	1,367.1	1,751.6	1,837.9	1,970.0	2,189.3	3,090.2	3,892.3	3,773.4	3,671.1
(FCD) in millions of USD	942.4	1,153.9	1,345.9	1,568.3	1,530.7	1,654.0	2,083.3	2,350.5	2,408.6	2,329.8
Broad money (M2)	2,287.4	2,992.7	3,499.1	4,481.9	5,465.7	6,742.1	8,113.1	9,319.0	9,247.9	9,334.6
Other deposits in national currency (i.e. savings and time deposits)	884.0	1,220.5	1,448.3	1,857.9	2,269.6	3,011.9	3,579.3	3,535.1	3,676.0	3,707.2
Narrow money (M1)	1,403.4	1,772.2	2,050.8	2,624.0	3,196.1	3,730.2	4,533.7	5,784.0	5,572.0	5,627.4
Currency in circulation	686.2	854.8	1,025.4	1,140.2	1,408.0	1,517.9	1,807.3	2,266.2	2,235.8	2,102.9
Transferable deposits in national currency	717.2	917.4	1,025.4	1,483.8	1,788.2	2,212.3	2,726.4	3,517.7	3,336.2	3,524.5

Note: Data reflect news series based on the IMF's 2000 Monetary and Financial Statistics Manual.
 Source: Bank of Tanzania, and Fund's staff calculations



Table A4 : Interest Rate Structure

Item	2010		2011												Percent
	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Jan
A: Domestic Currency															
1. Interbank Cash Market Rates															
Overnight	2.87	5.19	7.99	3.40	1.86	1.80	1.80	1.81	5.79	8.35	5.93	9.86	15.63	29.34	22.03
2 to 7 days	2.77	5.90	6.73	4.70	1.96	1.91	2.21	2.21	2.76	8.67	6.27	11.68	17.48	29.05	17.75
8 to 14 days	2.86	2.86	2.86	2.00	2.40	2.00	2.00	2.00	2.00	8.73	7.50	11.32	17.00	17.00	24.00
15 to 30 days	2.75	2.75	2.75	4.25	4.25	4.25	4.25	4.25	4.25	4.25	6.00	6.00	15.91	15.91	15.91
31 to 60 days	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	23.00	23.00
61 to 90 days	3.37	3.37	3.37	3.37	3.37	3.37	3.37	3.37	3.37	3.37	3.37	3.37	17.00	17.00	17.00
91 to 180 days	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00	7.75	7.75	7.75	7.75
181 and above	7.30	7.30	7.30	7.30	7.30	7.30	7.30	7.30	7.30	7.30	7.30	7.30	7.30	7.30	7.30
Overall Interbank cash market rate	2.86	5.26	7.93	3.54	1.86	1.84	1.84	1.81	5.68	8.37	5.95	10.09	15.81	29.11	21.44
2. Lombard Rate	3.45	6.23	9.58	4.08	2.23	4.21	3.43	2.17	6.94	10.02	7.11	11.83	18.75	35.21	26.44
3. REPO Rate	1.78	3.22	6.06	4.04	2.37	1.77	1.38	1.35	1.91	3.95	4.20	6.97	8.52	12.61	10.53
4. Treasury Bills Rates															
35 days	1.46	1.33	4.71	4.54	3.92	3.51	2.86	2.71	3.04	3.78	3.89	3.87	3.87	3.87	10.44
91 days	4.61	5.24	6.37	5.92	4.82	4.26	3.91	3.74	3.97	4.90	5.33	9.49	11.15	12.61	13.16
182 days	5.62	6.20	6.61	6.55	5.39	5.01	4.93	4.83	5.49	6.31	6.74	11.15	14.50	16.39	17.46
364 days	7.48	7.67	8.33	7.55	5.99	6.11	6.50	6.46	7.80	9.55	9.63	12.38	15.70	18.66	18.59
Overall Treasury bills rate	5.85	6.32	7.14	6.58	5.46	4.80	4.54	4.76	6.45	7.03	7.79	11.57	15.16	18.20	17.85
5. Treasury Bonds Rates															
2-years	9.67	10.4	10.35	8.65	8.65	8.13	8.13	8.05	8.05	8.05	9.59	9.59	14.01	14.01	17.85
5-years	10.44	11.6	11.58	10.27	10.27	10.65	10.65	10.75	12.46	12.46	12.45	12.45	13.15	13.15	17.05
7-years	11.88	11.88	12.27	12.27	12.02	12.02	12.26	12.81	12.81	12.81	14.99	14.99	14.99	14.99	14.99
10-years	13.59	13.59	13.84	13.84	14.15	13.69	13.69	13.69	12.64	12.64	13.30	13.30	16.35	16.98	16.98
6. Discount Rate or Bank Rate	7.58	9.58	12.00	12.00	12.00										
7. Savings Deposit Rate	2.51	2.43	2.46	2.70	2.66	2.41	2.40	2.39	2.39	2.44	2.34	2.59	2.87	2.90	2.91
8. Overall Time Deposits Rate	6.18	6.09	5.96	5.78	5.90	5.96	6.10	6.06	6.42	6.30	6.20	6.20	6.66	7.12	7.50
1 month	5.91	5.48	5.35	4.94	5.90	5.41	5.85	5.11	5.93	6.19	6.23	5.93	6.35	6.65	6.03
2 months	7.67	7.34	7.63	6.72	6.49	6.67	6.63	6.85	6.59	6.67	6.86	6.29	7.50	8.24	8.87
3 months	6.00	6.13	6.24	5.88	6.54	6.05	5.90	6.19	7.14	6.97	6.91	7.51	7.62	8.37	8.38
6 months	8.77	7.07	7.08	6.98	6.45	6.59	6.62	6.81	7.65	7.23	7.91	8.13	8.21	8.67	9.32
12 months	7.05	7.10	7.33	7.34	7.53	7.75	8.15	7.90	8.03	7.96	7.33	7.58	8.05	9.14	8.95
24 months	5.69	7.02	7.05	6.96	7.22	8.11	8.39	8.30	8.36	7.46	7.16	6.92	7.71	7.75	9.73
9. Negotiated Deposit Rate	8.76	8.45	8.87	8.50	7.86	7.44	7.38	7.44	7.40	9.28	9.05	9.25	8.84	9.99	9.63
10. Overall Lending rate	14.31	14.92	14.70	14.83	15.04	15.41	15.25	15.02	15.71	15.79	14.76	14.91	14.13	14.21	14.72
Short-term (up to 1 year)	14.47	14.37	13.85	14.30	14.58	14.76	14.57	14.71	14.83	15.98	15.13	14.98	13.53	13.73	13.83
Medium-term (1-2 years)	15.65	17.58	17.44	17.73	17.93	18.76	18.55	17.90	17.42	17.32	17.81	17.61	17.67	17.80	15.31
Medium-term (2-3 years)	14.31	14.07	13.83	13.80	14.25	14.48	14.50	14.40	15.28	15.59	14.67	14.65	14.05	14.17	14.61
Long-term (3-5 years)	14.10	14.59	14.52	14.57	14.72	14.96	14.83	14.66	15.89	15.18	15.15	14.83	14.04	14.33	14.71
Term Loans (over 5 years)	13.00	14.00	13.84	13.73	13.70	14.10	13.81	13.42	15.12	14.88	11.06	12.46	11.37	10.99	15.14
11. Negotiated Lending Rate	13.65	13.33	13.88	13.32	13.34	13.32	13.48	13.81	13.75	13.98	13.97	12.98	13.79	13.60	13.77
B: Foreign Currency															
Deposits Rates															
Call Accounts															
Savings Deposits Rate	2.45	2.44	2.45	1.60	1.60	1.64	1.46	0.51	0.52	2.35	0.56	0.58	0.45	0.70	0.60
Overall Time Deposits Rate	2.36	2.45	2.45	1.94	2.02	2.13	1.98	1.31	1.31	2.60	1.24	1.26	1.17	1.29	1.35
1-months	1.80	2.00	2.00	1.41	1.35	1.42	1.65	1.58	1.58	2.60	1.09	1.43	0.97	1.11	1.16
2-months	2.44	2.00	1.99	1.10	1.61	1.76	1.65	1.44	1.33	2.77	1.91	1.41	1.42	0.75	1.50
3-months	1.96	3.32	3.32	2.16	2.27	2.50	2.28	0.88	0.92	2.26	0.91	0.87	0.83	1.84	0.79
6-months	3.26	2.78	2.78	2.50	2.43	2.67	2.33	1.07	1.06	2.50	1.06	1.17	1.15	1.16	1.81
12-months	2.32	2.17	2.17	2.51	2.45	2.28	2.01	1.59	1.64	2.85	1.22	1.41	1.50	1.55	1.52
Overall Lending Rate	9.82	9.05	9.05	8.74	8.33	8.41	8.51	8.26	8.36	8.34	8.31	8.29	8.29	8.25	8.11
Short-term (up to 1 year)	5.65	5.63	5.62	5.89	3.80	3.46	3.96	3.55	6.03	6.04	5.97	5.99	6.02	5.99	5.97
Medium-term (1-2 years)	10.49	10.47	10.46	10.37	10.38	10.43	10.44	10.37	9.31	9.29	9.27	9.15	9.19	9.32	9.28
Medium-term (2-3 years)	9.90	9.43	9.42	7.23	7.24	8.66	8.67	7.82	9.03	9.03	9.03	9.02	9.03	9.02	9.02
Long-term (3-5 years)	12.89	10.17	10.17	10.12	10.13	10.05	10.05	10.04	8.47	8.45	8.38	8.31	8.50	8.46	8.06
Term Loans (over 5 years)	10.16	9.55	9.55	10.11	10.11	9.45	9.45	9.49	8.94	8.91	8.89	8.98	8.72	8.48	8.21

Source: Bank of Tanzania



Table A5(a): Exports by Type of Commodity

Item	Unit	2011 ^p	2012 ^p	% Change	Year Ending January ^p (12 Month Total)		% Change
		Dec	Jan	Dec 11 to Jan-12	2011	2012	
Traditional Exports:							
COFFEE							
Value	Millions of USD	15.6	18.5	18.7	115.3	137.4	19.2
Volume	000' Tons	3.0	3.4	15.1	38.1	36.3	-4.8
Unit Price	USD/Ton	5,278.6	5,441.2	3.1	3,023.8	3,785.8	25.2
COTTON							
Value	Millions of USD	2.7	3.9	47.1	75.1	65.3	-13.0
Volume	000' Tons	1.9	2.3	21.2	59.9	42.5	-29.0
Unit Price	USD/Ton	1,396.8	1,695.7	21.4	1,254.5	1,536.6	22.5
SISAL							
Value	Millions of USD	0.0	0.0	0.0	0.0	0.0	0.0
Volume	000' Tons	0.0	0.0	0.0	0.0	0.0	0.0
Unit Price	USD/Ton	0.0	0.0	0.0	0.0	0.0	0.0
TEA							
Value	Millions of USD	3.3	6.3	88.9	48.7	49.9	2.4
Volume	000' Tons	1.9	3.3	71.6	27.1	28.2	4.0
Unit Price	USD/Ton	1,734.4	1,909.1	10.1	1,797.4	1,769.5	-1.6
TOBACCO							
Value	Millions of USD	34.0	20.4	-40.0	249.6	239.2	-4.2
Volume	000' Tons	10.2	6.0	-41.2	55.4	65.4	18.0
Unit Price	USD/Ton	1,339.8	3,400.0	153.8	4,505.9	3,659.7	-18.8
CASHEWNUTS							
Value	Millions of USD	33.2	13.8	-58.4	127.0	73.6	-42.1
Volume	000' Tons	28.3	12.3	-56.6	121.2	64.4	-46.8
Unit Price	USD/Ton	1171.3	1,122.0	-4.2	1,048.2	1,142.0	8.9
CLOVES							
Value	Millions of USD	5.9	14.9	152.5	7.6	38.0	398.2
Volume	000' Tons	0.4	1.3	212.5	2.2	2.9	33.8
Unit Price	USD/Ton	15,154.7	11,920.0	-21.3	3,465.2	12,907.4	272.5
Sub Total	Millions of USD	94.7	77.8	-17.8	623.4	603.5	-3.2
Non-Traditional Exports:							
Minerals							
	Millions of USD	196.5	157.6	-19.8	1,647.4	2,266.0	37.6
Gold	Millions of USD	191.9	153.7	-19.9	1,605.7	2,205.0	37.3
Diamond	Millions of USD	0.0	0.0	-100.0	6.7	10.7	59.5
Other minerals ¹	Millions of USD	4.6	3.9	-14.7	34.9	50.3	44.0
Manufactured Goods							
	Millions of USD	88.1	83.7	-5.0	994.6	876.3	-11.9
Cotton Yarn	Millions of USD	0.3	0.6	79.9	11.5	3.9	-65.6
Manufactured Coffee	Millions of USD	0.1	0.2	50.0	0.8	1.2	42.8
Manufactured Tobacco	Millions of USD	1.2	1.7	44.8	10.9	17.5	60.6
Sisal Products (Yarn & Twine)	Millions of USD	0.7	1.0	39.2	8.9	12.2	37.1
Other manufactured Goods ²	Millions of USD	85.8	80.2	-6.5	962.5	841.5	-12.6
Fish and Fish Products							
	Millions of USD	11.5	13.3	15.9	154.4	138.8	-10.1
Horticultural products							
	Millions of USD	2.0	2.8	42.8	29.8	36.4	22.0
Re-exports							
	Millions of USD	5.3	12.1	130.1	137.0	102.5	-25.2
Others Exports³							
	Millions of USD	21.5	23.4	8.7	353.8	349.0	-1.3
Sub Total	Millions of USD	324.8	292.9	-9.8	3,317.0	3,769.0	13.6
GRAND TOTAL	Millions of USD	419.5	370.7	-11.6	3,940.4	4,372.5	11.0

Source: Bank of Tanzania, TRA

Note:

¹ Include tanzanite, rubbies, sapphires, emeralds, copper, silver and other precious stones

² Include plastic items, textile apparels iron/steel and articles thereof, cement, wheat flour

³ Include edible vegetables, oil seeds, cereals, cocoa, raw hides and skins, woods and articles thereof

Beginning 2009, figures for sisal are not shown separately following deletion of the HS code by Customs that used to identify the commodity. The commodity is now included in the category of "other exports"

p = Provisional data.

-- = Very big percentage change



Table A5(b): Imports (f.o.b value) by Major Category

Millions of USD

Items	2011 ^P	2012	% Change	Year Ending January ^P (12 Months Total)		% Change
	Dec	Jan	Dec 11- Jan 12	2011	2012	
Capital Goods	439.7	276.1	-37.2	2,728.0	3,605.2	32.2
Transport Equipments	83.3	68.4	-17.9	906.7	1,008.9	11.3
Building and Constructions	75.6	61.4	-18.8	608.4	774.3	27.3
Machinery	280.8	146.3	-47.9	1,212.9	1,822.0	50.2
Intermediate Goods	522.8	402.5	-23.0	2,747.5	4,290.3	56.2
Oil imports	433.8	321.5	-25.9	2,008.8	3,369.0	67.7
Fertilizers	18.6	12.1	-34.9	125.2	172.7	37.9
Industrial raw materials	70.4	68.9	-2.1	613.5	748.6	22.0
Consumer Goods	204.0	228.3	11.9	1,753.4	2,199.1	25.4
Food and food stuffs	59.0	87.0	47.5	477.5	637.1	33.4
All other consumer goods ¹	145.0	141.3	-2.6	1,275.9	1,562.0	22.4
Grand Total (f.o.b)	1,166.5	906.9	-22.3	7,228.9	10,094.6	39.6

Note:

¹ It includes pharmaceutical products, paper products, plastic items, optical/photographic materials, textile apparels

^p = Provisional data

Totals may not add up due to rounding of numbers

Source: Bank of Tanzania, TRA.



Table A5.(c): Tanzania's Balance of Payments (Revised)

	<i>Millions of USD</i>					
Item	2005	2006	2007	2008r	2009p	2010p
A. Current Account	-862.8	-1,173.8	-1,643.0	-2,595.4	-1,768.2	-1,853.4
Balance on Goods	-1,318.5	-1,946.5	-2,634.1	-3,433.5	-2,539.5	-2,828.3
Goods: exports f.o.b.	1,679.1	1,917.6	2,226.6	3,578.8	3,294.6	4,296.8
Traditional	354.5	267.1	319.7	507.3	479.6	559.0
Non-traditional	1,324.6	1,476.2	1,704.5	2,604.7	2,376.1	3,177.3
o/w Gold	655.1	786.4	788.2	1,108.3	1,229.5	1,516.6
Unrecorded trade		174.3	202.4	466.8	438.9	560.4
Goods: imports f.o.b.	-2,997.6	-3,864.1	-4,860.6	-7,012.3	-5,834.1	-7,125.1
Balance on Services	61.8	278.7	462.1	349.9	145.6	242.0
Services: credit	1,269.2	1,528.1	1,875.7	1,998.8	1,854.6	2,091.5
Transportation	222.9	343.7	331.1	364.6	334.4	445.5
Travel	823.6	950.2	1,198.8	1,288.7	1,159.8	1,254.5
Other	222.7	234.1	345.8	345.4	360.4	391.5
Services: debit	-1,207.3	-1,249.3	-1,413.7	-1,648.9	-1,709.1	-1,849.6
Transportation	-319.5	-418.3	-485.0	-699.0	-604.9	-716.1
Travel	-553.8	-534.5	-595.3	-720.7	-766.2	-830.4
Other	-334.0	-296.6	-333.4	-229.1	-338.0	-303.0
Balance on Goods and Services	-1,256.6	-1,667.8	-2,172.0	-3,083.6	-2,393.9	-2,586.4
Balance on income	-102.0	-94.7	-123.1	-121.7	-71.2	-90.9
Income: credit	80.9	80.3	107.3	122.7	161.1	164.6
O/W: Investment Income	70.7	73.9	101.3	113.4	149.7	150.7
Compensation of employees	10.2	6.4	6.0	9.3	11.4	13.9
Income: debit	-182.9	-175.1	-230.4	-244.3	-232.4	-255.5
O/W: Direct Investment Income	-65.6	-97.1	-132.5	-99.2	-74.5	-72.0
Interest payments (scheduled)	-56.9	-27.8	-26.0	-65.3	-46.1	-36.9
Compensation of employees	-24.9	-23.4	-46.4	-54.5	-80.6	-109.3
Balance on Goods, Services and Income	-1,358.6	-1,762.5	-2,295.1	-3,205.3	-2,465.2	-2,677.2
Balance on Current transfers	495.7	588.7	652.0	609.9	696.9	823.9
Current transfers: credit	563.3	654.6	724.0	689.0	765.4	902.9
Government	477.9	559.7	626.9	588.5	658.4	798.1
o/w: Multilateral HIPC relief	75.7	42.1	0.0	0.0	0.0	0.0
Other sectors	85.4	94.9	97.1	100.5	106.9	104.8
Current transfer: debit	-67.5	-65.9	-71.9	-79.1	-68.4	-79.0
B. Capital Account	393.2	5,183.5	911.7	537.0	492.8	606.5
Capital transfers: credit	393.2	5,183.5	911.7	537.0	492.8	606.5
General Government	350.1	5,135.0	858.5	477.3	430.2	543.3
Project	238.0	173.3	335.5	477.3	430.2	543.3
Debt forgiveness (including MDRI)	112.1	4,961.7	523.0	0.0	0.0	0.0
Other sectors	43.1	48.6	53.2	59.8	62.6	63.2
Capital transfers: Debit	0.0	0.0	0.0	0.0	0.0	0.0
Total, Groups A plus B	-469.7	4,009.7	-731.4	-2,058.4	-1,275.4	-1,246.8
C. Financial Account, excl. reserves and related items	555.6	-4,081.6	853.3	1,621.0	1,328.2	1,587.8
Direct investment abroad	0.0	0.0	0.0	0.0	0.0	0.0
Direct investment in Tanzania	494.1	403.0	581.5	400.0	414.5	433.4
Portfolio investment	2.5	2.6	2.8	2.9	3.0	3.2
Other investment	59.0	-4,487.3	269.0	1,218.1	910.7	1,151.2
Assets	-90.9	-187.6	34.1	181.7	-333.8	-75.2
Liabilities	150.0	-4,299.6	235.0	1,036.4	1,244.4	1,226.3
Total, Groups A through C	85.9	532.6	282.7	585.4	313.4	28.8
D. Net Errors and Omissions	-314.5	460.7	404.6	148.0	366.2	369.8
Overall balance	-228.7	-460.7	-404.6	-148.0	-366.2	-369.8
E. Reserves and Related Items	228.7	-126.5	-411.4	-147.0	-676.8	-395.4
Reserve assets	254.0	-334.2	6.8	-0.2	310.6	25.6
Use of Fund credit and loans	-50.5	0.0	0.0	0.0	0.0	0.0
Exceptional financing	25.1	0.0	0.0	0.0	0.0	0.0
Memorandum items						
GDP(mp) billions of TZS	15,965.3	17,941.3	20,948.4	24,781.7	28,212.6	32,582.9
GDP(mp) millions of USD	14,139.1	14,308.4	16,838.6	20,715.1	21,368.2	23,120.3
CAB/GDP	-6.1	-8.2	-9.8	-12.5	-8.3	-8.0
CAB/GDP (excl. current official transfers)	-9.5	-12.1	-13.5	-15.4	-11.4	-11.5
Gross Official Reserves	2,049.5	2,136.9	2,724.3	2,872.6	3,552.5	3,948.0
Months of Imports	5.8	5.0	5.2	4.0	5.7	5.3
Net International Reserves (year end)	1,702.5	2,121.4	2,706.6	2,855.1	3,221.6	3,591.6
Change in Net International Reserves	180.5	-418.9	-585.2	-148.4	-366.6	-326.7
Exchange rate (end of period)	1,165.5	1,261.6	1,132.1	1,280.3	1,313.3	1,453.5
Exchange rate (annual average)	1,129.2	1,253.9	1,244.1	1,196.3	1,320.3	1,409.3

Note: 1. Change in gross official reserves will not necessarily be equal to reserve assets since a new methodology of computing reserve assets which nets out the impact of valuation was introduced beginning January 2006

2. Annual data on goods export include adjustment for unrecorded cross boarder trade

r = Revised

p = Provisional

O/W = Of Which

Source: Bank of Tanzania





Table A6 (a): National Consumer Price Index (All - Urban), Percentage Change on the Previous Year-Old Version

Base: Dec.2001=100

Period	Headline (General Index)		Non-Food										Education	Miscel. goods & services			
	Weight (%)	100.0	Food	Total	Drinks & Tobacco	Clothing & Footwear	Rent	Fuel, Power & Water	Furniture Household	Household operations	Personal care & Health	Recreation & Entertain.			Transportation	2.6	1.5
2004		4.2	5.9	1.6	-0.5	2.3	2.3	4.6	0.2	0.9	0.5	2.1	0.8	9.7	1.0	0.6	-0.5
2005		4.4	5.9	2.9	2.1	-0.5	-0.4	7.7	-1.1	0.5	3.5	-1.5	-1.5	4.7	-0.1	-1.4	8.0
2006		7.3	7.0	7.6	7.7	7.0	5.5	8.5	7.8	2.0	11.2	8.0	5.0	9.1	2.5	8.0	8.8
2007		7.0	7.0	7.0	10.5	5.9	3.6	6.2	7.9	8.7	2.9	5.9	8.9	7.0	9.7	0.8	0.8
2008		10.3	12.7	6.7	8.2	1.5	2.4	10.7	6.0	3.2	5.0	5.5	5.5	6.9	7.0	1.8	1.8
2009		12.1	17.6	3.7	8.8	6.3	12.5	-1.5	6.1	5.2	6.8	9.2	9.2	0.1	10.1	3.3	3.3
2007 Jun		5.9	4.6	7.6	12.3	7.3	3.2	6.4	8.7	10.1	4.2	10.1	10.1	5.8	10.3	2.5	2.5
Jul		9.0	10.3	7.4	10.8	5.5	2.1	7.3	7.6	10.7	4.5	10.6	10.6	6.8	8.6	2.0	2.0
Aug		7.8	9.2	6.0	7.3	6.4	1.7	4.2	6.9	9.5	3.5	10.8	9.5	6.5	8.8	0.0	0.0
Sep		8.3	11.4	4.1	6.2	4.5	2.8	1.4	4.1	6.5	2.2	9.7	9.7	4.3	9.2	-0.8	-0.8
Oct		7.1	8.4	5.1	7.0	5.4	2.8	3.8	5.6	5.8	1.6	10.5	5.8	7.8	7.8	0.3	0.3
Nov		7.3	7.5	6.5	10.0	5.2	2.8	6.8	6.6	4.8	2.1	7.6	7.6	6.2	7.8	1.7	1.7
Dec		6.4	6.6	6.1	10.3	2.5	2.8	8.0	6.2	3.0	1.9	6.1	6.1	5.4	6.8	0.8	0.8
2008 -Jan		8.6	10.1	6.4	10.4	1.1	2.4	10.1	4.9	3.6	3.7	5.9	5.9	5.7	5.6	2.1	2.1
Feb		8.9	11.4	5.3	10.2	0.3	2.4	6.8	4.1	2.9	3.4	4.0	4.0	4.9	5.6	1.8	1.8
Mar		9.0	11.2	5.8	9.1	1.0	1.7	8.3	4.9	2.9	3.5	3.5	3.5	6.0	5.6	1.0	1.0
Apr		9.7	11.6	6.9	8.6	1.1	2.1	11.3	4.9	2.8	3.3	4.2	4.2	7.6	6.1	1.5	1.5
May		9.1	11.0	6.5	7.5	1.1	1.1	11.7	5.1	3.9	3.9	5.1	4.0	6.0	6.4	0.4	0.4
Jun		9.3	11.4	6.3	7.7	0.9	2.1	10.6	5.5	2.8	4.0	4.0	4.0	6.7	6.3	0.4	0.4
Jul		9.5	11.2	6.8	7.9	1.3	3.5	12.0	5.4	2.0	4.9	4.4	4.4	6.0	7.2	1.8	1.8
Aug		9.8	11.1	7.8	8.6	-0.1	3.1	12.7	6.9	3.4	5.9	5.2	5.2	9.9	7.9	1.5	1.5
Sep		11.6	13.4	8.9	8.8	2.2	2.4	15.0	8.2	3.4	6.9	6.9	6.9	9.7	8.3	3.4	3.4
Oct		11.8	14.6	7.9	8.3	1.8	2.4	12.9	7.9	4	5.9	6.9	6.9	7.9	7.9	3.9	3.9
Nov		12.3	16.3	6.3	5.5	2.5	2.4	8.7	7.0	4.7	7.3	8.3	8.3	6.9	8.5	2.1	2.1
Dec		13.5	18.6	6.0	5.5	4.3	2.4	8.1	6.8	5.4	8.0	8.7	8.7	5.1	8.5	1.9	1.9
2009 -Jan		12.9	18.2	4.8	5.4	3.4	12.5	2.6	7.1	4.8	7.7	9.6	9.6	4.2	9.1	3.1	3.1
Feb		13.3	18.6	4.9	5.3	4.6	12.6	2.5	6.9	5.1	7.6	10.9	10.9	3.4	9.9	3.6	3.6
Mar		13.0	18.5	4.3	5.7	4.4	12.6	0.3	7.1	4.7	7.7	10.5	10.5	3.2	11.2	3.5	3.5
Apr		12.0	17.8	2.9	4.9	4.9	12.2	-4.1	7.3	4.6	7.5	9.2	9.2	0.4	10.8	5.6	5.6
May		11.3	17.8	1.3	6.6	5.0	12.2	-9.0	6.9	5.2	7.1	8.8	8.8	-1.0	10.3	4.1	4.1
Jun		10.7	17.0	1.0	6.8	7.2	12.2	-10.1	6.0	4.5	7.7	9.1	9.1	-2.0	11.4	3.8	3.8
Jul		10.9	16.9	1.9	9.9	8.5	12.6	-9.1	6.3	4.5	7.1	9.0	9.0	-1.9	11.7	3.8	3.8
Aug		12.1	18.9	2.0	10.9	9.8	12.6	-7.2	6.5	6.3	7.5	8.4	8.4	-4.9	10.3	5.0	5.0
Sep		12.1	17.3	4.0	11.3	8.1	12.6	-0.9	7.0	5.2	3.1	5.2	5.2	-2.0	9.5	3.1	3.1
Oct		12.7	18.1	4.2	12.1	6.3	12.6	0.5	5.8	5.8	7.0	8.5	8.5	-1.4	9.6	0.9	0.9
Nov		12.5	17.1	5.0	12.7	6.5	12.8	2.2	4.0	6.6	4.5	7.7	7.7	-0.8	9.1	1.8	1.8
Dec		12.2	14.5	8.5	12.2	6.6	12.8	14.3	2.6	4.9	3.2	9.3	9.3	3.8	7.8	1.1	1.1
2010 - Jan		10.9	11.3	10.1	12.1	5.3	2.6	23.3	3.5	6.0	3.7	7.5	7.5	3.3	7.5	1.0	1.0
Feb		9.6	10.1	8.8	11.5	4.5	2.6	20.3	1.6	4.7	4.9	3.4	3.4	3.4	6.0	-1.8	-1.8
Mar		9.0	9.7	7.9	9.7	5.5	2.9	16.3	2.2	5.0	5.6	3.0	3.0	4.1	3.5	-2.0	-2.0
Apr		9.4	9.8	8.6	10.1	3.6	2.8	19.9	1.7	4.7	5.8	4.4	4.4	5.4	2.9	-5.2	-5.2
May		7.9	8.1	7.6	10.1	3.0	2.7	14.5	2.3	2.8	5.6	2.1	2.1	7.6	0.5	-5.0	-5.0
Jun		7.2	7.1	7.4	9.6	0.8	2.7	15.4	2.9	3.1	5.0	1.6	1.6	8.0	0.9	-4.5	-4.5
Jul		6.3	5.6	7.4	7.0	-0.7	1.7	19.5	2.9	3.1	4.6	0.6	0.6	7.0	-0.4	-4.8	-4.8
Aug		6.6	6.3	7	7.2	0.6	1.9	16.5	2.6	4.9	3.9	0.4	0.4	7.4	0.3	-6.3	-6.3
Sep		4.5	4.5	4.7	6.7	1.7	1.9	7.1	2.4	4.3	4.1	-0.7	-0.7	5.6	0.0	-5.6	-5.6

Table A6 (b): National Consumer Price Index, Percentage Change on the Previous Month (Month-on-Month)- Old Version

Base: Dec. 2001=100

Period Weight (%)	Headline (General Index)		Non-Food										Education & services
	Food	Total	Drinks & Tobacco	Clothing & Footwear	Rent	Fuel, Power & Water	Furniture Household	Household operations	Personal care & Health	Recreation & Entertain.	Transportation		
2007 Jan	1.3	106.0	6.9	6.4	1.4	8.5	2.1	2.1	2.1	0.8	9.7	2.6	1.5
Feb	1.1	106.0	0.6	1.5	0.9	-0.1	1.9	0.1	-0.9	1.2	0.4	2.6	-0.6
Mar	0.7	106.0	0.7	0.9	0.0	4.7	1.8	1.4	0.3	1.7	1.1	2.0	0.9
Apr	-0.1	106.0	1.2	-0.2	0.7	-0.2	-0.8	0.3	0.5	0.9	-0.5	0.4	0.9
May	0.6	106.0	-0.1	-0.1	0.0	-0.9	0.2	0.9	0.3	-0.1	2.1	0.1	-0.1
Jun	0.1	106.0	1.6	0.8	0.0	3.3	0.6	0.8	0.0	0.4	0.5	0.3	0.8
Jul	0.1	106.0	-0.6	0.5	0.0	3.2	0.4	0.3	0.0	0.7	2.1	0.6	0.0
Aug	0.1	106.0	0.2	-0.6	0.1	0.2	0.2	0.4	0.2	0.7	1.1	0.2	-0.7
Sep	-0.9	106.0	-0.2	0.4	0.4	-2.3	-0.4	-0.4	0.3	-0.4	-0.3	0.8	-0.8
Oct	0.4	106.0	0.4	-1.1	0.7	-2.3	-1.1	-0.9	-0.3	-0.6	-0.7	0.5	-0.6
Nov	1.1	106.0	1.0	1.2	0.0	1.1	1.1	0.4	1.1	0.9	0.9	0.4	0.5
Dec	1.3	106.0	0.6	0.1	0.0	0.0	1.0	-0.4	0.4	-0.8	0.4	0.0	0.8
2008-Jan	2.0	106.0	0.1	-0.8	0.0	-0.6	1.1	0.1	0.2	0.4	0.4	0.9	-0.3
Feb	5.2	106.0	0.9	0.0	0.4	1.9	0.7	0.7	0.8	0.9	0.7	1.3	0.7
Mar	1.4	106.0	0.6	0.1	0.0	1.6	1.0	0.6	0.0	-0.1	0.4	0.0	0.6
Apr	0.9	106.0	0.7	0.5	0.0	1.2	0.0	0.3	0.2	0.4	0.6	0.4	0.1
May	0.5	106.0	1.0	0.1	0.4	1.8	0.2	0.8	0.5	0.6	1.4	0.7	0.4
Jun	0.1	106.0	-0.6	0.8	0.0	3.6	0.8	0.4	0.5	0.8	0.5	0.6	-0.3
Jul	0.2	106.0	-0.3	0.3	0.0	2.1	0.8	0.6	1.1	0.5	1.1	0.5	0.0
Aug	-0.1	106.0	0.7	-0.2	1.5	1.5	0.1	-0.3	1.0	1.2	0.4	1.1	0.7
Sep	-0.7	106.0	0.0	-1.0	0.0	-0.3	1.1	0.3	1.2	1.1	3.4	1.4	-1.1
Oct	2.2	106.0	0.1	1.1	0.0	-0.3	0.1	1.4	0.7	1.0	-0.9	0.9	1.3
Nov	1.0	106.0	0.9	0.8	0.0	-0.7	0.8	1.0	0.2	1.0	-0.7	0.0	1.1
Dec	3.1	106.0	-0.8	0.7	0.0	-1.2	0.2	0.3	1.7	0.5	-0.6	0.5	-0.9
2009-Jan	4.0	106.0	-0.2	1.0	0.0	-1.2	0.8	0.8	0.8	0.8	-1.3	0.9	-0.6
Feb	2.9	106.0	-0.2	-0.8	10.4	-3.3	1.0	0.2	0.5	1.8	-0.2	1.9	1.9
Mar	1.7	106.0	0.6	1.2	0.1	1.5	0.9	0.9	-0.1	1.1	-0.4	0.7	1.0
Apr	0.6	106.0	0.2	0.4	0.0	-0.9	0.2	-0.1	0.3	0.0	0.4	1.5	0.0
May	-0.4	106.0	-0.5	0.8	0.1	-2.6	0.4	0.7	0.3	-0.6	-1.3	0.3	2.4
Jun	-0.5	106.0	-0.4	0.8	0.0	-1.7	0.4	1.0	0.2	0.0	-1.0	0.1	-1.6
Jul	-0.4	106.0	0.7	2.4	0.0	0.9	0.0	-0.1	0.6	0.8	0.1	1.5	-0.4
Aug	0.5	106.0	1.6	1.0	1.8	2.6	0.4	-0.4	0.5	1.1	0.6	1.3	0.7
Sep	0.4	106.0	0.9	0.1	0.0	2.4	1.2	0.5	1.6	0.6	0.2	0.1	0.1
Oct	2.2	106.0	2.2	-0.4	0.0	6.4	0.5	0.3	0.2	1.6	2.1	0.2	-0.6
Nov	1.1	106.0	0.2	-0.8	0.0	0.6	-0.2	1.6	-0.7	-0.2	0.0	0.2	-0.2
Dec	1.4	106.0	-0.1	1.0	0.2	-2.1	-1.6	1.0	-0.7	-0.2	0.0	0.1	-0.1
2010-Jan	1.6	106.0	3.2	1.0	1.3	10.5	-0.6	-0.8	-0.4	2.3	3.2	-0.3	-1.3
Feb	1.9	106.0	1.2	-2.0	0.4	4.8	1.8	1.2	1.0	0.1	-0.7	1.6	1.9
Mar	0.6	106.0	-0.4	0.4	0.1	-1.0	-0.9	-0.3	1.1	-2.8	-0.3	-0.7	-1.8
Apr	0.1	106.0	-0.7	1.3	0.2	-4.2	0.8	0.2	0.9	-0.4	1.2	-0.8	-0.2
May	-0.1	106.0	1.1	-1.3	0.0	0.4	-0.1	0.5	0.5	0.8	-0.1	-0.3	-0.1
Jun	-1.8	106.0	-2.1	0.3	-0.1	-1.6	0.9	-0.8	0.0	-2.1	1.0	-0.2	1.4
Jul	-1.1	106.0	0.5	0.2	0.0	1.7	0.6	-0.8	0.2	0.2	0.5	-0.1	0.4
Aug	-0.4	106.0	1.6	-0.4	0.8	6.2	-0.4	-0.4	0.2	0.1	-0.3	0.0	0.4
Sep	0.7	106.0	0.6	1.4	0.2	-0.3	1.6	2.2	0.8	0.5	0.6	0.8	-1.5
Oct	0.2	106.0	-0.2	0.7	0.0	-2.2	0.4	-0.2	0.5	0.5	0.4	-0.2	0.1

Note: Base (1) 2001=100 up to 2005 (2) Dec 2001=100 from January 2006
Source: National Bureau of Statistics





Table A6 (i) : National Consumer Price Index (Urban & Rural), Percentage Change on the Previous Year (Main Groups)

Period	Headline Overall Index	Food & Non Alcoholic Beverages (Exclude Food consumed at Restaurants)	Transport	Housing, Water, Electricity, Gas & Other Fuel	Furnishing, Housing Equipment & Routine Maintenance of House	Clothing & Footwear	Restaurants and Hotels	Miscel. Goods and Services	Alcoholic and Tobacco	Communication	Education	Recreation & Culture	Health
2010 - Sep	4.5												
Oct	4.2	5.2	-1.0	10.2	3.5	4.9	-1.5	4.6	4.1	1.2	-0.7	3.4	-1.4
Nov	5.5	7.1	0.1	14.4	4.6	4.7	-1.5	5.2	2.5	1.2	-2.1	3.2	-1.1
Dec	5.6	7.3	0.6	12.1	5.7	5.5	-1.4	4.4	2.0	0.8	-2.5	3.0	-1.2
2011 - Jan	6.4	7.1	1.8	5.8	7.2	17.7	0.6	4.0	0.3	-0.2	3.5	2.2	2.9
Feb	7.5	9.2	0.3	11.1	13.9	8.6	3.9	1.1	3.0	-1.3	3.2	3.5	2.1
Mar	8.0	8.6	3.3	13.6	14.5	9.5	5.7	4.0	2.7	-1.8	2.8	3.8	1.4
Apr	8.6	9.7	3.9	13.4	13.6	9.4	3.4	3.4	5.6	-2.0	2.2	3.1	1.4
May	9.7	10.4	8.0	15.7	14.1	9.8	7.4	3.8	6.8	-2.2	3.1	2.4	2.1
Jun	10.9	12.3	8.4	18.8	14.4	9.8	6.7	2.8	5.8	-2.0	3.5	3.6	1.5
Jul	13.0	15.9	9.9	21.3	14.5	9.4	6.8	3.5	5.0	-1.4	4.2	3.1	1.6
Aug	14.1	18.6	8.8	19.7	13.9	9.4	8.0	3.5	5.2	-1.3	4.8	2.7	1.9
Sep	16.8	22.5	10.8	21.7	14.2	9.6	11.5	6.5	5.7	-1.8	5.8	1.1	2.3
Oct	17.9	24.0	11.8	22.0	15.4	10.7	12.8	7.0	5.6	-1.6	5.6	2.3	4.1
Nov	19.2	26.1	12.0	23.5	15.3	11.2	13.2	7.8	5.1	-1.7	5.7	3.3	3.5
Dec	19.8	27.1	11.2	24.8	14.6	10.6	13.6	8.6	5.8	-1.2	5.9	3.2	3.0
2012-Jan	19.7	27.8	10.9	18.8	14.4	12.5	12.8	91.1	6.3	-0.4	2.9	4.5	3.4

Source: National Bureau of Statistics

Table A6 (ii): National Consumer Price Index (Urban & Rural), Percentage Change on the Previous Year (Other Selected Groups)

Period	Weight (%)	Food & Non Alcoholic Beverages (Combining Food consumed at Home and Food Consumed in Restaurants)		Non-Food	
		Food & Non Alcoholic Beverages (Combining Food consumed at Home and Food Consumed in Restaurants)	Total Non-Food (All Items Less Food)	All Items Less Food and Energy	Energy and Fuels (Combining Electricity and Other fuels for use at Home with Petrol and Diesel)
2010 - Sep	4.5	51.0	49.0	43.3	5.7
Oct	4.4	4.4	3.9	3.5	6.8
Nov	6.0	6.0	4.9	3.7	14.6
Dec	6.3	6.3	4.7	3.7	12.3
2011 - Jan	6.7	6.7	6.1	4.4	19.1
Feb	8.6	8.6	6.1	5.2	13.0
Mar	8.3	8.3	7.7	6.3	17.2
Apr	9.7	9.7	7.8	5.7	22.1
May	10.1	10.1	9.3	7.1	24.5
Jun	11.7	11.7	10.0	7.2	29.0
Jul	14.8	14.8	10.8	7.4	34.2
Aug	17.4	17.4	10.2	7.3	30.1
Sep	21.3	21.3	11.4	8.2	33.1
Oct	22.8	22.8	12.2	8.5	37.4
Nov	24.7	24.7	12.6	8.8	39.2
Dec	25.6	25.6	12.7	8.7	41.0
2012-Jan	26.2	26.2	11.8	9.0	30.1

September 2010 = 100

Source: National Bureau of Statistics

Table A7: National Debt Developments

Millions of USD

Item	2010/11												2011/12
	Jan-11	Feb-11	Mar-11	Apr-11	May-11	Jun-11	Jul-11	Aug-11	Sep-11	Oct-11	Nov-11	Dec-11	Jan
1. Overall Total Debt Committed²	10,501.3	10,809.2	11,023.5	11,653.2	11,561.1	11,580.8	11,727.5	11,921.2	11,683.8	11,863.2	11,773.8	11,729.3	11,961.0
Disbursed outstanding debt	7,017.9	7,282.7	7,331.0	7,768.3	7,737.4	7,843.7	7,947.9	8,143.7	8,124.5	8,259.4	8,228.4	8,165.5	8,263.3
Undisbursed debt	3,483.4	3,526.5	3,692.5	3,884.8	3,823.6	3,737.1	3,779.7	3,783.7	3,559.3	3,603.8	3,545.5	3,563.8	3,697.7
2. Disbursed Debt by Creditor Category²	7,017.9	7,282.7	7,331.0	7,768.3	7,737.4	7,843.7	7,947.9	8,143.7	8,124.5	8,259.4	8,228.4	8,165.5	8,266.3
Bilateral debt	938.4	942.4	943.6	962.3	962.5	978.7	996.5	1,000.3	997.2	1,020.8	1,006.2	1,009.7	1,023.2
Multilateral debt	4,652.9	4,845.2	4,920.6	5,262.2	5,245.4	5,250.2	5,289.3	5,441.0	5,089.0	5,163.0	5,136.0	5,111.2	5,266.3
Commercial debt	895.8	945.9	929.4	983.4	919.7	1,037.9	1,086.0	1,111.6	1,447.8	1,481.8	1,578.4	1,423.9	1,413.4
Export credits	530.9	549.2	537.4	560.4	609.8	576.9	576.1	590.7	590.5	593.9	507.8	620.7	563.4
3. Disbursed Debt by Borrower Category²	7,017.9	7,282.7	7,331.0	7,768.3	7,737.4	7,843.7	7,947.9	8,143.7	8,124.5	8,259.4	8,228.4	8,165.5	8,263.3
Central Government	5,263.6	5,511.8	5,556.2	5,975.0	5,952.5	6,057.8	6,159.2	6,353.6	6,273.8	6,378.8	6,361.3	6,372.5	6,541.4
Parastatal Companies	537.5	551.9	554.3	563.9	558.1	557.8	558.9	561.6	532.0	557.3	546.7	544.7	475.5
Private Sector	1,216.9	1,219.1	1,220.5	1,229.4	1,226.8	1,228.0	1,229.8	1,228.5	1,318.7	1,323.2	1,320.4	1,248.4	1,246.4
4. Disbursed Debt by Use of Funds²	7,017.9	7,282.7	7,331.0	7,768.3	7,737.4	7,843.7	7,947.9	8,143.7	8,124.5	8,259.4	8,228.4	8,165.5	8,263.3
BOP & Budget Support	2,199.4	1,895.4	1,887.0	2,371.8	2,362.3	2,348.5	2,376.7	2,418.4	2,403.3	2,294.0	2,428.7	1,870.54	2,295.1
Transport & Telecommunication	888.5	927.5	940.0	960.3	956.5	990.4	1,006.5	1,053.0	1,048.8	1,065.1	1,057.9	833.3	1,065.6
Agriculture	738.8	813.6	827.8	830.3	827.0	837.4	841.3	868.8	897.7	927.0	945.4	867.3	927.4
Energy & Mining	660.3	624.9	645.0	738.1	735.2	728.4	738.3	748.9	747.0	705.5	698.7	603.4	705.8
Industries	195.6	186.8	221.8	202.2	201.4	201.7	202.0	203.5	210.3	204.2	205.1	171.1	204.3
Social Welfare & Education	1,023.7	1,114.3	1,304.7	1,200.6	1,195.8	1,201.1	1,213.5	1,227.4	1,139.9	1,251.2	1,232.0	1,531.5	1,251.8
Finance and Insurance	152.9	158.5	182.2	189.3	188.5	188.9	190.5	192.8	318.6	344.5	346.0	286.0	344.7
Tourism	109.2	108.2	109.4	115.6	115.1	123.2	123.3	125.6	136.0	148.4	149.5	146.2	148.4
Others	1,049.5	1,453.6	1,213.0	1,160.1	1,155.5	1,224.2	1,255.8	1,305.4	1,223.0	1,319.6	1,165.0	1,856.2	1,320.2
5. Total Amount of Loan Contracted¹	17.7	19.8	77.7	136.9	24.5	1.0	0.0	16.6	0.2	9.6	0.0	0.0	0.0
Government	0.0	0.0	71.1	128.7	18.3	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Parastatal Companies	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	17.7	19.8	6.6	21.6	6.2	1.0	0.0	16.6	0.2	9.6	0.0	0.0	0.0
6. Disbursements¹	125.7	89.0	29.1	50.6	52.3	69.8	155.6	262.0	49.1	70.3	92.5	69.9	27.4
Government	82.6	69.4	27.8	19.8	46.7	63.9	58.8	206.4	48.5	69.1	49.1	67.3	27.3
Parastatal Companies	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	43.1	19.6	1.3	30.7	5.6	6.0	96.7	55.6	0.6	1.2	43.3	2.6	0.0
7. Scheduled Debt Service¹	35.5	11.6	77.0	20.1	27.3	36.5	8.8	32.6	17.0	30.7	33.0	12.3	13.3
8. Actual Debt Service¹	5.1	1.3	8.8	8.5	7.2	9.4	8.6	4.7	4.0	4.2	6.4	5.0	4.9
Principal	3.2	0.5	4.7	3.5	1.7	4.6	3.5	3.9	1.4	2.7	1.8	4.0	2.0
Interest	1.9	0.7	4.1	5.1	5.5	4.8	5.1	0.8	2.6	1.5	4.6	1.0	3.0
Others	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
9. Net Transfers¹	120.6	87.8	20.3	42.0	45.1	60.4	147.0	257.3	45.1	66.1	86.1	64.9	22.5
10. Total Arrears by Creditors Category²	2,748.9	2,826.3	2,916.7	2,976.3	3,005.1	3,088.1	3,034.8	3,033.0	3,043.2	3,028.2	3,004.3	2,849.8	2,588.9
Principal	1,097.0	1,140.3	1,221.7	1,237.5	1,250.8	1,294.3	1,242.5	1,241.8	1,273.1	1,240.5	1,221.7	1,076.8	1,133.9
Bilateral	424.8	453.0	453.8	457.9	452.9	459.6	397.7	399.6	400.3	394.4	396.3	408.8	488.6
Multilateral	13.5	13.7	13.8	14.1	14.0	15.1	14.7	16.9	16.9	17.1	16.9	9.8	3.5
Commercial	417.4	424.0	450.2	458.0	475.5	492.9	493.2	495.4	504.3	473.0	487.0	346.8	417.8
Export Credits	241.3	249.6	303.8	307.5	308.4	326.7	336.9	330.0	351.5	356.0	321.5	311.4	224.0
Interest	1,651.9	1,686.0	1,695.1	1,738.9	1,754.3	1,793.8	1,792.3	1,791.1	1,770.1	1,787.7	1,782.6	1,772.9	1,455.0
Bilateral	697.4	714.3	715.8	726.0	725.3	730.9	729.7	746.0	742.0	741.8	733.7	753.3	776.5
Multilateral*	13.1	13.2	14.7	15.2	16.6	17.4	16.8	16.7	16.9	17.3	17.2	14.9	7.1
Commercial	627.4	642.5	647.8	674.9	680.7	697.2	695.7	677.3	660.9	672.5	666.6	622.7	547.0
Export Credits	314.0	315.9	316.8	322.8	331.7	348.3	350.1	351.1	350.3	356.1	365.1	382.0	124.4
11. External Debt Stock	8,669.8	8,968.7	9,026.0	9,507.2	9,491.7	9,637.5	9,740.2	9,934.8	9,894.7	10,047.1	10,011.0	9,938.4	9,718.3
12. Domestic Debt Stock	2,261.6	2,244.6	2,303.3	2,292.8	2,307.0	2,364.1	2,381.0	2,460.5	2,448.1	2,482.1	2,577.7	2,469.7	2,599.8
13. Total Debt Stock	10,931.4	11,213.4	11,329.3	11,800.0	11,798.7	12,001.6	12,121.2	12,395.2	12,342.8	12,529.2	12,727.4	12,408.1	12,318.1
End Period Exchange Rate	1,483.3	1,500.5	1,490.8	1,497.1	1,518.3	1,579.7	1,569.7	1,604.8	1,631.2	1,646.4	1,655.9	1,669.2	1,575.7

*Multilateral arrears are those owed by the private companies

1) During the period (2) Position as at the end of period.

Source: Bank of Tanzania



GLOSSARY



Currency in Circulation Outside Banks

Notes and coins of Tanzanian shillings circulating outside the banking system, i.e. outside the Bank of Tanzania and deposit money banks.

Discount Rate also known as Bank Rate

The rate of interest the Bank of Tanzania charges on Loans it extends to Commercial Banks and overdrafts to government.

Exchange Rate

This is the price at which one unit of a currency can be purchased with another currency, e.g. TZS per US dollar.

Lombard Facility

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

Lombard Rate

This is the rate payable for the use of the Lombard Facility. The rate is based on the prevailing 35-days Treasury bill yield, REPO rate and overnight inter-bank rate, whichever is higher.

Money Supply, M

The sum of currency circulating outside banks and Tanzanian residents' deposits with depository corporations, are 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).

M1, Narrow Money

Consists of, currency in circulation outside banks and demand deposits of Tanzanian residents with depository corporations.

M2, Broad Money

Is equivalent to narrow money (M1) plus time and savings deposits of the Tanzanian residents with depository corporations.

M3, Extended Broad Money

Consists of, broad money (M2) plus foreign currency deposits of the Tanzanian residents with 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

This consists of all resident financial corporations and quasi-corporations, except the central bank, whose principal activity is financial intermediation and which have liabilities in the form of deposits or financial instruments which are close substitutes for deposits in mobilizing financial resources and which are included in measures of money broadly defined (SNA 1993).

Repurchase Agreement (REPO)

These are agreements for the BOT to purchase/sale 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 BoT at the end of the period.

Reserve Money (M0)

The Bank of Tanzania's liabilities in the form of: (1) currency in circulation outside the Bank of Tanzania and (2) deposit money banks' deposits with the Bank of Tanzania. Reserve money is also referred to as base money, or high-powered money.

Seasonally Adjusted Series

Seasonal movements or seasonal variations, refer to identical, or almost identical patterns, which a time series appears to follow during corresponding months or quarters of each year. Such movements are due to recurring events, which take place annually, e.g. the harvest season. Seasonally adjusted series are series that have been processed to remove the impact of seasonal factors.

Weighted Annualized Yields of Treasury Bills of all Maturities

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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