



BANK OF TANZANIA

Monthly Economic Review

JULY 2011

TABLE OF CONTENTS

1.0 Inflation Developments	3
Food Supply Situation.....	5
The National Food Reserves	5
2.0 Monetary and Financial Markets Developments.....	6
Money Supply and Credit Developments	6
Interest Rates Developments.....	9
Financial Markets Developments	10
3.0 Government Budgetary Operations	13
4.0 External Sector Performance.....	13
Balance of Payments	15
5.0 National Debt Developments	24
6.0 Economic Developments in Zanzibar.....	27
Inflation Developments	27
STATISTICAL TABLES	34
<i>Glossary</i>.....	47

1.0 Inflation Developments

Annual headline inflation rate increased to **10.9 percent** in June 2011 from 9.7 percent in May 2011 mainly driven by higher food and fuel prices (**Chart 1.1 and Table 1.1**).

Annual non-food inflation rate went up to 10.0 **percent** from **9.3** percent in May 2011. The increase was reflected in the Energy and Fuels group - combining electricity and other fuels for use at home with petrol and diesel. The annual inflation rate for this group rose to 29.0 percent in June 2011 from 24.5 percent in May 2011. Items which recorded higher price increases include clothing materials, charcoal, kerosene, diesel, petrol, bicycles, postal services, carpets and other floor coverings. However, **month-to-month non-food inflation** decreased to 0.7 percent in June 2011 from 0.9 percent in May 2011.

Annual inflation for food and non-alcoholic beverages group (combining food consumed at home and in restaurants) increased to **11.7** percent in June 2011 from 10.1 percent in the preceding month. The increase is mainly associated with the rise in prices of rice, maize, cassava flour, vegetables, milk and pastry cook products. Likewise, **month-to-month food inflation** decreased to 0.9 percent in June 2011 from 0.4 percent in May 2011.

Annual inflation rate excluding food and energy (a proxy for core inflation) rose to **7.2 percent** in June 2011 from 7.1 percent in May 2011. Similarly, **month-to-month core inflation** remained unchanged at 0.5 percent in June 2011, same as recorded in the preceding month.

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

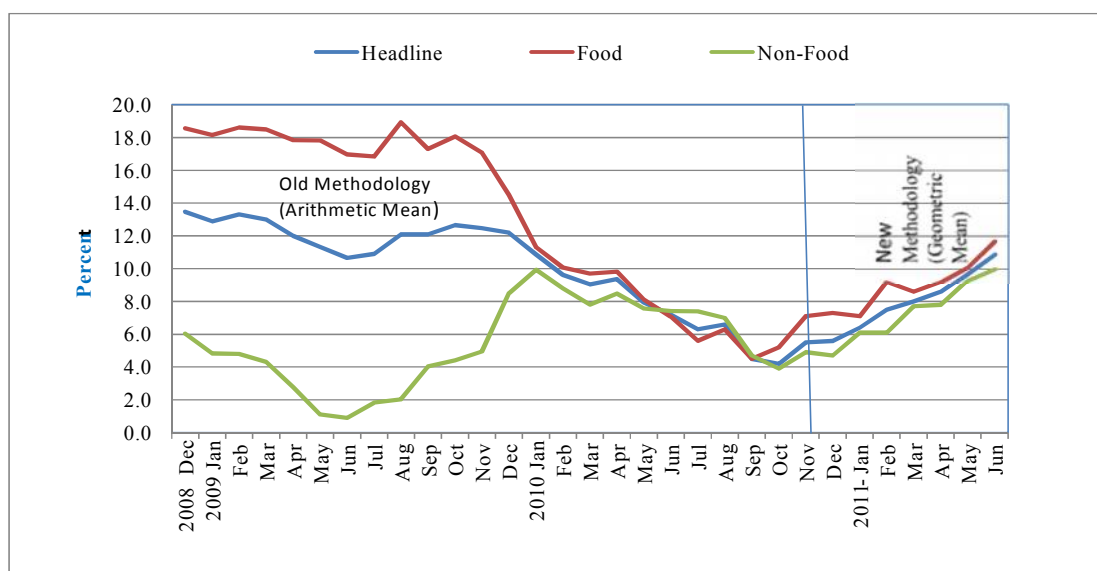


Table 1.1: Annual percentage Changes in the New National Consumer Price Index

Base: Sep 2010 = 100

Main Groups	Weight	Percentage Change		
		May 10 – May 11	May 11 – Jun 11	Jun-10 - Jun-11
Headline/All items	100	9.7	0.8	10.9
Food and Non Alcoholic Beverages	47.8	10.4	1.0	12.3
Transport	9.5	8.0	0.1	5.8
Housing, Water, Electricity, Gas and Other Fuel	9.2	15.7	0.5	9.8
Clothing and Footwear	6.7	9.8	1.2	18.8
Furnishing, Housing Equip. and House Maintenance	6.7	14.1	0.8	14.4
Restaurants and hotels	6.4	7.4	0.0	1.5
Alcoholic and Tobacco	3.3	6.8	0.9	8.4
Communication	2.1	-2.2	0.1	-2.0
Education	1.7	3.1	0.8	3.6
Recreation and Culture	1.3	2.4	0.0	3.5
Health	0.9	2.0	0.0	6.7
Miscellaneous goods and services	4.5	3.8	0.4	2.8
Other Selected Groups				
Food and Non-alcoholic Beverages - combining food consumed at home and food consumed in restaurants	51	10.1	0.9	11.7
Energy and Fuels - combining electricity and other fuels for use at home with petrol and diesel	5.7	24.5	2.2	29.0
All Items Less Food (Non-Food)	49	9.3	0.7	10.0
All Items Less Food and Energy	43.3	7.1	0.5	7.2

Source: National Bureau of Statistics

Food Supply Situation

Food supply situation in the country improved in June 2011 except for some few deficit areas reported in Bariadi, Kahama, Kishapu, Musoma Municipal, Same, Mvomero, Longido, and Monduli. **On month-to-month** basis, wholesale prices for sorghum and beans decreased while prices for maize, rice and potatoes increased. However, on annual basis, average wholesale prices for all major food crops increased in June 2011 (**Table 1.2**).

Table 1.2: National Average Wholesale Prices for Selected Food Items

Item	2010	2011		Percentage Change	
	Jun	May	Jun	May to Jun 2011	Jun 2010 to Jun 2011
Maize	29,381	41,943	45,070	7.46	53.40
Rice	94185	123,767	123,834	0.05	31.48
Beans	95,495	119,515	118,937	-0.48	24.55
Sorghum	33,477	61,307	60,993	-0.51	82.19
Potatoes	49,669	55,372	58,663	5.94	18.11

Source: Ministry of Industry, Trade and Marketing

The National Food Reserves

Stock of maize and Sorghum held by the National Food Reserve Agency (NFRA) at the end of June 2011 decreased to 165,216 tons from 191,419 tons in May 2011 on account of sale and distribution of 26,203 tons of grains to prisons, as well as to areas facing food shortages in Shinyanga, Arusha, Lindi and Dodoma (**Table 1.3**). As at end June 2011, total grain (maize) purchased were 90.5 percent of the 200,000 tons earmarked for purchase during 2010/11.

Table 1.3: National Food Reserve Agency (NFRA) Stock

Period						Tons
	2007	2008	2009	2010	2011	% Change 2010-2011
January	112,343	139,765	128,919	66,267	220,035	232.0
February	117,838	133,898	125,430	64,461	226,281	251.0
March	121,046	119,022	124,252	60,694	224,355	269.6
April	125,509	94,509	122,849	53,821	215,662	300.7
May	128,350	79,369	109,876	50,312	191,419	280.5
June	128,804	76,649	94,699	48,248	165,216	242.2
July	129,306	75,438	88,841	47,143		
August	125,653	83,131	93,231	90,519		
September	131,937	102,225	110,278	138,694		
October	143,717	114,464	107,177	180,803		
November	142,624	122,209	86,542	197,747		
December	142,044	129,253	77,644	210,895		

Source: National Food Reserve Agency

2.0 Monetary and Financial Markets Developments

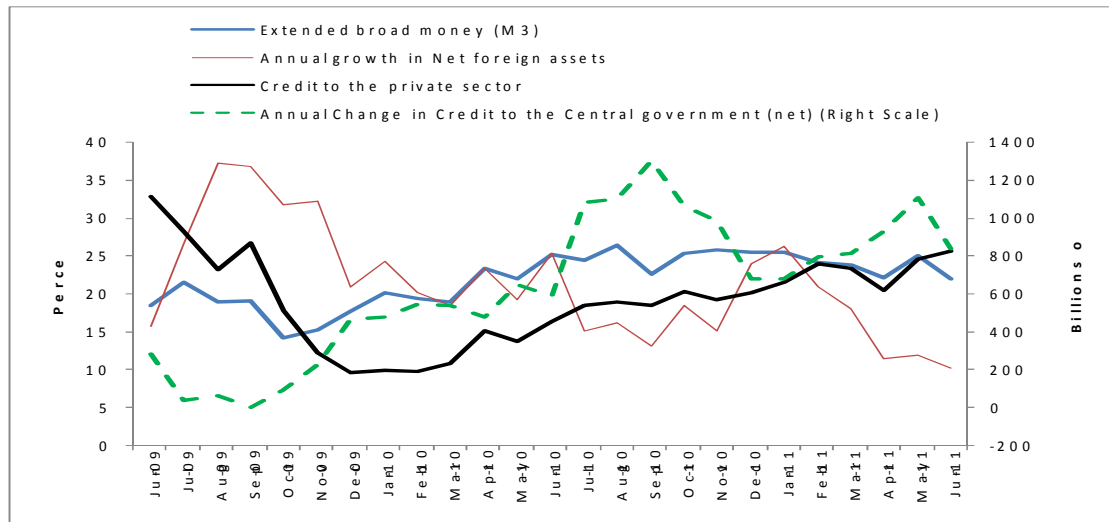
Money Supply and Credit Developments

In the recent month the pace of credit to private sector growth continued to pick up, reflecting recovery of banks' confidence in the economy following easing of the global financial crisis.

During the year ending June 2011, growth of credit to the private sector was 25.6 percent compared with 16.3 percent recorded in June 2010. On the other hand, net government borrowing from the banking system was TZS 821.4 billion compared with the estimate of TZS 297.0 billion. The increase in government borrowing was associated with the need to finance infrastructure developments, owing to delays in realisation of non concessional borrowing. These developments translated into a relatively higher growth in extended broad money supply (M3) of 22.0 percent in June 2011, compared with the estimate of 20.1 percent **(Chart 2.1)**.

During the year ending June 2011, Net Foreign Assets (NFA) of the banks declined by TZS 130.3 billion. The decrease in the growth of NFA of banks partly mirrored the improvement in the expansion of dollar as well as shilling denominated credit to the private sector (Table 2.1).

Chart 2.1: Sources of Monetary Aggregates



Source: Bank of Tanzania

Table 2.1: Tanzania: Selected Money Supply Components

Billions of TZS

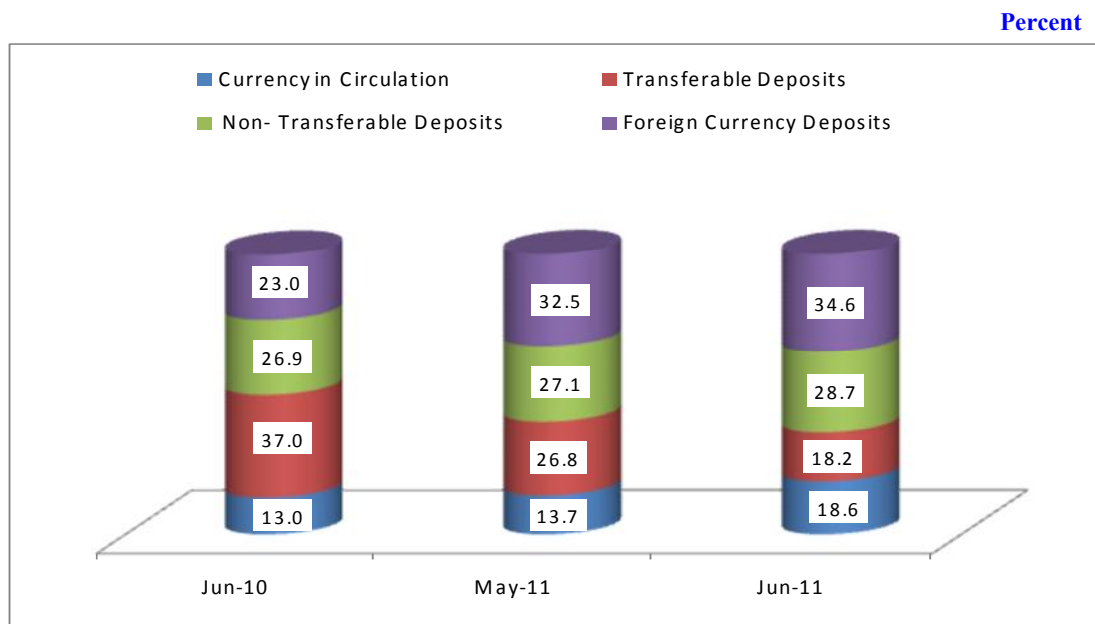
	Outstanding Stock in Billions of TZS					Annual Change			Annual Growth Rate (%)				
	Jun-08	Jun-09	Jun-10	May-11	Jun-11	Jun-10	May-11	Jun-11	Jun-09	May-10	Jun-10	May-11	Jun-11
Net Foreign Assets of the Banking System	3,628.8	4,202.9	5,265.5	5,527.1	5,807.3	1,062.6	589.7	541.8	15.8	19.2	25.3	11.9	10.3
Bank of Tanzania	3,059.6	3,401.2	3,949.3	4,433.7	4,621.3	548.1	486.2	672.1	11.2	15.1	16.1	12.3	17.0
Net International Reserves (Millions of USD)	2,641.8	2,665.7	3,143.3	3,224.3	3,243.5	477.6	75.8	100.1	0.9	18.1	17.9	2.4	3.2
Banks NFA	569.2	801.7	1,316.2	1,093.4	1,185.9	514.6	103.5	-130.3	40.8	39.3	64.2	10.5	-9.9
Banks NFA (Millions of USD)	482.0	616.9	954.2	720.1	754.4	337.3	0.7	-199.9	28.0	32.7	54.7	0.1	-20.9
Net Domestic Assets of the Banking System	2,983.3	3,629.2	4,535.8	6,083.2	6,150.7	906.6	1,736.2	1,614.8	21.7	25.3	25.0	39.9	35.6
Domestic Claims	3,384.8	4,823.3	6,174.1	8,124.2	8,394.1	1,350.8	2,416.7	2,219.9	42.5	29.2	28.0	42.3	36.0
Claims on central government (net)	(151.1)	128.3	712.8	1,488.3	1,534.2	584.5	1,106.7	821.4	—	—	—	—	—
Claims on Central Government	2,139.9	2,530.8	3,591.8	3,953.4	4,001.8	1,061.0	736.1	409.9	18.3	41.1	41.9	22.9	11.4
o/w Securities held by banks	1,519.9	1,392.3	2,063.4	2,449.4	2,446.2	671.1	354.4	382.8	-8.4	47.3	48.2	16.9	18.6
Liabilities to Central Government	2,291.0	2,402.5	2,879.0	2,465.1	2,467.6	476.5	-370.7	-411.4	4.9	11.4	19.8	-13.1	-14.3
Claims on Other Sectors	3,535.8	4,695.0	5,461.3	6,635.9	6,859.9	766.3	1,309.9	1,398.6	32.8	13.7	16.3	24.6	25.6
o/w Extended in Shillings	2,516.3	3,281.8	3,769.5	4,507.9	4,592.4	487.7	761.5	822.9	30.4	15.4	14.9	20.3	21.8
Extended in foreign currency	1,019.5	1,413.2	1,691.8	2,128.0	2,267.5	278.6	548.4	575.7	38.6	9.8	19.7	34.7	34.0
(equivalent in USD million)	863.3	1,087.6	1,226.5	1,401.5	1,442.4	138.9	253.5	215.8	26.0	4.6	12.8	22.1	17.6
Extended Broad Money Supply (M3)	6,612.1	7,832.1	9,801.4	11,610.4	11,957.9	1,969.2	2,325.9	2,156.6	18.5	22.0	25.1	25.1	22.0
Foreign Currency Deposits (FCD) in National Currency	1,781.6	2,060.1	2,513.8	3,131.6	3,259.3	453.7	755.2	745.5	15.6	17.9	22.0	31.8	29.7
FCD in millions of US dollar	1,508.6	1,585.4	1,822.4	2,062.5	2,073.2	237.0	335.5	250.8	5.1	12.2	14.9	19.4	13.8
Broad Money Supply (M2)	4,830.6	5,772.0	7,287.5	8,478.8	8,698.7	1,515.5	1,570.7	1,411.1	19.5	23.5	26.3	22.7	19.4
Other Deposits in National Currency	2,000.7	2,623.3	3,152.8	3,773.3	3,771.5	529.5	630.0	618.7	31.1	25.0	20.2	20.0	19.6
Narrow Money Supply (M1)	2,829.9	3,148.7	4,134.7	4,705.5	4,927.1	986.0	940.7	792.4	11.3	22.2	31.3	25.0	19.2
Currency in Circulation	1,269.5	1,423.7	1,680.5	1,911.9	2,081.1	256.8	317.7	400.7	12.1	16.7	18.0	19.9	23.8
Transferable Deposits in National Currency	1,560.4	1,725.0	2,454.3	2,793.7	2,846.0	729.3	623.0	391.8	10.5	26.7	42.3	28.7	16.0
Memorandum Items													
Net Claims on Central Government/ Domestic Credit (%)	-4.5	2.7	11.5	18.3	18.3								
Claims on Private Sector/ Domestic Credit (%)	104.5	97.3	88.5	81.7	81.7								
FCD/M3 (%)	26.9	26.3	25.6	27.0	27.3								
Nominal Exchange Rate (end of period) (TZS/USD)	1180.9	1299.4	1,379.4	1,518.3	1,572.1								
Gross Official Reserves (Millions of USD)	2,660.0	2,929.8	3,482.6	3,591.1	3,610.2								
Foreign Assets of Banks (Millions of USD)	790.2	796.4	1,096.9	1,030.1	1,055.3								
Gross Foreign Assets of the Banking System (Millions of USD)	3,450.2	3,726.2	4,579.5	4,621.2	4,665.5								

Source: Bank of Tanzania

Banks' credit to all major economic activities experienced higher annual growth rates in the year to June 2011, compared with the rates recorded in the year ending June 2010, except for manufacturing, and transport and communication activities. In terms of share to total private sector credit, personal loans continued to account for the largest part, followed by trade, manufacturing, agriculture, and transport and communication activities.

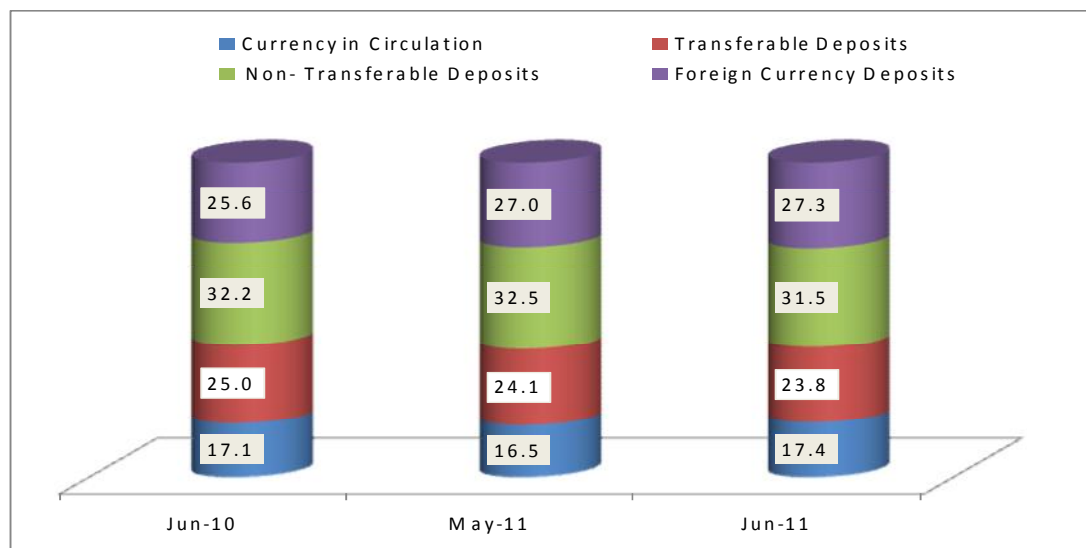
On the liability side, change in money supply during the year ending June 2011 was more pronounced in currency in circulation and foreign currency deposits, (**Chart 2.2**). This outturn was partly associated with the depreciation of the Shilling against US dollar. In terms of share to M3 all components remained broadly unchanged (**Chart 2.3**).

Chart 2.2: Annual Contribution to Change in M3



Source: Bank of Tanzania

Chart 2.3: Percentage Share to M3



Source: Bank of Tanzania

Interest Rates Developments

After sustaining a declining trend since January 2011, overall weighted average Treasury bills rate rose to 4.76 percent in June 2011, from 4.54 percent recorded in May 2011. However, overnight interbank cash market rate remained almost unchanged at 1.81 percent, while repo rate declined marginally to 1.35 percent from 1.38 percent recorded in the previous month.

During the same period, 12-month time deposit rate and short-term lending rate (up to one year) exhibited upward trends (**Table 2.2**).

Table 2.2: Interest Rates structure

Items	Jun-09	2010			2011					
		Jun	Sep	Dec	Jan	Feb	Mar	Apr	May	Jun
Overall Interbank cash market rate	5.03	0.97	1.65	5.26	7.93	3.54	1.86	1.84	1.84	1.84
<i>Overnight interbank cash market</i>	4.46	0.86	1.68	5.19	7.99	3.40	1.86	1.80	1.80	1.81
REPO Rate	4.90	0.54	0.90	3.22	6.06	4.04	2.37	1.77	1.38	1.35
Bank Rate	10.31	7.58	7.58	7.58	7.58	7.58	7.58	7.58	7.58	7.58
Overall Treasury bills rate	6.97	3.33	5.06	6.32	7.14	6.58	5.46	4.80	4.54	4.76
<i>35 days</i>	4.81	0.65	1.62	1.33	4.71	4.54	3.92	3.51	2.86	2.71
<i>91 days</i>	5.56	2.89	3.89	5.24	6.37	5.92	4.82	4.26	3.91	3.74
<i>182 days</i>	7.86	2.59	4.77	6.20	6.61	6.55	5.39	5.01	4.93	4.83
<i>364 days</i>	9.11	6.08	6.96	7.67	8.33	7.55	5.99	6.11	6.50	6.46
Savings Deposit Rate	2.69	2.82	2.57	2.43	2.46	2.70	2.66	2.41	2.40	2.39
Treasury Bonds Rates										
<i>2-years</i>	11.51	8.79	9.82	10.35	10.35	8.65	8.65	8.13	8.13	8.05
<i>5-years</i>	16.58	9.52	9.70	11.58	11.58	10.27	10.27	10.27	10.65	10.75
<i>7-years</i>	17.06	10.38	10.85	11.88	12.27	12.27	12.02	12.02	12.26	12.81
<i>10-years</i>	19.92	11.68	13.00	13.59	13.84	13.84	14.15	14.15	14.15	14.15
Overall Time Deposits Rate	6.79	5.90	6.04	5.98	5.89	5.39	5.40	5.39	5.79	5.82
<i>12 month time deposit rate</i>	9.07	8.48	7.16	7.10	7.33	7.34	7.53	7.75	7.13	7.18
Negotiated Deposit Rate	10.13	9.57	9.33	8.45	8.87	8.50	7.86	7.44	7.38	9.06
Overall Lending rate	15.48	14.67	14.47	14.92	14.70	14.83	15.04	15.41	15.28	15.05
<i>Short-term lending rate (up to 1year)</i>	14.57	13.92	14.29	14.37	13.85	14.30	14.58	14.76	14.71	14.84
Negotiated Lending Rate	14.28	14.13	13.80	13.33	13.88	13.32	13.34	13.32	13.48	13.81
Margin between short-term lending and one-year time deposit rates	5.50	5.43	7.13	7.26	6.52	6.96	7.05	7.02	7.58	7.66

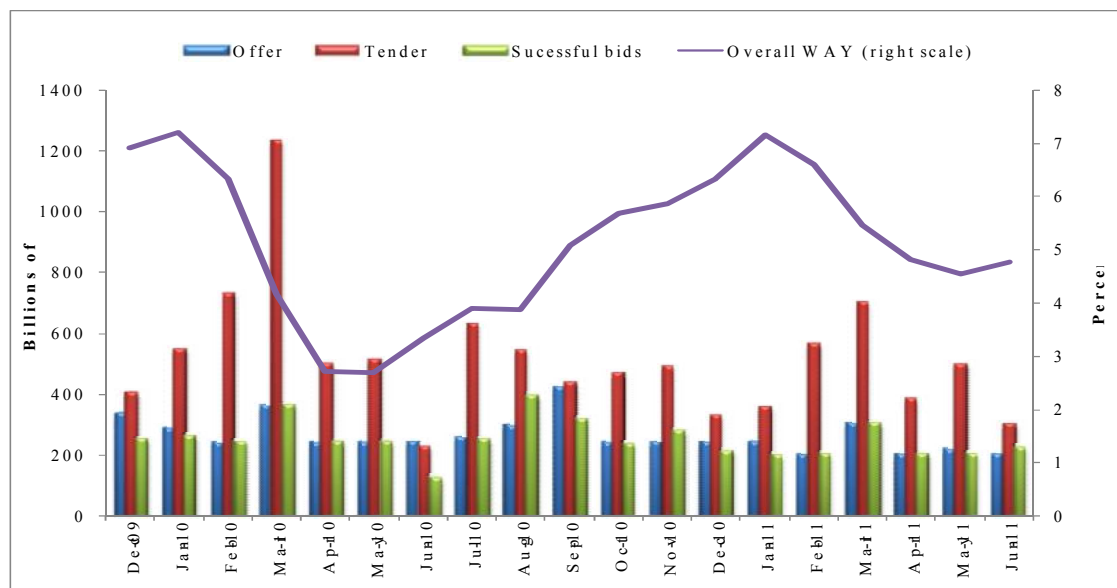
Source: Bank of Tanzania

Financial Markets Developments

During June 2011, the Bank conducted two auctions of **Treasury bills** worth TZS 100.0 billion each (**Chart 2.4**). The auctions were oversubscribed with a total demand of TZS 296.2 billion; the Bank intervened and accepted bids with face value of TZS 220.8 billion.

Commercial banks continued to dominate the market, purchasing Treasury bills worth TZS 179.4 billion (cost value), followed by Insurance companies and Pension funds that purchased TZS 29.4 billion and other economic entities accounting for the rest. On the other hand, Treasury bills worth TZS 228.6 billion matured, out of which TZS 201.8 billion were liquidity papers and TZS 26.8 billion were financing papers.

Chart 2.4: Treasury bills Market Developments



Source: Bank of Tanzania

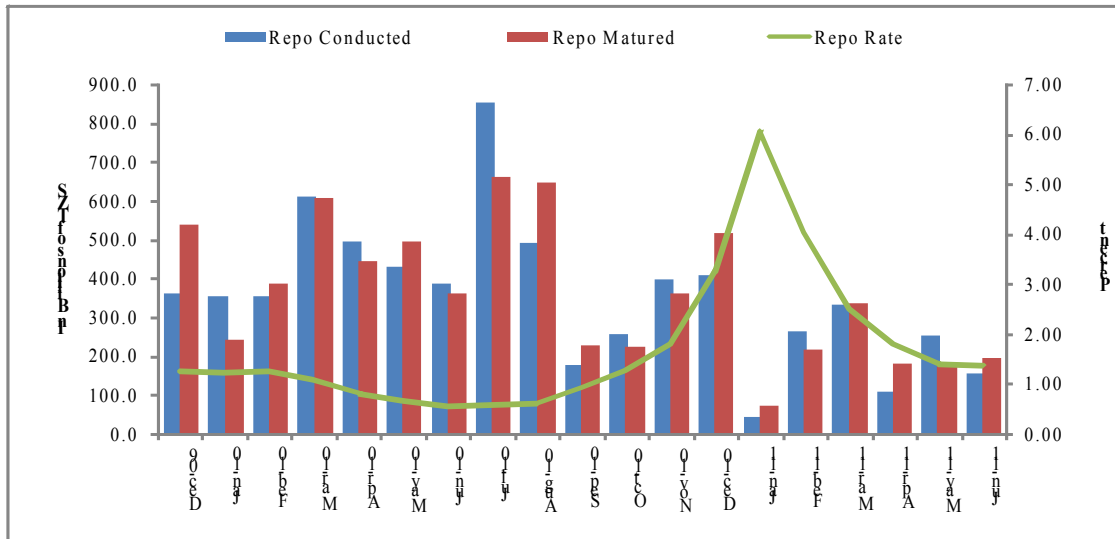
During the month under review, the Bank conducted three auctions of **Treasury bonds**, with maturity of 2-year, 5-year, and 7-year valued at TZS 40.0 billion (Face Value) each. All auctions were highly oversubscribed, with a total demand of TZS 115.2 billion for 2-year bond, TZS 99.1 billion and TZS 89.6 billion for 5-year and 7-year, respectively. These developments reflect banks’ preference towards the longer maturity instruments, which have higher return compared to Treasury bills.

The Bank intervened in the 2-year bond and accepted bids with cost value of TZS 59.7 billion. In the 5-year and 7-year bond auctions, the Bank accepted bids with cost value of TZS 37.6 billion and TZS 35.1 billion, respectively. Banks were the main players in the Treasury bond market, accounting for 53.3 percent of total amount offered in the 2 year bond, 41.3 percent in the 5-year bond and 68.3 percent in the 7 year bond.

Repurchase Agreements and Inter-Bank Cash Market Developments

During June 2011, the Bank conducted **repurchase agreements (repos)** with banks amounting to TZS 156.5 billion to fine tune the level of liquidity in the banking system (**Chart 2.5**).

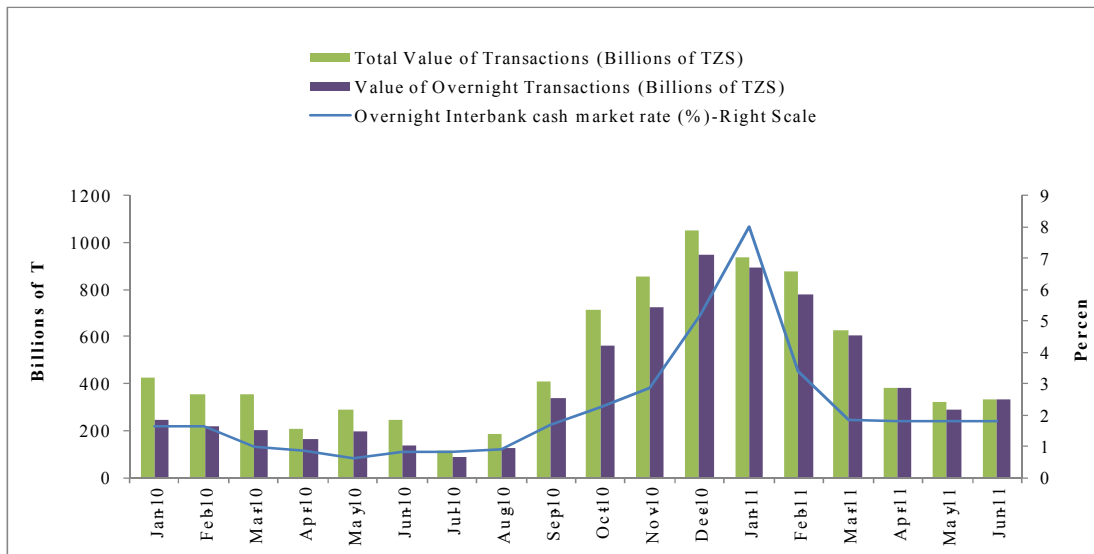
Chart 1.15: Repurchase Agreements Transactions



Source: Bank of Tanzania

Volume of transactions in the interbank cash market in June 2011 was entirely overnight placements—first time since 2002. The volume was TZS 332.8 billion compared with TZS 320.6 billion recorded in May 2011 with overnight transactions accounting for 88.9 percent of total volume (**Chart 2.6**).

Chart 2.6: Interbank Cash Market Developments

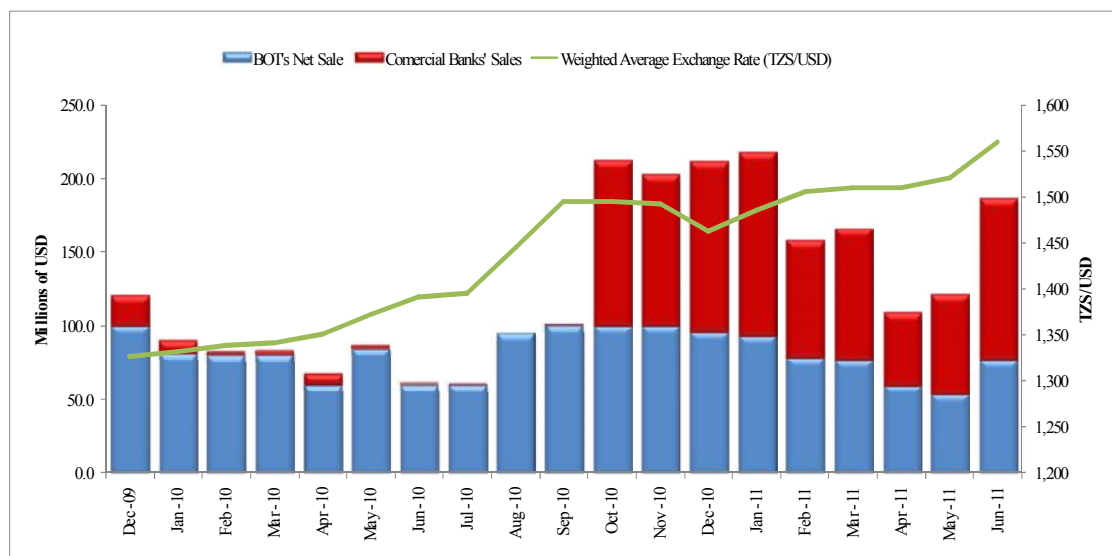


Source: Bank of Tanzania

Inter-bank Foreign Exchange Market

During June 2011, total volume of transactions in the **inter-bank foreign exchange market** (IFEM) amounted to USD 185.7 million, higher than USD 120.96 million transacted in the preceding month. Out of the total volume, the Bank supplied USD 76.7 million for liquidity management purposes compared with USD 54.0 million recorded in May 2011. The Shilling depreciated against the US dollar to weighted average rate of TZS 1,560.1 per USD in June 2011 from TZS 1,520.5 per USD in May 2011. On annual basis, the Shilling depreciated by 10.8 percent to TZS 1,560.08 per USD when compared with the rate recorded in June 2010 (Chart 2.7).

Chart 2.7: Interbank Foreign Exchange Market Operations



Source: Bank of Tanzania

3.0 Government Budgetary Operations

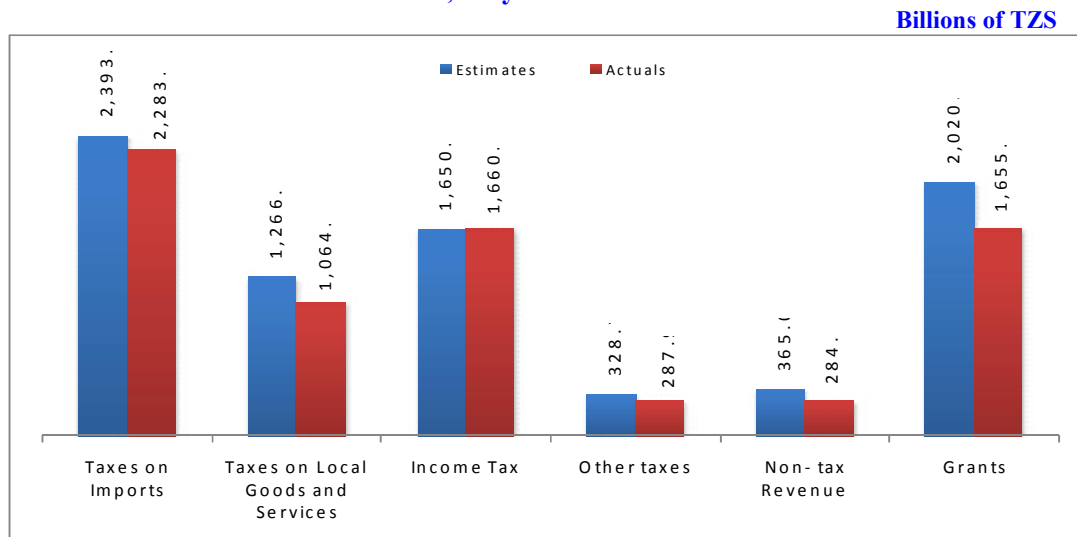
During June 2011 **government budgetary operations** on cheques issued, registered a deficit of TZS 184.8 billion after adjustment to cash. Total domestic revenue and grants for the month under review amounted to TZS 714.2 billion with, domestic revenue contributing 85.6 percent.

Revenue collections excluding (Local Government Authorities own sources) amounted to TZS 611.5 billion or 108.4 percent of the estimate. In the corresponding period in 2009/10, revenue collections amounted to TZS 438.0 billion or 90.8 percent of its estimate.

Tax revenue collections in June 2011 amounted to 576.6 billion or 107.4 percent of the estimate largely on account of good compliance on the due date for payment of second instalment of corporate tax. Taxes on imports, income taxes and non-tax were 98.7, 130.9 and 127.4 percent of the estimate respectively. Taxes on local goods and services were below the estimate by 10.4 percent respectively.

In the year 2010/11, tax revenue amounted to TZS 5,295.6 billion or 93.9 percent of the estimate, non-tax revenue amounted to TZS 284.7 billion equivalent to 78.0 percent of estimate (**Chart 3.1**). Domestic revenue collection was 92.3 of percent of the estimate or 16.1 percent of GDP whereas in 2009/10 it was 14.9 percent of GDP.

Chart 3.1: Government Resources, July 2010 to June 2011



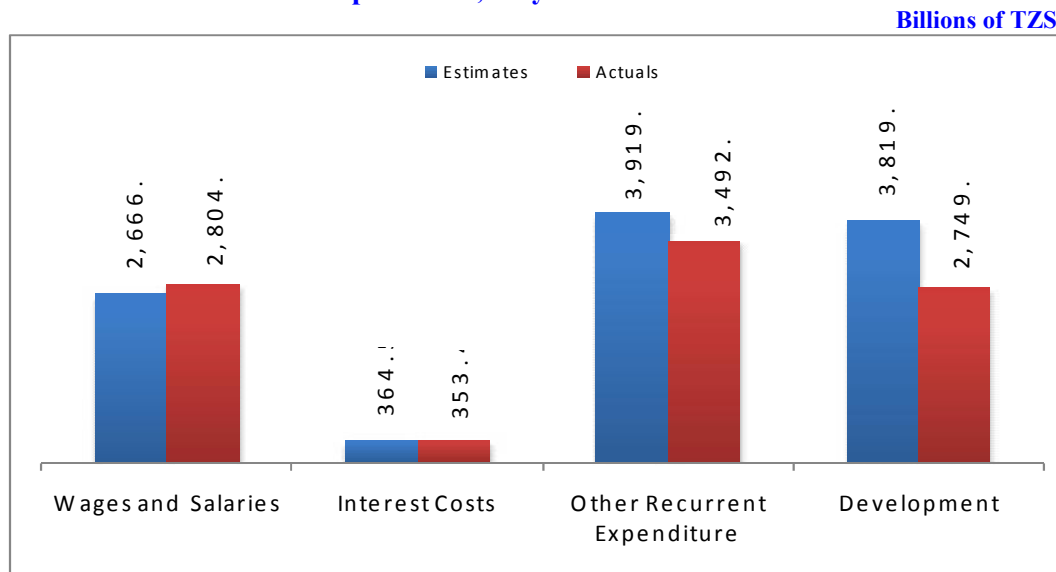
Source: Ministry of Finance

During the month under review, **total expenditure** amounted to TZS 1,412.5 billion. Out of the total, recurrent expenditure was TZS 1,123.1 billion and development expenditure was TZS 289.4 billion.

In 2010/11, government expenditure reached TZS 9,399.3 billion, against the estimate of TZS 10,769.6 billion. Recurrent expenditure amounted to TZS 6,650.3 billion or 95.7 percent of the estimate whereas development expenditure amounted to TZS 2,749.0 billion

which is below the estimate by 28 percent (**Chart 3.2**). The underperformance in development expenditure was partly due to lower disbursement of project funds and delays in realisation of non-concessional loans. As a percentage of GDP, total expenditure was 27.1 percent, compared with 26.3 percent of GDP in 2009/10.

Chart 3.2: Government Expenditure, July 2010 to June 2011



Source: Ministry of Finance

Total financing of fiscal operations in the period under review amounted to TZS 2,393.2 billion, of which TZS 1,148.9 billion was foreign financing, while net domestic financing was TZS 1,244.3 billion.

4.0 External Sector Performance

Balance of Payments

During 2010/11, **current account** deficit widened to USD 2,761.1 million compared to a deficit of USD 2,555.8 million recorded in 2009/10. This development was attributed to increase in the value of imported goods and services that outweighed the increase in value of exports of goods and services as well as official current transfers (**Table 4.1**).

As at the end of June 2011, gross official reserves amounted to USD 3,610.2 million, sufficient to cover 4.4 months¹ of projected import of goods and services, while gross foreign assets of banks were USD 1,079.5 million. In total, gross foreign reserves of the banking system was USD 4,665.5 million at the end of June 2011.

Table 4.1: Current Account Balance

Items	Millions of USD						% Change
	June		2011		Year Ending June		
	2009	2010	May	June	2010	2011 ^P	
Goods Account (net)	-278.7	-306.6	-541.5	-491.6	-3,330.8	-3,775.6	13.4
Exports	192.2	298.7	327.6	304.8	3,239.5	4,195.9	29.5
Imports	470.9	605.3	869.1	796.4	6,570.3	7,971.5	21.3
Services Account (net)	8.40	15.02	14.15	25.6	173.4	322.2	85.8
Receipts	127.1	156.4	175.5	191.8	1,937.5	2,285.5	18.0
Payments	118.7	141.4	161.4	166.2	1,764.1	1,963.4	11.3
Goods and services (net)	-270.3	-291.6	-527.3	-466.0	-3,157.4	-3,453.4	9.4
Exports of goods and services	319.3	455.1	503.1	496.6	5,177.0	6,481.4	25.2
Imports of goods and services	589.6	746.7	1,030.4	962.6	8,334.4	9,934.8	19.2
Income Account (net)	-9.5	-13.8	1.2	-3.5	-72.3	-61.9	-14.4
Receipts	5.3	9.2	20.5	15.2	160.3	203.0	26.6
Payments	14.8	22.9	19.3	18.8	232.6	264.8	13.9
Current Transfers (net)	19.1	3.8	1.7	23.0	673.9	754.1	11.9
Inflows	24.2	9.8	8.8	30.0	746.2	838.0	12.3
o/w General Government	15.8	1.6	0.6	21.4	637.1	735.3	15.4
Outflows	5.1	6.0	7.1	7.0	72.3	83.8	16.0
Current Account Balance	-260.7	-301.6	-524.5	-446.6	-2,555.8	-2,761.1	8.0

Note: P = Provisional

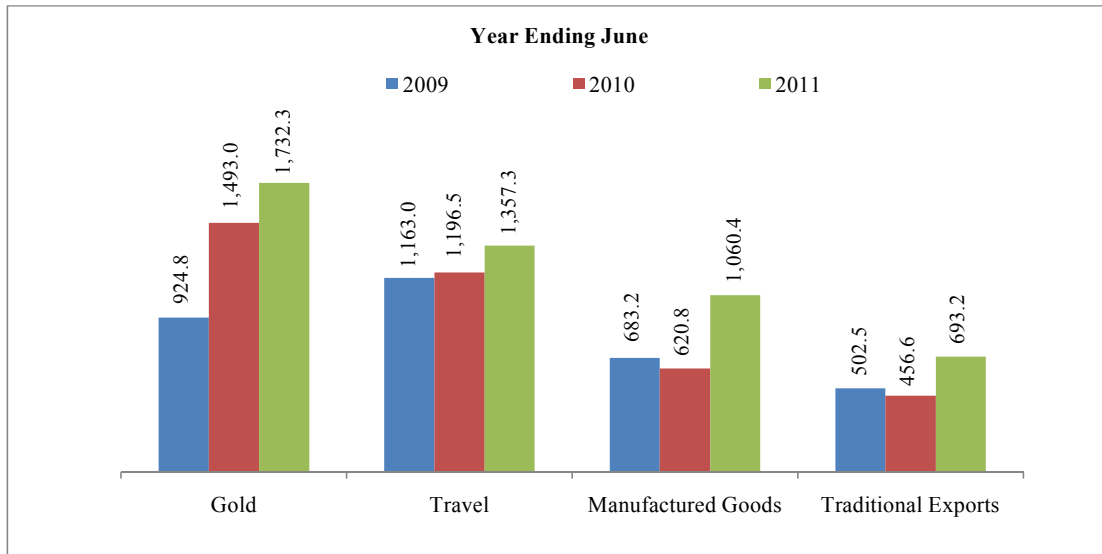
Source: Bank of Tanzania

The value of **exports of goods and services** were USD 6,481.4 million in 2010/11, being 25.2 percent higher than the amount recorded in the preceding financial year. The improvement was largely driven by significant increase in export of gold, manufactured goods; traditional exports particularly coffee, tobacco and cashew nuts; and receipts from travel and transportation services. **Chart 4.1** provides a summary of export performance of selected goods and services.

¹ This is based on projected import bill of goods and services of USD 822 million for the year ending June 2011

Chart 4.1: Performance of Selected Export of Goods and Services

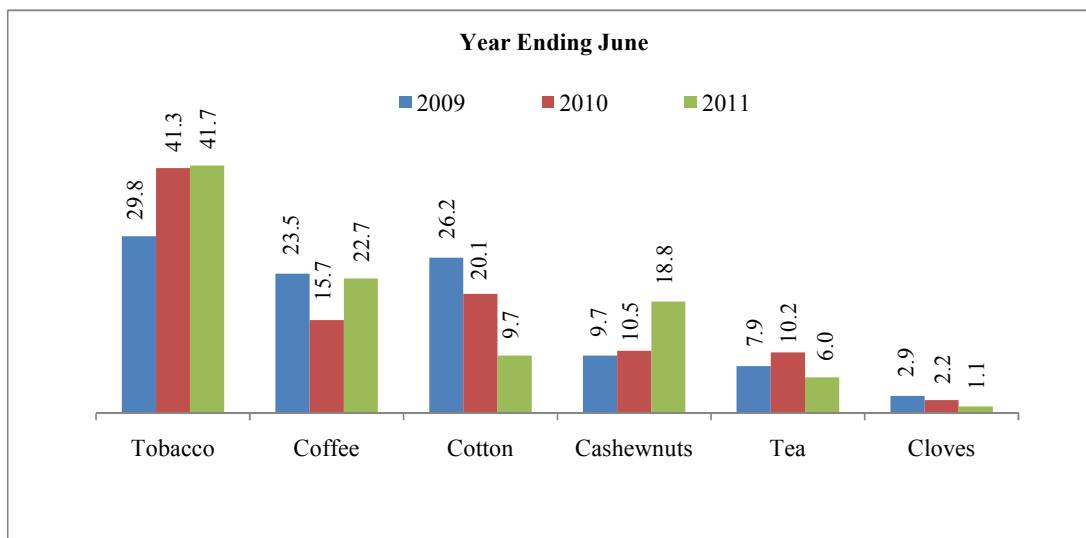
Millions of USD



Source: Bank of Tanzania

The value of **Traditional exports** was USD 693.2 million compared to USD 456.6 million recorded in 2009/10, largely due to an increase in export volumes and prices of coffee, tobacco and cashew nuts. The volumes went up following a bumper harvest, while the increase in export unit prices was attributed to increased demand of these commodities in the world market. **Chart 4.2** depicts the composition of traditional exports for the last three years.

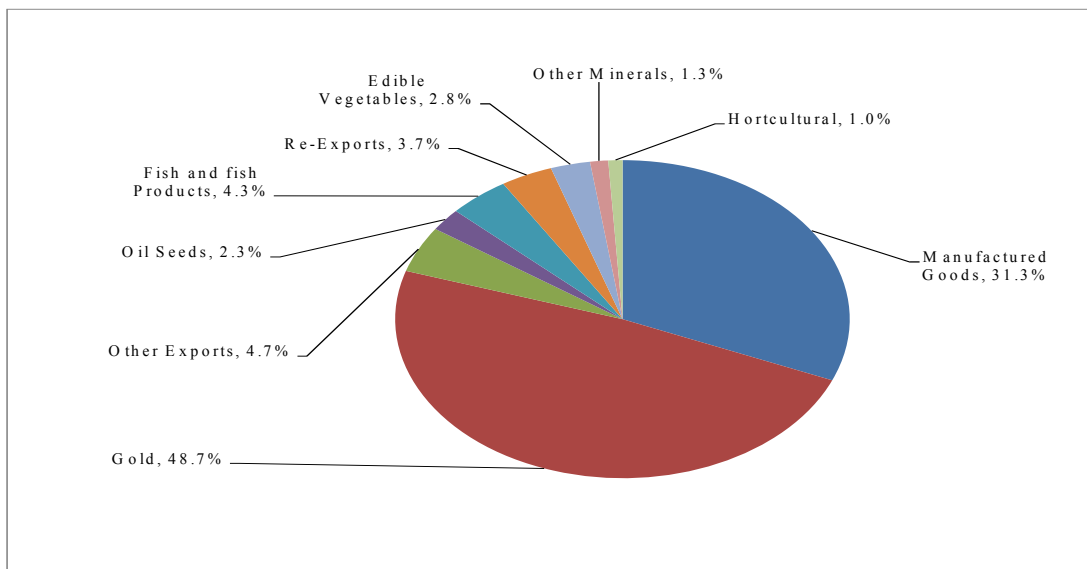
Chart 4.2: Percentage Composition to Total Traditional Exports



Source: Bank of Tanzania

The value of non-traditional exports was USD 3,502.7 million compared to USD 2,782.8 million recorded in 2009/10, on account of increase in gold prices in the world market and improved performance in the manufacturing sector. The good performance in manufacturing sector was due to high demand for cement, textile apparels, edible oil, plastic items, iron and steel products, wheat flour and paper and paper products in the neighbouring countries. Gold and manufactured goods account for about 80 percent of non traditional exports (**Chart 4.3**).

Chart 4.3: Percentage Share to Total Non-Traditional Exports



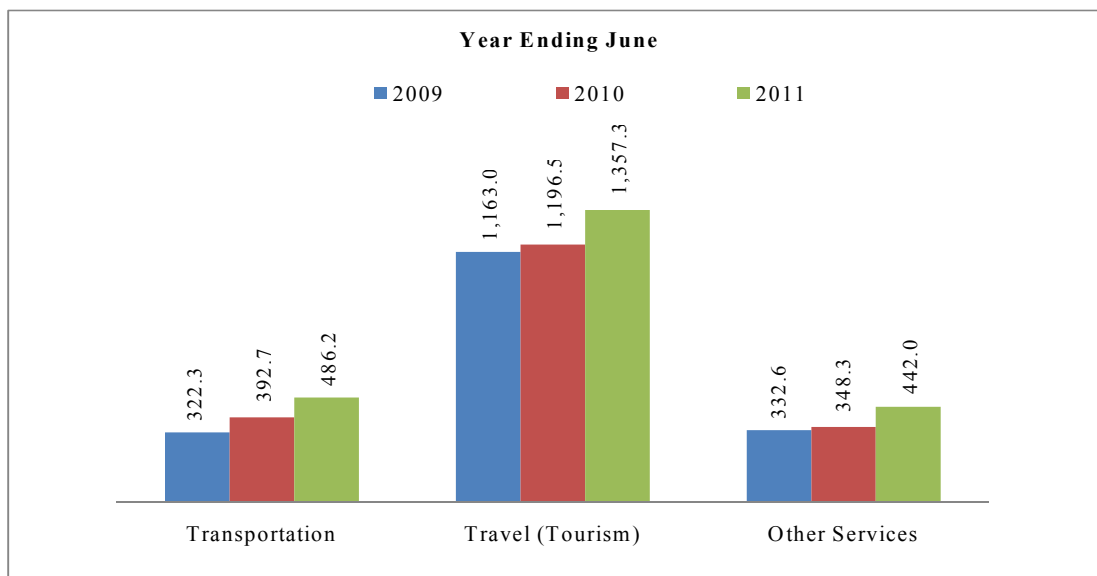
Source: Bank of Tanzania

Services receipts were USD 2,285.5 million compared to USD 1,937.5 million recorded in 2009/10, with travel and transportation accounting for about 81 percent of total receipts.

Chart 4.4 depicts the performance of services receipt items for the past three years.

Chart 4.4: Services Export

Millions of USD



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

Source: Bank of Tanzania

Imports of goods and services rose by 19.2 percent to USD 9,934.8 million when compared with the amount recorded in 2009/10, out of which USD 7,971.5 million was goods imports. It is worth noting that during the period under review, imports of food and food stuff recorded a significant increase (about 40%) largely due to increase in prices of cereals² in the world market. **Table 4.2 and Chart 4.5** shows the performance of import sub-categories for the last three years.

Table 4.2: Goods Import

Millions of USD

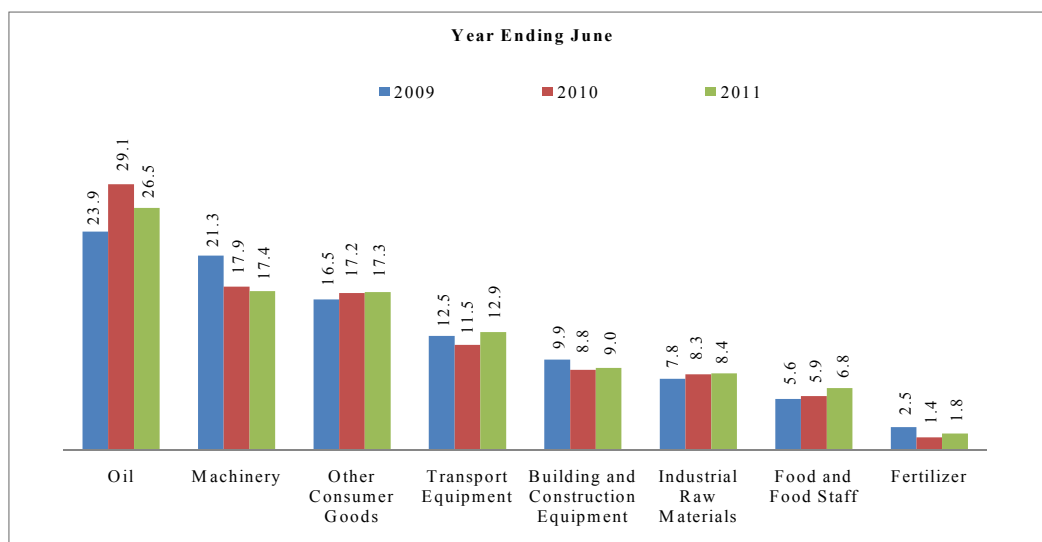
Items	2011		% Change	Year Ending June		% Change
	May	June		2010	2011 ^p	
Capital Goods	307.9	312.9	1.6	2,510.2	3,124.6	24.5
Transport Equipment	84.6	98.7	16.6	752.9	1,025.8	36.3
Building and Constructions	85.9	72.1	-16.0	578.2	714.8	23.6
Machinery	137.3	142.0	3.4	1,179.1	1,383.9	17.4
Intermediate Goods	404.0	325.4	-19.5	2,545.2	2,926.6	15.0
Oil imports	332.8	263.9	-20.7	1,911.4	2,114.5	10.6
Fertilizers	10.9	2.8	-74.7	89.1	143.4	60.9
Industrial raw materials	60.3	58.7	-2.7	544.8	668.7	22.7
Consumer Goods	157.2	158.1	0.6	1,514.9	1,920.3	26.8
Food and food stuffs	34.4	38.7	12.5	386.1	539.2	39.7
All other consumer goods ¹	122.8	119.5	-2.7	1,128.8	1,381.1	22.3
GRAND TOTAL	869.1	796.4	-8.4	6,570.3	7,971.5	21.3

Note: 1 includes pharmaceutical products, paper products, plastic items, optical/photographic materials, textile apparels.

Source: Bank of Tanzania and Tanzania Revenue Authority

² Price of wheat increased to USD 288.34 per ton in 2010/11 from USD 185.10 per ton in 2009/10

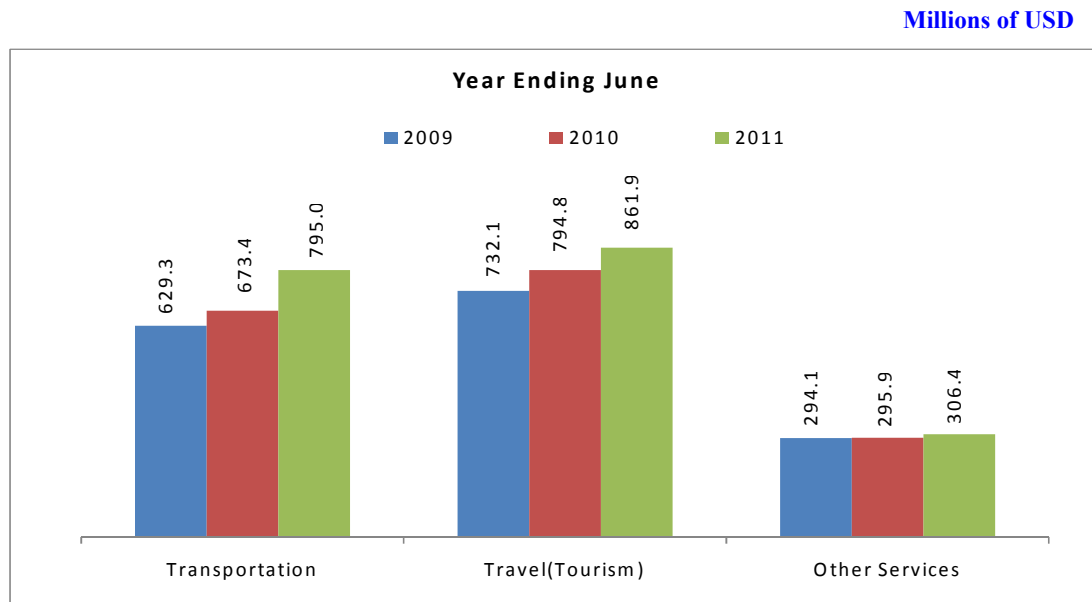
Chart 4.5: Percentage Share of Selected Items to Total Imports



Source: Bank of Tanzania

Service payments were USD 1,963.4 millions, being 11.3 percent higher than the level recorded in 2009/10 partly driven by an increase in payments of freight charges that corresponds to increase in import of goods. Freight payments accounted for about 39 percent of service payments. **Chart 4.6** summarizes major services payments 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 June 2011, the world market prices of agricultural commodities increased with the exception of **coffee** (Arabica) and **cotton** (**Table 4.3**). The declined in price of cotton was mainly on account of low global demand which partly resulted from slowdown in spinning operations by the textile manufactures. The slowdown in spinning had been associated with the increase in price of cotton between August 2010 and March 2011 which caused manufacturers to shift to synthetic fibre.

During the period under review, the prices of **crude oil** (Dubai f.o.b) and **white petroleum products** declined slightly following the anticipation of more supplies from International Energy Agency (IEA) strategic stocks. However, the average price of crude oil (Average spot price of U.K Brent, Dubai and West Texas Intermediate) increased by 5.2 percent to USD 113.73 per barrel. On the other hand, the price of **gold** rose by 1.0 percent to USD 1,528.66 per troy ounce as investors perceive gold to be a more secured investment amid the global inflation expectations and lower real interest rates in USA.

During the year ending June 2011, the world market prices of agricultural commodities went up with exception of tea (Mombasa action). The rise in prices of **coffee** was largely attributed to the decline in supplies in major coffee growing countries such as Columbia, Brazil, Mexico, Vietnam, Panama, Kenya and India following unfavourable weather condition. The price of **sisal** went up due to the rise in global demand for sisal. Likewise the price of **cloves** went up following strong demand coupled with tight supply of cloves from Indonesia following a breakout of a disease which affected production of this commodity.

The annual prices of **crude oil** (average and Dubai f.o.b) and **white petroleum products** went up following decline in oil inventories in United States coupled with the political instability in the Middle East countries. The price of **gold** rose by 25.7 percent to USD 1,371.47 per troy ounce mainly due to political unrest in the Middle East which in turn increases the demand for gold as a safe investment.

Table 4.3: World Commodity Prices

COMMODITY	Units	2011			%	Year ending June			%
		April	May	June		Change	2009	2010	
Robusta Coffee	USD per kg	2.59	2.39	2.60	8.8	2.02	1.57	2.22	41.7
Arabica Coffee	USD per kg	6.62	6.42	6.06	-5.6	2.98	3.53	5.56	57.5
Tea (Average price)	USD per kg	3.02	2.97	3.01	1.3	2.40	2.90	2.97	2.4
Tea (Mombasa Auction)	USD per kg	2.67	2.62	2.71	3.4	2.21	2.72	2.62	-3.7
Cotton, "A Index"	USD per kg	4.78	3.65	3.30	-9.6	1.40	1.69	3.46	104.7
Sisal (UG)	USD per metric ton	1,500.00	1,300.00	1,500.00	15.4	1209.83	877.75	1173.33	33.7
Cloves	USD per metric ton	7,150.00	8,325.00	10,150.00	21.9	4021.46	4,401.15	6205.31	41.0
Crude oil*	USD per barrel	116.24	108.07	113.73	5.2	73.95	74.74	93.34	24.9
Crude oil**	USD per barrel	115.70	108.46	107.70	-0.7	73.19	74.34	92.34	24.2
White products***	USD per ton	1060.78	1009.43	993.33	-1.6	702.88	655.31	1580.94	141.3
Jet/Kerosine	USD per ton	1,039.92	1,005.76	1,011.30	0.6	743.88	657.59	852.30	29.6
Premium Gasoline	USD per ton	1107.50	1071.62	1013.59	-5.4	650.26	690.58	861.74	24.8
Heat Oil	USD per ton	1034.92	950.92	955.11	0.4	714.48	617.76	778.79	26.1
Gold	USD per troy ounce	1,480.00	1,513.00	1,528.66	1.0	868.90	1,091.29	1371.47	25.7

Note: *Average spot price of U.K Brent, Dubai and West Texas Intermediate

** f.o.b Dubai

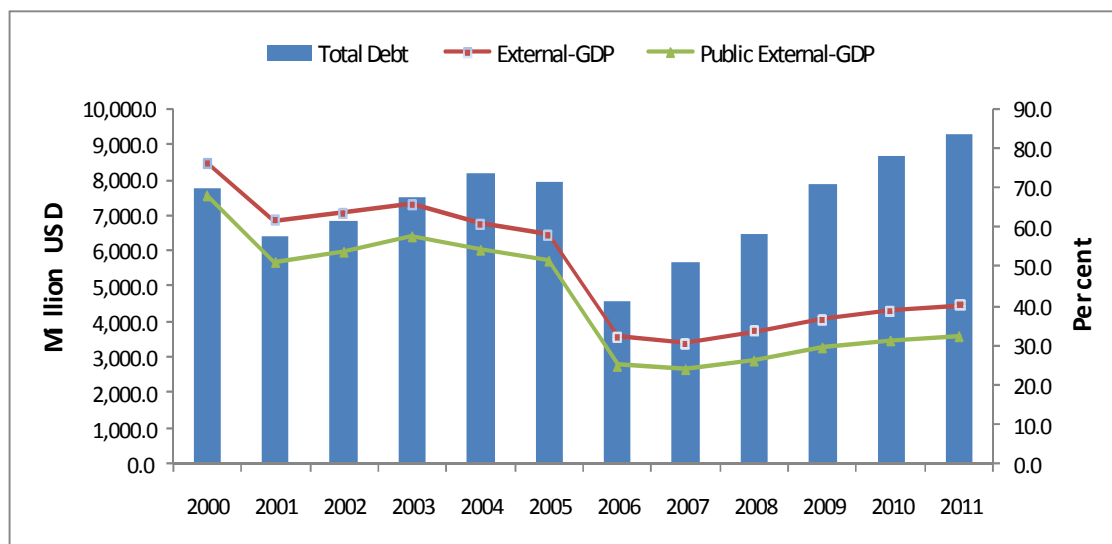
*** West Mediterranean

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

5.0 National Debt Developments

National debt stock increased to USD 11,640.9 million as at the end of June 2011, from USD 11,408.7 million registered at the end of preceding month. The increase is attributed to recording of new external debt disbursements, accumulation of interest arrears, and issuance of Government securities. Out of the total debt stock, 79.8 percent was external debt and 20.2 percent was domestic debt. External debt increased by USD 175.1 million to USD 9,276.9 million, with 80.7 percent being disbursed outstanding debt (DOD) and 19.3 percent interest arrears. The ratio of external debt stock to nominal GDP was 39.9 percent at the end of June 2011, while that of public external debt was 32.2 percent (**Chart 5.1**).

Chart 5.1: External Debt Stock and Ratio to GDP for the Year Ending June



Source: Bank of Tanzania

The profile of external debt by creditor and borrower categories are summarised in **Tables 5.1 and 5.2**.

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

Millions of USD						
Borrower	Jun-10	Share(%)	May-11	Share(%0	Jun-11	Share(%)
Multilateral	4,221.8	51.5	4,975.3	54.7	5,012.4	54.0
DOD	4,204.8	51.3	4,958.6	54.5	4,995.0	53.8
Interest Arrears	17.0	0.2	16.6	0.2	17.4	0.2
Bilateral	1,676.1	20.4	1,668.2	18.3	1,697.9	18.3
DOD	955.4	11.7	942.9	10.4	966.9	10.4
Interest Arrears	720.7	8.8	725.3	8.0	730.9	7.9
Commercial	1,419.1	17.3	1,550.2	17.0	1,684.7	18.2
DOD	815.2	9.9	869.4	9.6	987.5	10.6
Interest Arrears	603.9	7.4	680.7	7.5	697.2	7.5
Export Credit	880.9	10.7	908.1	10.0	881.9	9.5
DOD	582.9	7.1	576.5	6.3	533.6	5.8
Interest Arrears	298.0	3.6	331.7	3.6	348.3	3.8
External Debt Stock	8,197.9	100.0	9,101.8	100.0	9,276.9	100.0

Source: MOF and Bank of Tanzania

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

Millions of USD						
Borrower	Jun-10	Share (%)	May-11	Share (%)	Jun-11	Share (%)
Central Government	5,542.5	67.6	6,272.5	68.9	6,436.6	69.4
DOD	4,816.9	58.8	5,541.3	60.9	5,698.5	61.4
Interest Arrears	725.6	8.9	731.2	8.0	738.0	8.0
Private Sector	1,726.5	21.1	1,831.6	20.1	1,844.8	19.9
DOD	1,206.7	14.7	1,248.1	13.7	1,226.7	13.2
Interest Arrears	519.8	6.3	583.5	6.4	618.1	6.7
Public Corporations	928.9	11.3	997.7	11.0	995.5	10.7
DOD	534.7	6.5	558.1	6.1	557.8	6.0
Interest Arrears	394.2	4.8	439.6	4.8	437.7	4.7
External Debt Stock	8,197.9	100.0	9,101.8	100.0	9,276.9	100.0

Source: MOF and Bank of Tanzania

In June 2011, disbursements amounting to USD 60.1 million were recorded, while external debt service amounted to USD 9.4 million of which USD 4.6 million was principal repayments and USD 4.8 million interest payments.

Domestic debt increased by 6.3 percent to TZS 3,734.5 billion, from the level recorded at the end of May 2011. The increase was on account of relatively large issuance of Government securities compared to matured obligations. Government bonds accounted for 77.2 percent of domestic debt stock followed by Treasury bills which accounted for 15.7 percent. The remaining debts were Government stocks and Mabibo Hostel (**Table 5.3**).

Table 5.3: Government Domestic Debt by Instruments

	Billions of TZS					
	Jun-10	Share (%)	May-11	Share (%)	Jun-11	Share (%)
Government Securities	2,763.7	99.7	3,504.4	99.8	3,726.2	99.8
Treasury Bills	285.0	10.3	480.3	13.7	586.3	15.7
Government Stocks	258.7	9.3	257.1	7.3	257.1	6.9
Government Bonds	2,219.9	80.1	2,766.9	78.8	2,882.8	77.2
Tax Certificates	0.1	0.0	0.1	0.0	0.1	0.0
Other Gov't Debt	8.3	0.3	8.3	0.2	8.3	0.2
Mabibo Hostel	8.2	0.3	8.2	0.2	8.2	0.2
Others	0.0	0.0	0.0	0.0	0.0	0.0
Total Dom. Debt	2,772.0	100.0	3,512.6	100.0	3,734.5	100.0
Interest Arrears	0.1	0.0	0.0	0.0	0.0	0.0
Total Dom. Debt Stock	2,772.1	100.0	3,512.6	100.0	3,734.5	100.0

Source: MOF and Bank of Tanzania

Commercial banks are the leading investors in government debt, holding 45.1 percent of domestic debt followed by the Bank of Tanzania that accounted for 26.2 percent.

Domestic debt issued during the month amounted to TZS 272.7 billion, out of which, TZS 132.7 billion were Treasury bills, and TZS 140.0 billion Treasury bonds. Domestic debt that fell due for payment was TZS 88.2 billion, out of which interest amounting to TZS 38.8 billion was paid out of government resources while principal amounting to TZS 49.4 billion was rolled over.

Redemption profile of existing domestic debt reveals that outstanding debt due for payments within financial year 2011/12 amounts TZS 891.4 billion.

6.0 Economic Developments in Zanzibar

Inflation Developments

Annual headline inflation increased to 15.4 percent from 14.2 percent registered in the year ended May 2011, mainly due to increase in prices of food items in the world market. Food inflation increased while non-food inflation declined during the period under review (**Table 6.1** and **Chart 6.1**).

Month-to-month headline inflation rate increased to 1.8 percent from negative 0.9 percent recorded in May 2011, mainly due to increase in prices of fish wheat flour and petroleum products.

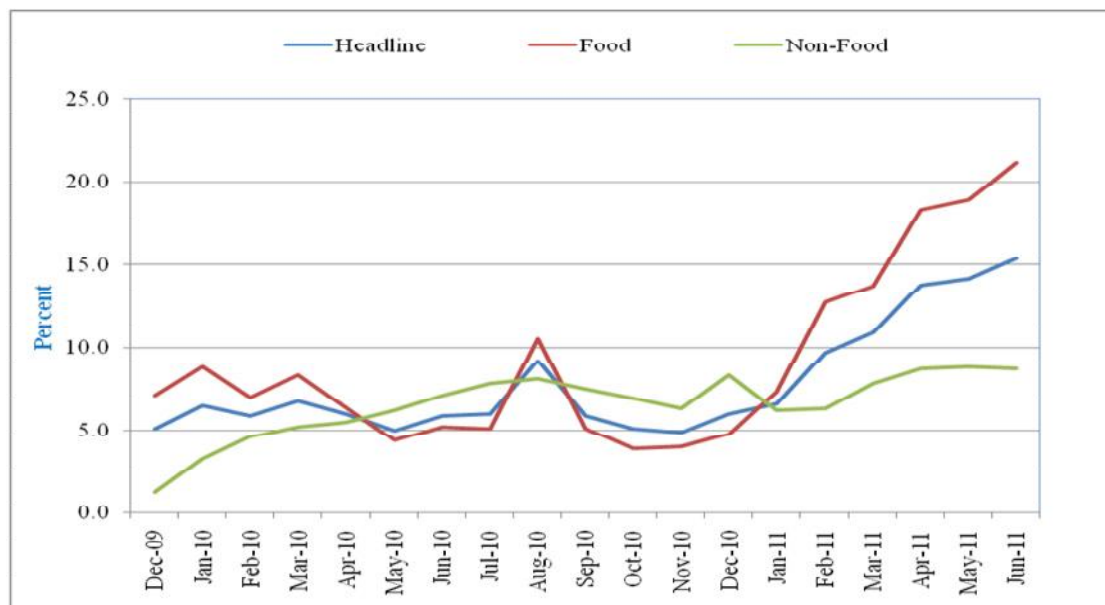
Table 6.1: Annual Percentage Change in Consumer Price Index (CPI)

Base: Dec.2005=100

Major Commodity Group	Weights (%)	2009			2010			2011		
		Apr	May	Jun	Apr	May	Jun	Apr	May	Jun
Headline/Overall	100.0	12.2	8.6	8.1	6.0	5.0	5.9	13.8	14.2	15.4
Food	57.4	10.5	6.5	7.4	6.4	4.4	5.2	18.3	18.9	21.1
Non-Food	42.6	13.3	10.0	7.5	5.5	6.2	7.1	8.7	8.8	8.7
Alcoholic Beverages, Tobacco & Narcotics	0.6	18.8	17.7	16.9	26.2	27.2	27.2	18.2	18.2	18.2
Clothing & Footwear	6.2	9.7	9.9	5.2	5.4	5.0	4.7	8.6	10.4	11.3
Housing, Water, Electricity, Gas & Other Fuels	15.6	25.5	20.3	18.6	3.6	4.8	5.9	8.9	8.3	8.1
Furnishing, Household Equipment & Routine Household Maintenance	5.3	9.0	9.3	7.0	3.2	3.1	2.9	8.0	8.6	8.3
Health	2.1	10.7	12.0	6.1	11.6	10.4	10.6	19.9	19.9	19.6
Transport	3.4	7.6	-8.2	-10.0	2.3	6.2	10.4	12.4	12.9	13.5
Communication	2.4	0.0	0.0	0.0	0.0	0.0	0.0	1.6	1.6	1.6
Recreation & Culture	0.4	3.2	3.4	4.3	4.8	6.6	3.7	6.4	4.5	6.1
Education	1.1	6.2	4.4	4.4	12.6	12.6	12.6	5.5	5.5	5.5
Restaurants & Hotels	3.1	11.6	11.6	8.1	16.2	16.2	17.6	10.6	10.6	9.2
Miscellaneous Goods & Services	2.4	10.3	9.3	5.1	3.0	3.7	3.6	-9.8	-9.7	-9.7

Source: Office of Chief Government Statistician (OCGS)

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



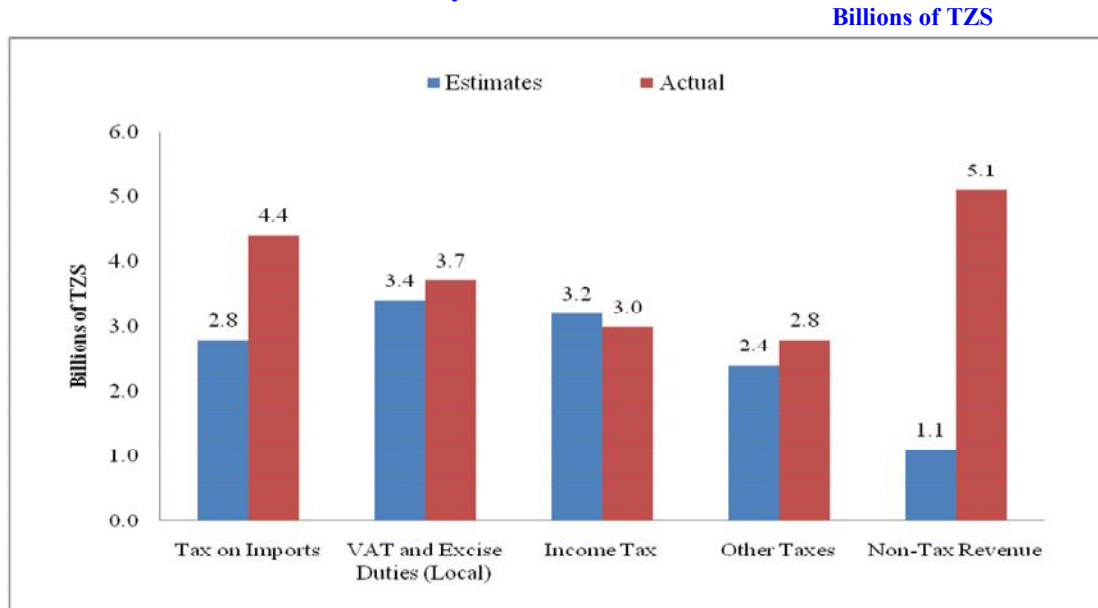
Source: Office of Chief Government Statistician (OCGS)

Fiscal Performance

In June 2011, **government budgetary operations** on cheques issued basis registered a deficit of TZS 3.7 billion after grants, and increased to TZS 5.6 billion after adjustment to cash. Total resources amounted to TZS 21.4 billion, above the target of TZS 15.8 billion by 35.4 percent. Domestic revenue contributed 88.8 percent, and the balance was grants. Total expenditure amounted to TZS 25.0 billion, above the target of TZS 23.0 billion with the deficit being exclusively financed through foreign sources.

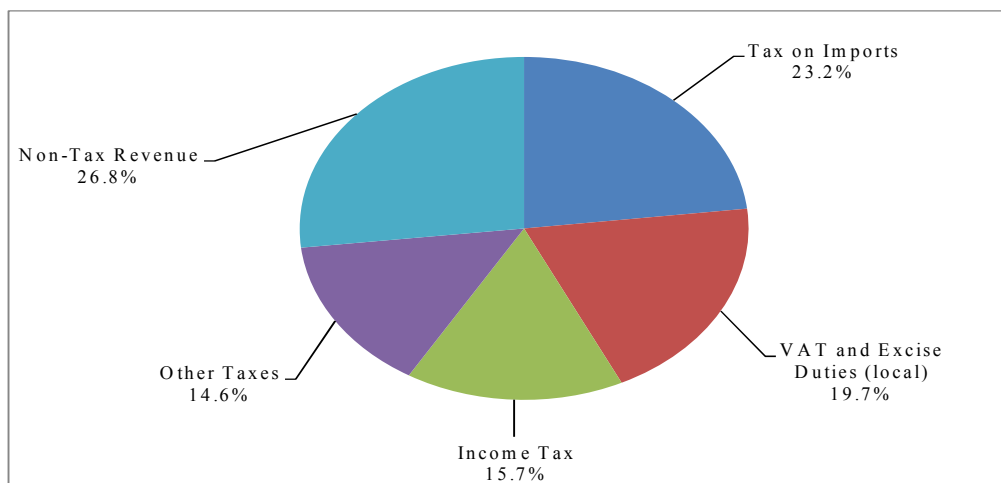
Revenue collections during June 2011 amounted to TZS 19.0 billion, above the target for month by TZS 6.0 billion; out of which tax revenue amounted to TZS 13.9 billion or 73.2 percent and the balance was non-tax revenue. With the exception of income tax which missed the target due to relative low outturn on tax returns, other revenue categories exceeded their respective targets. The good revenue performance was mainly attributed to increase in business activities and taxable imports. The increase in the non tax revenue was attributed to the sale of Government assets. Performance of various tax categories are illustrated in **Chart 6.2** and **Chart 6.3**. During 2010/11, total government revenue collections amounted to TZS 181.5 billion or 5.7 percent above the target of TZS 171.7 billion.

Chart 6.2: Government Revenue by Sources – June 2011



Source: Ministry of Finance and Economic Affairs, Zanzibar

Chart 6.3: The Share of Government Revenue by Source in June 2011



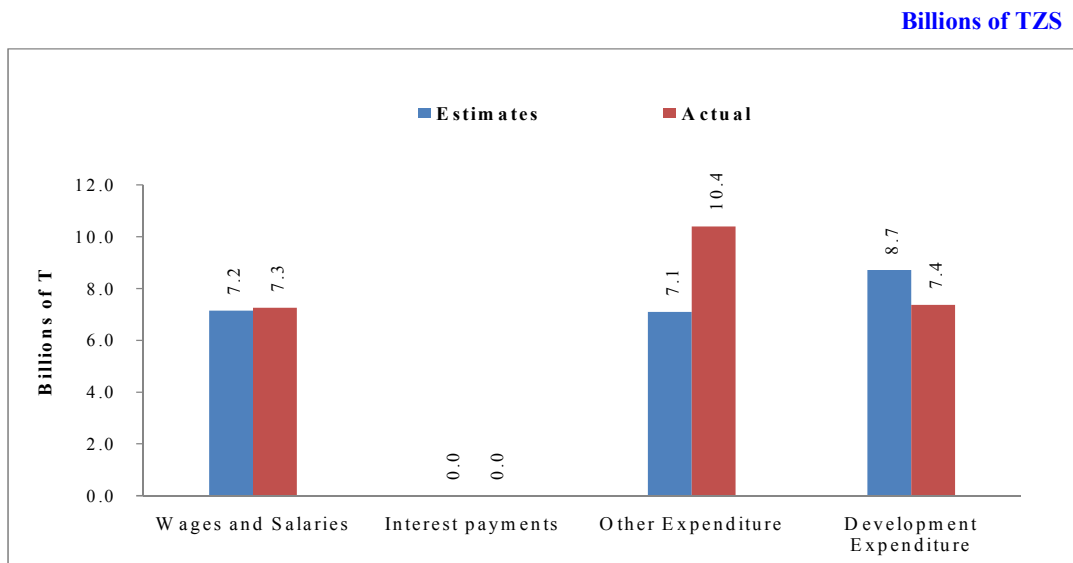
Source: Ministry of Finance and Economic Affairs, Zanzibar

Total grant during June 2011 amounted to TZS 2.4 billion, out of which general budget support was TZS 1.3 billion, and project grants was TZS 1.1 billion. Cumulatively, total grants during 2010/11 amounted to TZS 87.5 billion, out of which general budget support was TZS 37.6 billion or 43.0 percent, and project grants was TZS 49.9 billion or 57.0 percent.

Government expenditure amounted to TZS 25.0 billion, above the target of TZS 23.0 billion by 8.7 percent. Total recurrent expenditure amounted to TZS 17.6 billion or 70.4 percent of total government expenditure, and was above the target of TZS 14.2 billion by 23.9 percent.

Development expenditure during June 2011 amounted to TZS 7.4 billion below the target of TZS 8.7 billion and accounted for 29.6 percent of total expenditure. Out of total development expenditure, government contribution was TZS 0.7 billion and foreign funded was TZS 6.7 billion **Chart 6.4**.

Chart 6.4: Government Expenditure by Components; Actual versus Target – June 2011



Source: Ministry of Finance and Economic Affairs, Zanzibar

During 2010/11, total Government expenditure amounted to TZS 348.0 billion, and accounted for 78.3 percent of the annual estimate of TZS 444.6 billion. Recurrent expenditure amounted to TZS 188.3 billion or 54.1 percent while development expenditure amounted to TZS 159.7 billion or 45.9 percent.

External Sector Developments

During 2010/11, **current account** recorded a deficit of USD 31.4 million, compared with a surplus of USD 16.4 million recorded in 2009/10, mainly associated with an increase in import of goods and services and decrease in export of cloves and manufactured goods (Table 6.2).

Table 6.2: Zanzibar Current Account Balance

Item	Millions of USD						
	2010 ^P		2011 ^P		Year Ending June		%Change
	Jun	May	Jun	2010	2011 ^P	Monthly	Annual
Goods Account (net)	-5.1	-9.9	-12.0	-69.4	-98.4	21.2	35.3
Exports	0.6	0.9	0.9	21.3	15.1	...	50.0
Imports (fob)	5.8	10.8	12.8	90.7	113.6	18.5	25.2
Services Account (net)	2.4	16.6	5.3	31.3	27.7	-68.1	-11.5
Receipts	8.2	78.8	9.4	97.4	100.8	-88.1	3.5
Payments	5.8	62.2	4.1	66.0	73.0	-93.4	10.6
Goods and Services (net)	-2.7	6.7	-6.7	-38.1	-70.7	...	85.6
Exports of Goods and Services	8.9	79.7	10.2	118.6	115.9	-87.2	-2.3
Imports of Goods and Services	11.6	73.1	16.9	156.8	186.6	-76.9	19.0
Income Account (net)	-0.1	0.4	0.0	-4.2	-5.5	0.0	31.0
Receipts	0.03	0.36	0.10	0.34	0.42	-72.2	23.5
Payments	0.2	0.0	0.1	4.5	5.9	...	31.1
Current Transfers (net)	0.4	3.4	2.5	58.7	44.8	-26.5	-23.7
Inflows	0.4	3.4	2.5	58.7	44.8	-26.5	-23.7
Outflows	0.0	0.0	0.0	0.0	0.0	0.0	...
Current Account Balance	-2.4	10.4	-4.1	16.4	-31.4	...	-29.5

Note: p = provisional, "....." implies large number

Source: Bank of Tanzania, TRA

During the period under review, the value of cloves exported declined by 10.7 percent to USD 7.5 million, due to a decline in volume from 2,400.0 tons to 2,100.0 tons. Manufactured goods exports which include essential oils³ and rubber was USD 2.7 million, compared with USD 4.3 million recorded in 2009/10, due to lack of inputs (i.e. cloves and clove stems) for processing of essential oils (Table 6.3).

³ Clove stem/bud oils, lemon grass oil and others

Table 6.3: Zanzibar Goods Exports by Major Categories

Item	Unit	2010	2011 ^P		Year Ending June		%Change	
		Jun	May	Jun	2010	2011 ^P	Monthly	Annual
Traditional								
Cloves								
Value	Millions	0.0	0.1	0.0	8.4	7.5	-	-10.7
Volume	000 Tons	0.0	0.0	0.0	2.4	2.1	-	-12.5
Unit Price	USD/Ton	0.0	7,425.1	0.0	3,562.7	3,638.8	-	2.1
Non-Traditional								
Seaweeds								
Value	Millions	0.2	0.4	0.1	3.0	2.3	-75.0	-23.3
Volume	000 Tons	1.0	0.9	0.3	11.6	8.3	-66.7	-28.4
Unit Price	USD/Ton	247.6	426.2	244.8	260.7	277.8	-42.6	6.6
Manufactured Goods	Millions	0.0	0.2	0.3	4.3	2.7	28.6	-37.2
Fish and Fish Produce	Millions	0.0	0.0	0.0	0.4	0.3	-	-25.0
Others Exports	Millions	0.3	0.3	0.5	5.2	2.3	66.7	66.7
Sub Total	Millions	0.6	0.8	0.9	12.8	7.6	12.5	50.0
Grand Total	Millions	0.6	0.9	0.9	21.3	15.1	-	50.0

p = provisional

Value in Millions of USD; Volume in '000 tons; unit price in USD per ton

Source: Bank of Tanzania, TRA

Imports of goods and services rose by 19.0 percent to USD 186.6 million, mainly driven by an increase in the price of imported oil and value of capital goods (Table 6.4).

Table 6.4: Zanzibar Imports by Major Categories

Import Category	Millions of USD						
	2010	2011 ^P		Year Ending June		% Change	
	Jun	May	Jun	2010	2011 ^P	Monthly	Annual
Capital Goods	2.1	4.0	4.3	38.0	44.2	7.5	16.3
Transport Equipment	1.0	1.4	1.6	19.3	15.5	14.3	-19.7
Building and Constructions	0.6	1.3	1.5	7.3	9.9	15.4	35.6
Machinery	0.5	1.2	1.3	11.4	18.8	8.3	64.9
Intermediate Goods	3.3	5.8	7.5	42.4	59.1	29.3	39.4
Oil imports	3.1	5.7	7.4	37.3	56.0	29.8	50.1
Industrial raw materials	0.2	0.1	0.2	5.1	3.1	100.0	-39.2
Consumer Goods	0.9	2.1	2.3	19.3	21.5	9.5	11.4
Food and food stuffs	0.3	0.8	0.9	7.3	7.5	12.5	2.7
All other consumer goods	0.6	1.3	1.4	12.0	14.0	7.7	16.7
Grand Total (c.i.f)	6.3	11.9	14.1	99.7	124.8	18.5	24.2
Grand Total (f.o.b)	5.8	10.8	12.8	90.7	113.6	18.5	25.2

Note: p = provisional

Source: Bank of Tanzania, TRA

Services account recorded a surplus of USD 27.7 million in 2010/11, compared to a surplus of USD 31.3 million recorded in 2009/10. Total foreign receipts were USD 100.8 million, while foreign payments amounted to USD 73.0 million (**Table 6.5**).

Table 6.5: Services and Income Account

		Millions of USD						
Item		2010 ^P	2011 ^P		Year Ending June		% Change	
		Jun	May	Jun	2010	2011 ^P	Monthly	Annual
A. Services Account	Net	2.4	16.6	5.3	31.3	27.7	-68.1	-11.5
	Receipt	8.2	78.8	9.4	97.4	100.8	-88.1	3.5
	Payment	5.8	62.2	4.1	66.0	73.0	-93.4	10.6
B. Income Account	Net	-0.1	0.4	0.0	-4.2	-5.5	0.0	31.0
	Receipt	0.0	0.4	0.1	0.3	0.4	-75.0	23.5
	Payment	0.2	0.0	0.1	4.5	5.9	...	31.1

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

Source: 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 2010/11	2010/11									
		January	February	March	April	May	June	July 10 to June 11		June	
		Actual	Actual	Actual	Actual	Actual	Actual	Estimates	Actual	Estimates	Actual
Total Revenue (including LGAs) /1	6,176,172	433,449.5	430,410	567,194	405,080	442,096	611,463	6,176,172	5,698,504	578,629	611,463
Total Revenue	6,003,590	433,449.5	430,410	567,194	405,080	442,096	611,463	6,003,590	5,580,298	564,247	611,463
Tax Revenue	5,638,593	407,080.4	409,294	544,471	384,784	415,559	576,639	5,638,593	5,295,589	536,906	576,639
Taxes on Imports	2,393,457	164,099.3	198,377	207,277	189,597	202,903	207,287	2,393,457	2,283,257	210,079	207,287
Sales/VAT and Excise on Local Goods	1,266,436	84,016.0	90,996	80,155	82,972	85,196	92,590	1,266,436	1,064,072	103,315	92,590
Income Taxes	1,649,956	100,492.2	99,954	232,506	91,818	103,711	250,895	1,649,956	1,660,385	191,608	250,895
Other taxes	328,744	58,422.9	19,967	24,533	20,397	23,749	25,867	328,744	287,875	31,904	25,867
Non-tax Revenue	364,997	26,419.1	21,116	22,722	20,266	26,537	34,824	364,997	284,709	27,342	34,824
LGA Own Sources	172,582	-	-	-	-	-	-	172,582	118,206	14,382	-
Total Expenditure /2	10,769,612	690,316.8	834,831	988,609	421,718	689,646	1,412,526	10,769,612	9,399,333	851,337	1,412,526
Recurrent expenditure	6,950,561	527,834.6	600,255	775,518	392,013	648,613	1,123,100	6,950,562	6,650,296	646,928	1,123,100
Wages and salaries	2,205,430	191,606.4	255,133	15,188	234,490	235,598	240,933	2,666,801	2,804,043	216,870	240,933
Interest payments	364,470	2,091.8	52,687	20,714	8,477	85,098	91,972	364,470	353,377	50,045	91,972
Domestic	235,028	0.0	50,707	15,188	-	76,322	85,914	235,027	285,481	35,493	85,914
Foreign	129,442	2,091.8	1,980	5,525	8,477	8,777	6,059	129,443	67,896	14,552	6,059
Other goods, services and transfers	4,246,436	324,837.1	292,435	516,851	149,046	327,917	790,194	3,919,291	3,492,876	380,013	790,194
Dev. Expenditure and net lending	3,819,051	162,482.2	234,576	213,091	29,705	41,033	289,427	3,819,051	2,749,037	204,409	289,427
Local	1,366,143	80,000.0	46,000	61,000	1,800	19,286	195,266	1,366,143	984,555	0	195,266
Foreign	2,452,908	82,482.2	188,576	152,091	27,905	21,748	94,161	2,452,908	1,764,482	204,409	94,161
Balance before Grants	-4,593,440	-256,867.4	-404,421	-421,416	-16,667	-247,550	-801,063	-4,593,440	-3,700,829	-272,708	-801,063
Grants	2,020,907	30,346.2	156,811	7,967	71,567	1,345	102,722	2,020,907	1,655,752	115,758	102,722
Program (CIS/CGI)	631,808	17,771.5	0	-	55,077	-	28,328	631,808	755,346	-	28,328
Project	898,779	249.0	135,292	-	975	458	23,637	898,779	369,683	97,294	23,637
Basket funds	221,569	12,325.8	21,518	7,967	15,516	887	33,091	221,569	334,609	18,464	33,091
MDRI/MCA(T)	268,750	0.0	0	-	-	-	17,666	268,750	196,114	-	17,666
Balance (cheques issued) after Grants	-2,572,533	-226,521.2	-247,611	-413,448	54,900	-246,205	-698,341	-2,572,533	-2,045,077	-156,949	-698,341
Expenditure float	-	-	-	-	-	-	-	-	-480,127	-	-
Adjustments to cash and other items (net)	-	-1,192.8	-62,482	61,090	-119,042	-11,585	428,064	-	131,989	-	428,064
Overall Balance (cheques cleared)	-2,572,533	-227,714.0	-310,093	-352,358	-64,142	-257,790	-270,277	-2,572,533	-2,393,215	-156,949	-270,277
Financing:	2,572,533	227,714	310,093	352,358	64,142	257,790	270,277	2,572,533	2,393,215	156,950	270,277
Foreign Financing (net)	1,942,533	68,458	28,566	140,967	4,033	17,323	13,892	1,942,533	1,148,884	83,217	13,892
Loans	1,728,640	69,907.5	31,766	135,861	11,415	11,132	16,174	1,728,640	971,149	67,299	16,174
Program loans	189,837	0.0	-	0	-	-	-	189,837	173,806	-	-
Development Project loans	1,538,803	69,907.5	31,766	135,861	11,415	11,132	16,174	1,538,803	797,343	67,299	16,174
Basket Support	256,219	0.0	-	8,263	-	9,270	3,593	256,219	220,681	21,352	3,593
Amortization	-42,326	-1,449.4	-3,200	-3,157	-7,382	-3,080	-5,874	-42,326	-42,946	-5,434	-5,874
Domestic (net) /3	630,000	159,256	281,526	211,391	60,109	240,467	256,385	630,000	1,244,330	73,733	256,385
Bank & Non Bank Financing (NBF)	600,000	159,256	281,526	211,391	60,109	240,467	256,385	600,000	1,244,330	73,733	256,385
Bank borrowing	600,000	121,217.3	253,640	119,516	41,777	219,076	131,384	600,000	906,837	73,733	131,384
Non-Bank (net of amortization)	-	38,038.7	27,886	91,875	18,332	21,391	125,000	-	337,494	-	125,000
Borrowing/Roll over	797,620	0.0	72,917	59,089	57,726	30,595	187,295	797,620	720,249	234,596	187,295
Domestic & Contingent debt Amortization	-797,620	0.0	-72,917	-59,089	-57,726	-30,595	-187,295	-797,620	-720,249	-234,596	-187,295
Privatization Proceeds	30,000	0.0	-	-	-	-	-	30,000	-	-	-

GDP (In Million TZS)

34,749,781

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	Provisional						Provisional											
	Jan-10	Feb-10	Mar-10	Apr-10	May-10	Jun-10	Jul-10	Aug-10	Sep-10	Oct-10	Nov-10	Dec-10	Jan-11	Feb-11	Mar-11	Apr-11	May-11	Jun-11
Net foreign assets	4,966.2	4,949.2	4,917.5	5,155.5	4,937.4	5,265.5	5,348.7	5,489.6	5,506.4	5,832.5	5,803.2	6,125.1	6,272.0	5,982.7	5,805.0	5,749.7	5,527.1	5,828.1
Bank of Tanzania	3,926.9	3,912.8	3,846.7	3,999.6	3,947.5	3,949.3	4,079.2	4,262.9	4,359.8	4,623.2	4,591.7	4,799.4	4,849.3	4,670.0	4,515.4	4,582.7	4,433.7	4,642.3
Other Depository Corporations	1,039.3	1,036.4	1,070.9	1,155.9	989.9	1,316.2	1,269.5	1,226.7	1,146.7	1,209.3	1,211.5	1,325.7	1,422.7	1,312.7	1,289.6	1,167.0	1,093.4	1,185.9
Net domestic assets	3,965.2	4,061.3	4,157.6	4,204.4	4,347.0	4,535.8	4,884.7	5,021.8	4,842.3	4,858.8	5,107.2	4,887.5	4,931.2	5,268.0	5,502.6	5,684.2	6,083.2	6,129.7
Domestic claims	5,238.0	5,359.2	5,543.5	5,672.7	5,707.5	6,174.1	6,642.6	6,855.2	6,988.2	7,026.6	7,060.2	6,798.5	6,991.0	7,425.9	7,623.0	7,691.4	8,124.2	8,366.2
Claims on central government (net)	248.5	323.4	417.9	338.9	381.5	712.8	1,100.9	1,183.2	1,273.2	1,209.4	1,179.2	806.7	927.9	1,181.9	1,301.4	1,269.2	1,488.3	1,503.5
Claims on central government	2,983.3	3,070.9	3,091.3	3,081.4	3,217.3	3,591.8	4,006.5	4,023.8	3,998.9	4,021.1	3,670.7	3,531.0	3,593.6	3,750.7	3,778.2	3,878.2	3,953.4	3,944.6
Liabilities to central government	2,734.8	2,747.5	2,673.4	2,742.6	2,835.7	2,879.0	2,905.5	2,840.6	2,725.7	2,811.7	2,491.5	2,724.3	2,665.8	2,568.8	2,476.8	2,609.0	2,465.1	2,441.1
Claims on non-government sector	4,989.6	5,035.8	5,125.6	5,333.8	5,326.0	5,461.3	5,541.6	5,672.0	5,715.1	5,817.2	5,881.1	5,991.9	6,063.1	6,244.1	6,321.6	6,422.2	6,635.9	6,862.8
Broad money liabilities	8,931.4	9,010.5	9,075.1	9,359.9	9,284.5	9,801.4	10,233.3	10,511.4	10,348.7	10,691.3	10,910.4	11,012.6	11,203.2	11,250.7	11,307.5	11,433.9	11,610.4	11,957.9
Currency outside depository corporations	1,517.9	1,523.6	1,542.3	1,543.3	1,594.2	1,680.5	1,813.2	1,880.2	1,857.7	1,908.4	1,888.7	1,897.1	1,807.3	1,832.9	1,855.1	1,854.1	1,911.9	2,081.1
Transferable deposits	3,468.7	3,426.0	3,471.0	3,712.9	3,554.3	3,947.6	4,089.6	4,158.6	4,034.2	4,255.2	4,408.8	4,400.0	4,629.7	4,614.2	4,451.8	4,561.1	4,615.1	4,717.6
Other deposits	3,944.8	4,060.9	4,061.8	4,103.7	4,136.0	4,173.3	4,330.6	4,472.5	4,465.9	4,527.7	4,612.9	4,715.5	4,766.2	4,803.6	5,000.6	5,018.7	5,083.4	5,159.2
Other items (net)	-1,272.9	-1,297.9	-1,386.0	-1,468.3	-1,360.4	-1,638.3	-1,757.9	-1,833.3	-2,146.0	-2,167.8	-1,953.1	-1,911.0	-2,059.8	-2,158.0	-2,120.4	-2,007.2	-2,040.9	-2,236.5
Memorandum items:																		
Monetary Aggregates																		
Reserve money (M0)	3,017.5	3,129.4	3,120.3	3,072.3	3,030.9	3,369.3	3,455.3	3,427.1	3,433.3	3,480.1	3,526.4	3,497.8	3,591.1	3,644.1	3,554.2	3,637.6	3,637.3	3,785.5
Extended broad money (M1)	8,931.4	9,010.5	9,075.1	9,359.9	9,284.5	9,801.4	10,233.3	10,511.4	10,348.7	10,691.3	10,910.4	11,012.6	11,203.2	11,250.7	11,307.5	11,433.9	11,610.4	11,957.9
Deposits in foreign currency	2,189.3	2,130.1	2,190.8	2,392.5	2,376.3	2,513.8	2,675.1	2,779.2	2,725.2	2,893.2	2,967.2	2,970.5	3,090.2	3,151.4	3,138.6	3,124.5	3,131.6	3,259.3
(FCD) in millions of USD	1,654.0	1,606.3	1,647.0	1,780.8	1,727.0	1,822.4	1,935.3	1,889.8	1,836.6	1,952.2	2,017.8	2,043.6	2,083.3	2,100.2	2,105.4	2,087.1	2,062.5	2,073.2
Broad money (M2)	6,742.1	6,880.4	6,884.3	6,967.4	6,908.2	7,287.5	7,558.3	7,732.3	7,623.6	7,798.1	7,943.2	8,042.1	8,113.1	8,099.3	8,168.9	8,309.3	8,478.8	8,698.7
Other deposits in national currency (i.e. savings and time deposits)	3,011.9	3,135.5	3,129.0	3,151.1	3,143.3	3,152.8	3,279.5	3,385.7	3,368.0	3,409.1	3,474.7	3,520.7	3,579.3	3,554.3	3,719.9	3,718.9	3,773.3	3,771.5
Narrow money (M1)	3,730.2	3,744.9	3,755.3	3,816.3	3,764.8	4,134.7	4,278.7	4,346.6	4,255.6	4,389.0	4,468.5	4,521.4	4,533.7	4,545.0	4,449.0	4,590.5	4,705.5	4,927.2
Currency in circulation	1,517.9	1,523.6	1,542.3	1,543.3	1,594.2	1,680.5	1,813.2	1,880.2	1,857.7	1,908.4	1,888.7	1,897.1	1,807.3	1,832.9	1,855.1	1,854.1	1,911.9	2,081.1
Transferable deposits in national currency	2,212.3	2,221.3	2,212.9	2,272.9	2,170.7	2,454.3	2,465.5	2,466.3	2,397.9	2,480.6	2,579.9	2,624.2	2,726.4	2,712.0	2,593.8	2,736.4	2,793.7	2,846.0

Note: Data reflect new series based on the IMF's 2000

Monetary and Financial Statistics Manual.

Source: Bank of Tanzania; and Funds staff calculations

Table A4 : Interest Rate Structure

Item	Percent													
	2009 ^a	2010 ^b							2011					
	Dec	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun
A: Domestic Currency														
1. Interbank Cash Market Rates														
Overnight	1.46	0.86	0.82	0.93	1.68	2.27	2.87	5.19	7.99	3.40	1.86	1.80	1.80	1.81
2 to 7 days	1.64	1.04	1.16	1.13	1.44	2.35	2.77	5.90	6.73	4.70	1.96	1.91	2.21	2.21
8 to 14 days	1.72	0.93	1.47	0.95	1.52	2.86	2.86	2.86	2.86	2.00	2.40	2.00	2.00	2.00
15 to 30 days	3.25	1.44	1.22	1.10	3.00	3.00	2.75	2.75	2.75	4.25	4.25	4.25	4.25	4.25
31 to 60 days	3.43	4.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00
61 to 90 days	5.00	3.37	3.37	3.37	3.37	3.37	3.37	3.37	3.37	3.37	3.37	3.37	3.37	3.37
91 to 180 days	4.00	3.70	3.70	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00
181 and above	5.47	8.50	4.50	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	1.57	0.97	0.92	1.09	1.65	2.29	2.86	5.26	7.93	3.54	1.86	1.84	1.84	1.84
2. Lombard Rate	4.55	0.78	0.93	1.16	1.94	2.20	3.45	6.23	9.58	4.08	2.23	4.21	3.43	2.17
3. REPO Rate	1.26	0.54	0.58	0.58	0.90	1.53	1.78	3.22	6.06	4.04	2.37	1.77	1.38	1.38
4. Treasury Bills Rates														
35 days	3.80	0.65	0.78	0.97	1.62	1.84	1.46	1.33	4.71	4.54	3.92	3.51	2.86	2.71
91 days	6.06	2.89	3.22	2.71	3.89	4.76	4.61	5.24	6.37	5.92	4.82	4.26	3.91	3.74
182 days	6.59	2.59	3.91	3.91	4.77	5.67	5.62	6.20	6.61	6.55	5.39	5.01	4.93	4.83
364 days	8.83	6.08	6.26	5.98	6.96	7.85	7.48	7.67	8.33	7.55	5.99	6.11	6.50	6.46
Overall Treasury bills rate	6.91	3.33	3.89	3.86	5.06	5.68	5.85	6.32	7.14	6.58	5.46	4.80	4.54	4.76
5. Treasury Bonds Rates														
2-years	10.89	8.79	8.88	8.88	9.82	9.82	9.67	10.4	10.35	8.65	8.65	8.13	8.13	8.05
5-years	13.45	9.52	9.52	9.70	9.70	10.44	10.44	11.6	11.58	10.27	10.27	10.65	10.65	10.75
7-years	14.15	10.38	10.38	10.85	10.85	11.88	11.88	11.88	12.27	12.27	12.02	12.02	12.26	12.81
10-years	16.73	11.68	11.68	11.68	13.00	13.00	13.59	13.59	13.84	13.84	14.15	14.15	14.15	14.15
6. Discount Rate	3.70	7.58	7.58	7.58	7.58	7.58	7.58	7.58	7.58	7.58	7.58	7.58	7.58	7.58
7. Savings Deposit Rate	2.83	2.82	2.64	2.58	2.57	2.56	2.51	2.41	2.46	2.70	2.66	2.41	2.35	2.39
8. Overall Time Deposits Rate														
Call Accounts	0.74	0.87	0.78	0.80	0.99	1.17	0.76	0.95	1.01	1.03	0.99	1.15	1.16	1.24
1 month	5.10	4.58	5.60	6.05	5.53	6.5	5.91	5.48	5.35	4.94	5.90	5.41	5.85	5.11
2 months	6.99	6.81	6.86	7.19	7.67	7.63	7.41	6.66	7.18	6.37	6.24	6.62	5.98	6.39
3 months	6.67	6.33	5.89	7.01	6.76	6.21	6	6.13	6.24	5.88	6.54	6.05	5.9	6.19
6 months	8.50	7.62	7.49	7.84	7.64	7.38	6.96	7.11	7.08	6.98	6.45	6.59	6.61	6.81
12 months	8.99	8.43	7.86	7.13	7.15	7.26	6.14	7.09	7.33	7.34	7.53	7.75	7.13	7.18
24 months	7.56	6.53	3.49	2.81	6.49	6.62	5.69	2.37	7.05	4.7	4.15	4.43	7.9	7.82
9. Negotiated Deposit Rate	9.94	9.57	8.76	8.58	9.33	9.60	8.76	8.45	8.87	8.50	7.86	7.44	7.10	9.06
10. Overall Lending rate														
Call Loans	26.25	32.25	33.25	34.25	35.25	35.25	36.25	36.25	36.25	36.25	37.25	38.25	38.25	39.25
Short-term (up to 1 year)	13.96	13.92	14.14	14.42	13.44	14.22	12.31	12.37	13.85	14.30	14.58	14.76	14.71	14.84
Medium-term (1-2 years)	15.01	15.41	15.55	15.38	15.38	15.46	14.22	15.90	17.44	17.73	17.93	18.76	18.55	17.90
Medium-term (2-3 years)	14.74	14.80	14.15	14.20	14.36	14.36	12.53	12.52	13.83	13.80	14.25	14.48	14.50	14.40
Long-term (3-5 years)	14.52	14.73	14.27	14.04	14.24	14.55	12.13	12.48	14.52	14.57	14.72	14.96	14.83	14.66
Term Loans (over 5 years)	13.67	14.69	13.85	14.00	14.26	13.85	13.00	14.00	13.84	13.73	13.70	14.10	13.81	13.42
11. Negotiated Lending Rate	13.18	14.13	13.84	14.00	13.80	13.71	13.65	11.88	13.88	13.32	13.34	13.32	13.48	13.81
B: Foreign Currency														
Deposits Rates														
Call Accounts														
Savings Deposits Rate	1.46	1.49	1.51	1.53	2.44	1.90	2.45	2.44	2.45	1.60	1.60	1.64	1.46	0.51
Overall Time Deposits Rate	1.68	1.95	2.45	2.23	2.43	1.94	2.36	2.45	2.45	1.94	2.02	2.13	1.98	1.31
1-months	1.40	1.59	1.44	1.73	1.97	1.68	1.80	2.00	2.00	1.41	1.35	1.42	1.65	1.58
2-months	1.64	1.94	1.74	2.00	2.41	1.85	2.44	2.00	1.99	1.10	1.61	1.76	1.65	1.44
3-months	1.00	1.83	2.55	2.34	1.78	1.94	1.96	3.32	3.32	2.16	2.27	2.50	2.28	0.88
6-months	1.94	1.83	3.42	1.93	3.25	2.00	3.26	2.78	2.78	2.50	2.43	2.67	2.33	1.07
12-months	2.42	2.55	3.10	3.16	2.76	2.23	2.32	2.17	2.17	2.51	2.45	2.28	2.01	1.59
Overall Lending Rate	9.03	9.14	9.02	8.98	9.26	10.98	9.76	9.00	9.05	8.19	13.13	8.86	8.21	8.27
Short-term (up to 1 year)	3.86	4.74	4.14	4.51	5.79	5.57	5.61	5.58	5.62	8.13	10.77	8.76	5.43	5.96
Medium-term (1-2 years)	11.12	10.13	10.13	10.32	10.26	10.28	10.47	10.44	10.46	7.19	15.86	9.28	9.27	9.28
Medium-term (2-3 years)	10.26	10.57	10.59	9.38	9.44	9.47	9.68	9.24	9.42	9.04	11.37	9.01	9.01	9.04
Long-term (3-5 years)	10.29	11.00	10.96	11.32	11.30	11.11	12.89	10.17	10.17	7.05	18.94	8.35	8.40	8.13
Term Loans (over 5 years)	9.64	9.27	9.28	9.39	9.48	9.47	10.16	9.55	9.55	8.81	9.58	8.92	8.93	8.94

Note:

The Lombard rate is based on the prevailing weighted average yield of 35-day T-bill, Repo or overnight inter-bank rate whichever is higher in the market plus 50% of the highest rate.

Source: Bank of Tanzania

Table A5(a): Exports by Type of Commodity

Item	2011		% Change May 11 - Jun 11	Year Ending June ^P		% Change
	May	Jun		2010	2011	
Traditional Exports:						
COFFEE						
Value	8.0	4.4	-45.5	71.8	157.1	119.0
Volume	2.5	1.1	-56.0	31.6	49.7	57.2
Unit Price	3,152.1	3,903.6	23.8	2,269.9	3,162.7	39.3
COTTON						
Value	0.7	0.8	13.3	91.8	67.5	-26.5
Volume	0.5	0.5	2.7	83.0	51.1	-38.5
Unit Price	1,486.4	1,639.9	10.3	1,105.8	1,321.7	19.5
SISAL						
Value	0.0	0.0	0.0	0.0	0.0	0.0
Volume	0.0	0.0	0.0	0.0	0.0	0.0
Unit Price	0.0	0.0	0.0	0.0	0.0	0.0
TEA						
Value	6.5	5.0	-24.2	46.8	41.5	-11.2
Volume	3.7	2.9	-20.8	22.3	24.3	9.0
Unit Price	1,755.0	1,680.4	-4.3	2,095.8	1,708.1	-18.5
TOBACCO						
Value	2.9	2.3	-23.4	188.6	289.0	53.2
Volume	1.2	0.8	-38.3	43.3	64.1	48.0
Unit Price	2,371.8	2,941.2	24.0	4,351.3	4,506.1	3.6
CASHEWNUITS						
Value	0.0	0.0	-100.0	47.8	130.5	172.6
Volume	0.0	0.0	-100.0	65.8	120.4	82.9
Unit Price	825.9	0.0	-100.0	727.1	1,083.8	49.0
CLOVES						
Value	0.1	0.0	-100.0	9.9	7.6	-22.6
Volume	0.0	0.0	-100.0	2.9	2.1	-25.5
Unit Price	4,954.8	0.0	-100.0	3,441.1	3,572.9	3.8
Sub Total	18.4	12.4	-32.4	456.6	693.2	51.8
Non-Traditional Exports:						
Minerals	162.7	163.3	0.4	1,535.6	1,783.0	16.1
Gold	155.2	160.2	3.2	1,493.0	1,732.3	16.0
Diamond	4.4	0.1	-96.7	13.6	11.5	-15.5
Other minerals ¹	3.1	3.0	-4.3	29.0	39.2	35.3
Manufactured Goods	97.8	71.7	-26.6	620.8	1,060.4	70.8
Cotton Yarn	0.3	0.2	-48.9	12.1	8.7	-28.0
Manufactured Coffee	0.0	0.0	0.0	1.6	0.8	-50.6
Manufactured Tobacco	1.5	1.7	17.1	6.8	15.9	132.5
Sisal Products (Yarn & Twine)	0.8	0.9	15.0	7.7	9.7	26.1
Other manufactured Goods ²	95.1	68.9	-27.6	592.6	1,025.3	73.0
Fish and Fish Products	11.6	11.6	-0.2	149.3	149.2	-0.1
Horticultural products	2.9	5.3	82.5	33.0	36.4	10.5
Re-exports	10.9	4.8	-56.0	137.3	131.8	-4.0
Others Exports³	23.3	35.6	52.7	306.8	341.8	11.4
Sub Total	309.2	292.4	-5.5	2,782.8	3,502.7	25.9
GRAND TOTAL	327.6	304.8	-7.0	3,239.5	4,195.9	29.5

Note:

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

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

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

p = Provisional data.

- = Small value

-- = Very big value

--- = Information not available

Totals may not add up due to rounding of numbers.

Volume in '000 Tons; Value in '000,000 USD; Unit Price in USD/Ton

Source: Bank of Tanzania, TRA

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

Millions of USD

Items	2011		%Change	Year Ending June ^P		%Change
	May	Jun	Jun 11 -May 11	2010	2011	
Capital Goods	307.9	312.9	1.6	2,510.2	3,124.6	24.5
Transport Equipments	84.6	98.7	16.6	752.9	1,025.8	36.3
Building and Constructions	85.9	72.1	-16.0	578.2	714.8	23.6
Machinery	137.3	142.0	3.4	1,179.1	1,383.9	17.4
Intermediate Goods	404.0	325.4	-19.5	2,545.2	2,926.6	15.0
Oil imports	332.8	263.9	-20.7	1,911.4	2,114.5	10.6
Fertilizers	10.9	2.8	-74.7	89.1	143.4	60.9
Industrial raw materials	60.3	58.7	-2.7	544.8	668.7	22.7
Consumer Goods	157.2	158.1	0.6	1,514.9	1,920.3	26.8
Food and food stuffs	34.4	38.7	12.5	386.1	539.2	39.7
All other consumer goods ¹	122.8	119.5	-2.7	1,128.8	1,381.1	22.3
Grand Total (f.o.b)	869.1	796.4	-8.4	6,570.3	7,971.5	21.3

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)

Item	Millions of USD					
	2005	2006	2007	2008 ^r	2009 ^p	2010 ^p
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	-25.0	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

Period	Headline (General Index)	Food	Non-Food											
			Total	Drinks & Tobacco	Clothing & Footwear	Rent	Fuel, Power & Water	Furniture Household Househol operations	Personal care & Health	Recreation & Entertan	Transpor- tation	Educa- tion	Miscel. goods & services	
Weight (%)	100.0	55.9	44.1	6.9	6.4	1.4	8.5	2.1	2.1	2.1	0.8	9.7	2.6	1.5
2004	4.2	5.9	1.6	-0.5	2.3	2.3	4.5	0.2	0.9	0.5	2.1	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	4.7	-0.1	-1.4
2006	7.3	7.0	7.6	7.7	7.0	5.5	8.5	7.8	2.0	11.2	5.0	9.1	2.5	8.0
2007	7.0	7.0	7.0	10.5	5.9	3.6	6.2	7.9	8.7	2.9	8.9	7.0	9.7	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	5.9	7.0	1.8
2009	12.1	17.6	3.7	8.8	5.3	12.5	-1.5	6.1	5.2	6.8	9.2	0.1	10.1	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	5.8	10.3	2.5
Jul	9.0	10.3	7.4	10.8	5.5	1.7	7.3	7.6	10.7	4.5	10.5	5.8	8.6	2.0
Aug	7.8	9.2	6.0	7.3	5.4	2.1	4.2	6.9	9.5	3.5	10.8	5.5	8.8	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	4.3	9.2	-0.8
Oct	7.1	8.4	5.1	7.0	5.4	2.8	3.8	4.6	5.8	1.5	10.5	5.6	7.8	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	5.2	7.8	1.7
Dec	6.4	5.6	6.1	10.3	2.5	2.8	8.0	6.2	3.0	1.9	6.1	5.4	6.8	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	5.7	5.6	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	4.9	5.6	1.8
Mar	9.0	11.2	5.8	9.1	1.0	1.7	8.3	4.9	2.9	3.1	3.5	6.0	5.6	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	7.6	6.1	1.5
May	9.1	11.0	6.5	7.5	1.1	2.1	11.7	5.1	2.5	3.9	4.2	5.0	6.4	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	5.7	6.3	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	5.0	7.2	1.8
Aug	9.8	11.1	7.8	8.6	-0.1	3.1	12.7	6.9	1.1	5.9	5.2	9.9	7.9	1.5
Sep	11.5	13.4	8.9	8.8	2.2	2.4	15.0	8.2	3.4	6.9	6.9	9.7	8.3	3.4
Oct	11.8	14.6	7.9	8.3	1.8	2.4	12.9	7.9	4	5.9	6.9	7.9	7.9	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	5.9	8.5	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	5.1	8.5	1.9
2009-Jan	12.9	18.2	4.8	5.4	3.4	12.5	2.5	7.1	4.8	7.7	9.6	4.2	9.1	3.1
Feb	13.3	18.6	4.9	5.3	4.6	12.6	2.5	6.9	5.1	7.5	10.9	3.4	9.9	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	3.2	11.2	3.5
Apr	12.0	17.8	2.9	6.1	4.9	12.2	-4.1	7.3	4.6	7.5	9.2	0.4	10.8	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	-1.0	10.3	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	-2.0	11.4	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	-1.9	11.7	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	-4.9	10.3	5.0
Sep	12.1	17.3	4.0	11.3	8.1	12.6	-0.9	7.0	5.2	7.0	9.1	-2.0	9.5	3.1
Oct	12.7	18.1	4.2	12.1	5.3	12.6	0.5	5.8	5.8	7.0	8.5	-1.4	9.6	0.9
Nov	12.5	17.1	5.0	12.7	5.5	12.8	2.2	4.0	6.6	4.5	7.7	-0.8	9.1	1.8
Dec	12.2	14.5	8.5	12.2	5.6	12.8	14.3	2.6	4.9	3.2	9.3	3.8	7.8	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	3.3	7.5	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	6.0	-1.8
Mar	9.0	9.7	7.9	9.7	5.5	2.9	15.3	2.2	5.0	5.5	3.0	4.1	3.5	-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	5.4	2.9	-5.2
May	7.9	8.1	7.6	10.1	3.0	2.7	14.5	2.3	2.8	5.5	2.1	7.6	2.5	-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	8.0	0.9	-4.5
Jul	6.3	5.6	7.4	7.0	-0.7	1.7	19.5	2.1	3.1	4.5	0.6	7.0	-0.4	-4.8
Aug	6.6	5.3	7	7.2	0.6	1.9	15.5	2.6	4.9	3.9	0.4	7.4	0.3	-5.3
Sep	4.5	4.5	4.7	6.7	1.7	1.9	7.1	2.4	4.3	4.1	-0.7	5.6	0.0	-5.6

Source: National Bureau of Statistics

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

Base: Dec. 2001

Period	Headline (General Index)	Food	Non-Food											
			Total	Drinks & Tobacco	Clothing & Footwear	Rent	Fuel, Power & Water	Furniture Household	Household operations	Personal care & Health	Recreation & Entertainment	Transportation	Education	Miscel. goods & services
Weight (%)	100.0	55.9	44.1	6.9	6.4	1.4	8.5	2.1	2.1	2.1	0.8	9.7	2.6	1.5
2007 Jan	1.3	1.8	0.6	0.7	1.5	0.9	-0.1	1.9	0.1	-0.9	1.2	0.4	2.6	-0.5
Feb	1.1	0.7	1.7	0.5	0.9	0.0	4.7	1.8	1.4	0.3	1.7	1.1	0.0	0.9
Mar	0.7	1.2	0.2	1.9	-0.2	0.7	-0.2	-0.8	0.3	0.5	0.9	-0.5	0.4	0.9
Apr	-0.1	-0.1	-0.1	0.7	-0.1	0.0	-0.9	0.2	0.9	0.3	-0.1	-0.1	0.1	-0.1
May	0.5	-0.1	1.6	1.2	0.8	0.0	3.3	0.6	0.8	0.0	0.4	2.1	0.3	0.8
Jun	0.1	-0.5	1.0	0.1	0.5	0.0	3.2	0.4	0.3	0.0	0.7	0.5	0.6	0.0
Jul	0.1	0.1	0.2	0.1	-0.6	0.1	0.2	0.2	0.4	0.2	0.7	1.1	0.2	-0.7
Aug	-0.9	-1.5	-0.2	-0.6	0.4	0.4	-0.4	-0.4	-0.4	0.3	0.5	-0.3	0.8	-0.8
Sep	0.5	1.7	-0.9	0.4	-1.1	0.7	-2.3	-1.1	-0.9	-0.3	-0.5	-0.7	0.5	-0.5
Oct	0.4	-0.1	1.0	1.4	1.2	0.0	1.1	1.1	0.4	1.1	1.1	0.9	0.4	0.5
Nov	1.1	1.5	0.6	2.9	0.1	0.0	0.0	1.0	-0.4	0.4	-0.8	0.4	0.0	0.8
Dec	1.3	2.0	0.1	0.6	-0.8	0.0	-0.5	1.1	0.1	0.2	0.4	0.4	0.9	-0.3
2008- Jan	3.4	5.2	0.9	0.8	0.0	0.4	1.9	0.7	0.7	0.8	0.9	0.7	1.3	0.7
Feb	1.4	1.9	0.6	0.4	0.1	0.0	1.6	1.0	0.5	0.0	-0.1	0.4	0.0	0.6
Mar	0.9	0.9	0.7	0.8	0.5	0.0	1.2	0.0	0.3	0.2	0.4	0.5	0.4	0.1
Apr	0.5	0.3	1.0	0.3	0.1	0.4	1.8	0.2	0.8	0.5	0.6	1.4	0.7	0.4
May	0.1	-0.5	1.2	0.1	0.8	0.0	3.6	0.8	0.4	0.5	0.4	0.5	0.6	-0.3
Jun	0.2	-0.3	1.0	0.3	0.3	0.0	2.1	0.8	0.5	0.1	0.5	1.1	0.5	0.0
Jul	0.3	-0.1	0.7	0.3	-0.2	1.5	1.5	0.1	-0.3	1.0	1.2	0.4	1.1	0.7
Aug	-0.7	-1.5	0.7	0.0	-1.0	0.0	0.2	1.1	-1.3	1.2	1.2	3.4	1.4	-1.1
Sep	2.2	3.7	0.1	0.6	1.1	0.0	-0.3	0.1	1.4	0.7	1.0	-0.9	0.9	1.3
Oct	0.5	1.0	0.0	0.9	0.8	0.0	-0.7	0.8	1.0	0.2	1.0	-0.7	0.0	1.1
Nov	1.5	3.1	-0.8	0.3	0.7	0.0	-3.7	0.2	0.3	1.7	0.5	-0.6	0.5	-0.9
Dec	2.3	4.0	-0.2	0.5	1.0	0.0	-1.2	0.8	0.8	0.8	0.8	-1.3	0.9	-0.5
2009- Jan	2.9	4.8	-0.2	0.7	-0.8	10.4	-3.3	1.0	0.2	0.5	1.8	-0.2	1.9	1.9
Feb	1.7	2.3	0.6	0.3	1.2	0.1	1.5	0.9	0.9	-0.1	1.1	-0.4	0.7	1.0
Mar	0.5	0.8	0.2	1.2	0.4	0.0	-0.9	0.2	-0.1	0.3	0.0	0.4	1.5	0.0
Apr	-0.4	-0.3	-0.5	0.8	0.5	0.1	-2.5	0.4	0.7	0.3	-0.5	-1.3	0.3	2.4
May	-0.5	-0.5	-0.4	0.5	0.8	0.0	-1.7	0.4	1.0	0.2	0.0	-1.0	0.1	-1.5
Jun	-0.4	-1.0	0.7	0.5	2.4	0.0	0.9	0.0	-0.1	0.6	0.8	0.1	1.5	-0.4
Jul	0.5	-0.2	1.6	3.3	1.0	1.8	2.6	0.4	-0.4	0.5	1.1	0.5	1.3	0.7
Aug	0.4	0.1	0.9	0.9	0.1	0.0	2.4	1.2	0.5	1.6	0.6	0.2	0.1	0.1
Sep	2.2	2.3	2.2	1.0	-0.4	0.0	6.4	0.5	0.3	0.2	1.6	2.1	0.2	-0.5
Oct	1.1	1.6	0.2	1.6	-0.8	0.0	0.6	-0.2	1.5	0.2	0.5	0.0	0.2	-0.2
Nov	1.4	2.2	-0.1	0.8	1.0	0.2	-2.1	-1.6	1.0	-0.7	-0.2	0.0	0.1	-0.1
Dec	2.1	1.6	3.2	0.1	1.0	1.3	10.5	-0.6	-0.8	-0.4	2.3	3.2	-0.3	-1.3
2010- Jan	1.7	1.9	1.2	0.6	-2.0	0.4	4.8	1.8	1.2	1.0	0.1	-0.7	1.6	1.9
Feb	0.5	1.2	-0.4	-0.2	0.4	0.1	-1.0	-0.9	-0.3	1.1	-2.8	-0.3	-0.7	-1.8
Mar	0.1	0.5	-0.7	-0.4	1.3	0.2	-4.2	0.8	0.2	0.9	-0.4	1.2	-0.8	-0.2
Apr	-0.1	-0.1	0.1	1.1	-1.3	0.0	0.4	-0.1	0.5	0.5	0.8	-0.1	-0.3	-0.1
May	-1.8	-2.1	-1.3	0.5	0.3	-0.1	-1.5	0.9	-0.8	0.0	-2.1	1.0	-0.2	1.4
Jun	-1.1	-2.0	0.5	0.0	0.2	0.0	1.7	0.6	0.2	0.0	0.2	0.5	-0.1	0.2
Jul	-0.4	-1.5	1.6	0.9	-0.4	0.8	6.2	-0.4	-0.4	0.2	0.1	-0.3	0.0	0.4
Aug	0.7	0.8	0.6	1.1	1.4	0.2	-0.3	1.6	2.2	0.8	0.5	0.5	0.8	-1.5
Sep	0.2	0.5	-0.2	0.5	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)**

September 2010=100

Period	Headline Overall Index	Food & Non- Alcoholic Beverages (Excluding Food consumed at Restaurants)	Transport	Housing Water, Heat, Electricity, Gas & Other Fuel	Finishing Housing Equipment & Routine Maintenance of House	Clothing & Footwear	Restaurants & Hotels	Mixed Goods and Services	Alcoholic and Tobacco	Communi- cation	Educa- tion	Recreation & Culture	Health
Weight (%)	1000	478	95	92	67	67	64	45	33	21	17	13	09
2010-Sep	45												
Oct	42	52	-10	102	35	49	-15	46	41	12	-07	34	-14
Nov	55	71	01	144	46	47	-15	52	25	12	-21	32	-11
Dec	56	73	06	121	57	55	-14	44	20	08	-25	30	-12
2011-Jan	64	71	18	58	72	177	06	40	03	-02	35	22	29
Feb	75	92	03	111	139	86	39	11	30	-13	32	35	21
Mar	80	86	33	136	145	95	57	40	27	-18	28	38	14
Apr	86	97	39	134	136	94	52	34	56	-20	22	31	14
May	97	104	80	157	141	98	74	38	68	-22	31	24	21
Jun	109	123	84	188	144	98	67	28	58	-20	35	36	15

Source: National Bureau of Statistics

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

September 2010=100

Period	Food & Non-Alcoholic Beverages (Combining Food consumed at Home and Food Consumed in Restaurants)	Non-Food		
		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)
Weight (%)	51.0	49.0	43.3	57
2010-Sep	45	47		
Oct	44	39	3.5	6.8
Nov	6.0	49	3.7	14.6
Dec	6.3	47	3.7	12.3
2011-Jan	6.7	6.1	4.4	19.1
Feb	8.6	6.1	5.2	13.0
Mar	8.3	7.7	6.3	17.2
Apr	9.7	7.8	5.7	22.1
May	10.1	9.3	7.1	24.5
Jun	12.3	10.0	7.2	29.0

Source: National Bureau of Statistics

Table A7: National Debt Developments

Item	2009/10	2010/11									
		Sep-10	Oct-10	Nov-10	Dec-10	Jan-11	Feb-11	Mar-11	Apr-11	May-11	Jun-11
1. Overall Total Debt Committed²	9,548.3	9,850.1	9,986.9	9,887.3	10,006.9	10,441.1	10,752.6	10,803.4	11,100.5	10,918.4	10,975.4
Disbursed outstanding debt	6,558.3	6,849.6	6,931.9	6,928.9	6,969.7	7,017.9	7,282.7	7,331.0	7,480.3	7,347.5	7,483.0
Undisbursed debt	2,990.0	3,000.5	3,055.0	2,958.4	3,037.2	3,423.2	3,469.8	3,472.5	3,620.2	3,570.9	3,492.4
2. Disbursed Debt by Creditor Category²	6,558.3	6,849.56	6,931.9	6,928.9	6,969.7	7,017.9	7,282.7	7,331.0	7,480.3	7,347.4	7,483.0
Bilateral debt	955.4	956.5	908.0	900.5	909.6	938.4	942.4	943.6	948.8	942.9	966.9
Multilateral debt	4,204.8	4,442.0	4,570.4	4,585.6	4,613.5	4,652.9	4,845.2	4,920.6	5,050.0	4,958.6	4,995.0
Commercial debt	815.2	850.4	857.6	855.3	858.8	895.8	945.9	929.4	943.7	869.4	987.5
Export credits	582.9	600.7	595.8	587.6	587.9	530.9	549.2	537.4	537.8	576.5	533.6
3. Disbursed Debt by Borrower Category²	6,558.3	6,849.6	6,931.9	6,928.9	6,969.7	7,017.9	7,282.7	7,331.0	7,480.3	7,347.5	7,483.0
Central Government	4,816.9	5,046.3	5,126.8	5,137.8	5,174.1	5,263.6	5,511.8	5,556.2	5,687.0	5,541.3	5,698.5
Parastatal Companies	534.7	553.6	553.9	548.4	549.6	537.5	551.9	554.3	563.9	558.1	557.8
Private Sector	1,206.7	1,249.7	1,251.1	1,242.7	1,246.1	1,216.9	1,219.1	1,220.5	1,229.4	1,248.1	1,226.7
4. Disbursed Debt by Use of Funds²	6,558.3	5,722.6	6,931.9	6,928.9	6,969.7	7,017.9	7,282.7	7,331.0	7,480.3	7,347.5	7,483.0
BOP & Budget Support	2,121.2	2,149.4	2,149.1	2,143.8	2,155.3	2,199.4	1,895.4	1,887.0	2,283.8	2,243.3	2,240.5
Transport & Telecommunication	720.2	762.6	770.7	788.6	794.2	888.5	927.5	940.0	924.7	908.3	944.8
Agriculture	712.2	685.4	694.2	738.9	743.3	738.8	813.6	827.8	799.5	785.3	798.9
Energy & Mining	802.2	720.8	712.9	652.1	655.6	660.3	624.9	645.0	710.8	698.2	694.9
Industries	178.8	214.9	214.1	206.3	206.5	195.6	186.8	221.8	194.7	191.2	192.4
Social Welfare & Education	874.8	938.6	982.4	993.5	998.4	1,023.7	1,114.3	1,304.7	1,156.1	1,135.6	1,145.8
Finance and Insurance	88.4	154.6	158.9	157.7	158.6	152.9	158.5	182.2	182.3	179.0	180.2
Tourism	101.8	96.3	96.4	104.9	104.6	109.2	108.2	109.4	111.3	109.3	117.6
Others	958.6		1,153.3	1,142.9	1,153.2	1,049.5	1,453.6	1,213.0	1,117.1	1,097.3	1,167.9
5. Total Amount of Loan Contracted¹	903.1	55.7	6.8	3.4	0.8	17.7	19.8	4.7	8.2	5.2	0.0
Government	647.8	0.0	0.0	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
Private	255.2	55.7	6.8	3.4	0.8	17.7	19.8	4.7	8.2	5.2	0.0
6. Disbursements¹	1,075.1	95.5	46.2	40.9	40.0	111.1	66.1	16.1	24.2	37.4	60.1
Government	811.5	84.8	39.0	32.7	39.0	85.1	66.1	16.1	17.0	37.4	60.1
Parastatal Companies	92.7	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Private	171.0	10.7	7.2	8.2	1.0	26.0	0.0	0.0	7.2	0.0	0.0
7. Scheduled Debt Service¹	267.2	13.5	29.5	21.8	49.9	35.5	11.6	77.0	20.1	27.3	36.5
8. Actual Debt Service¹	75.9	13.7	14.7	20.4	6.0	5.1	1.3	8.8	8.5	7.2	9.4
Principal	39.1	8.4	8.2	16.3	3.7	3.2	0.5	4.7	3.5	1.7	4.6
Interest	36.8	5.2	6.5	4.1	2.3	1.9	0.7	4.1	5.1	5.5	4.8
Others	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	999.2	81.8	31.5	20.5	34.0	106.0	64.8	7.3	15.6	30.2	50.7
10. Total Arrears by Creditors Category²	2,761.5	2,834.4	2,751.1	2,762.2	2,842.3	2,748.9	2,826.3	2,916.7	2,976.3	3,005.1	3,088.1
Principal	1,122.0	1,138.7	1,102.3	1,111.3	1,136.4	1,097.0	1,140.3	1,221.7	1,237.5	1,250.8	1,294.3
Bilateral	464.5	472.2	422.4	416.6	426.9	424.8	453.0	453.8	457.9	452.9	459.6
Multilateral	17.0	18.2	18.3	11.7	12.4	13.5	13.7	13.8	14.1	14.0	15.1
Commercial	384.7	392.4	402.5	414.3	422.9	417.4	424.0	450.2	458.0	475.5	492.9
Export Credits	255.8	255.9	259.2	268.7	274.2	241.3	249.6	303.8	307.5	308.4	326.7
Interest	1,639.5	1,695.6	1,648.8	1,650.8	1,705.9	1,651.9	1,686.0	1,695.1	1,738.9	1,754.3	1,793.8
Bilateral	720.7	748.2	680.5	674.2	703.7	697.4	714.3	715.8	726.0	725.3	730.9
Multilateral*	17.0	18.2	18.3	18.2	20.0	13.1	13.2	14.7	15.2	16.6	17.4
Commercial	603.9	625.8	639.9	639.9	660.1	627.4	642.5	647.8	674.9	680.7	697.2
Export Credits	297.9	303.5	310.2	318.5	322.2	314.0	315.9	316.8	322.8	331.7	348.3
11. External Debt Stock	8,197.8	8,545.2	8,580.6	8,579.7	8,675.5	8,669.8	8,968.7	9,026.0	9,219.2	9,101.7	9,276.9
12. Domestic Debt Stock	2,009.5	2,277.5	2,276.6	2,288.3	2,309.9	2,261.6	2,244.6	2,303.3	2,292.8	2,307.0	2,364.1
13. Total Debt Stock	10,207.3	10,822.7	10,857.2	10,868.0	10,985.4	10,931.4	11,213.4	11,329.3	11,511.9	11,408.7	11,640.9
End Period Exchange Rate	1,379.4	1,483.8	1,482.0	1,470.5	1,453.5	1,483.3	1,500.5	1,490.8	1,497.1	1,518.3	1,579.7

*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.

ISSN 0856 – 6844