



BANK OF TANZANIA

Monthly Economic Review

January 2011

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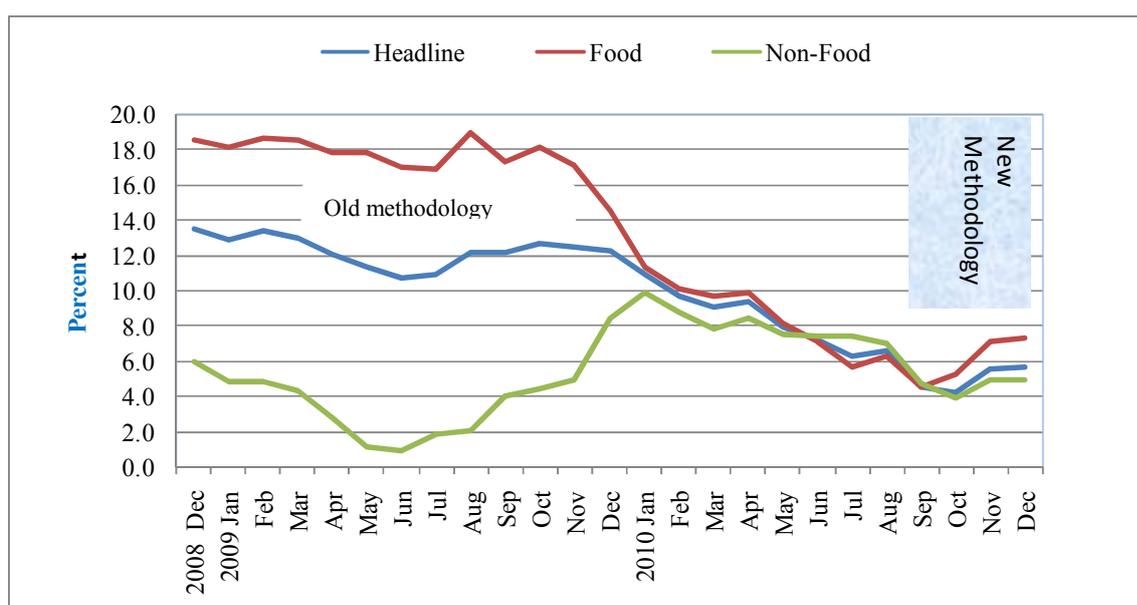
1.0 Inflation Developments

Annual headline inflation rate increased to 5.6 percent in December 2010 from 5.5 percent in November 2010, mainly due to rise in food inflation. **Month-to-month headline inflation rate** also went up to 1.5 percent in December 2010 from 0.3 percent recorded in November 2010, mainly due to higher demand for consumer items associated with end of year festivals.

Annual food inflation increased to 7.3 percent in December 2010 from 6.0 percent in November 2010. Similarly, **month-to-month food inflation** rose to 2.6 percent in December 2010 from 0.5 percent recorded in the preceding month. Food items that contributed to the monthly increase in inflation include bread and cereals, meat, fish and vegetables.

Annual non-food inflation rate decreased slightly to 4.7 percent in December 2010 from 4.9 percent recorded in the preceding month, mainly due to fall in the average prices of clothing that fell by 1.9 percent and household textiles which fell by 2.2 percent. However, **month-to-month non-food inflation** increased to 0.4 percent in December 2010 from 0.1 percent in November 2010, mainly due to rise in average prices in items under housing, water, electricity, gas and other fuel (**Chart 1.1 and Table 1.1**).

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



Note: Old Methodology, Dec 2001 = 100, New Methodology, Sep 2010 = 100

Source: Bank of Tanzania

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

(Base: Sep 2010 = 100)

Main Groups	Weight (%)	Percentage Change		
		Nov-09 to Nov-10	Dec - Nov 2010	Dec - 09 to Dec-10
Headline/All items	100.0	5.5	1.5	5.6
Food and Non Alcoholic Beverages	47.8	7.1	2.6	7.3
Transport	9.5	0.1	0.5	0.6
Housing, Water, Electricity, Gas and Other Fuel	9.2	14.4	-0.4	12.1
Clothing and Footwear	6.7	4.7	1.7	5.5
Furnishing, Housing Equip. and House Maintenance	6.7	4.6	1.2	5.7
Restaurants and hotels	6.4	-1.5	0.6	-1.4
Alcoholic and Tobacco	3.3	2.5	0.2	2.0
Communication	2.1	1.2	-0.6	0.8
Education	1.7	-2.1	-0.2	-2.5
Recreation and Culture	1.3	3.2	0.0	3.0
Health	0.9	-1.1	0.6	-1.2
Miscellaneous goods and services	4.5	5.2	0.0	4.4
Other Selected Groups				
Food and Non-alcoholic Beverages - combining food consumed at home and food consumed in restaurants	51.0	6.0	2.4	6.3
Energy and Fuels - combining electricity and other fuels for use at home with petrol and diesel	5.7	14.6	-0.4	12.3
All Items Less Food (Non-Food)	49.0	4.9	0.4	4.7
All Items Less Food and Energy	43.3	3.7	0.6	3.7

Source: National Bureau of Statistics

Food Supply Situation

In December 2010, food situation in the country was generally satisfactory with few incidences of food shortages. Between November and December 2010, government distributed 5,352 tons of grain at subsidized prices or freely to Arusha, Longido, Iringa and Mvomero districts and prisons.

On annual basis, average wholesale prices for major food crops decreased in December 2010, except beans (**Table 1.2**). However, on month-to-month basis, wholesale prices for all major food crops increased, reflecting seasonal demand for some food items.

Table 1.2: National Average Wholesale Prices for Selected Food Items

TZS per 100 kg

Items	2009 Dec	2010		Percentage Change	
		Nov	Dec	Nov to Dec 2010	Dec 2009 to Dec 2010
Maize	43,866	31,803	34,247	7.7	-21.9
Rice	106,359	91,664	99,485	8.5	-6.5
Beans	106,714	108,179	114,359	5.7	7.2
Sorghum	50,489	47,566	48,353	1.7	-4.2
Potatoes	63,782	53,962	55,660	3.1	-12.7

Source: Ministry of Industry, Trade and Marketing

National Food Reserves

Stocks of maize and sorghum held by the National Food Reserve Agency (NFRA) reached the highest level of 210,895 tons in December 2010 from 197,747 tons in November 2010 (Table 1.3). The increase in the stocks was on account of purchase of grains by NFRA following timely release of funds by the Government. Up to December 2010, NFRA purchased 159,348.9 tons of maize, representing 80 percent of the 200,000 tons planned to be purchased during 2010/11.

Table 1.3: National Food Reserve Agency (NFRA) Stock

Tons

Period	2006	2007	2008	2009	2010	% Change 2009-2010
January	76,813	112,343	139,765	128,919	66,267	-48.6
February	43,593	117,838	133,898	125,430	64,461	-48.6
March	8,055	121,046	119,022	124,252	60,694	-51.2
April	3,165	125,509	94,509	122,849	53,821	-56.2
May	6,210	128,350	79,369	109,876	50,312	-54.2
June	15,560	128,804	76,649	94,699	48,248	-49.1
July	13,811	129,306	75,438	88,841	47,143	-46.9
August	28,440	125,653	83,131	93,231	90,519	-2.9
September	80,248	131,937	102,225	110,278	138,694	25.8
October	87,461	143,717	114,464	107,177	180,103	68.7
November	100,828	142,624	122,209	86,542	197,747	128.5
December	110,203	142,044	129,253	77,644	210,895	171.6

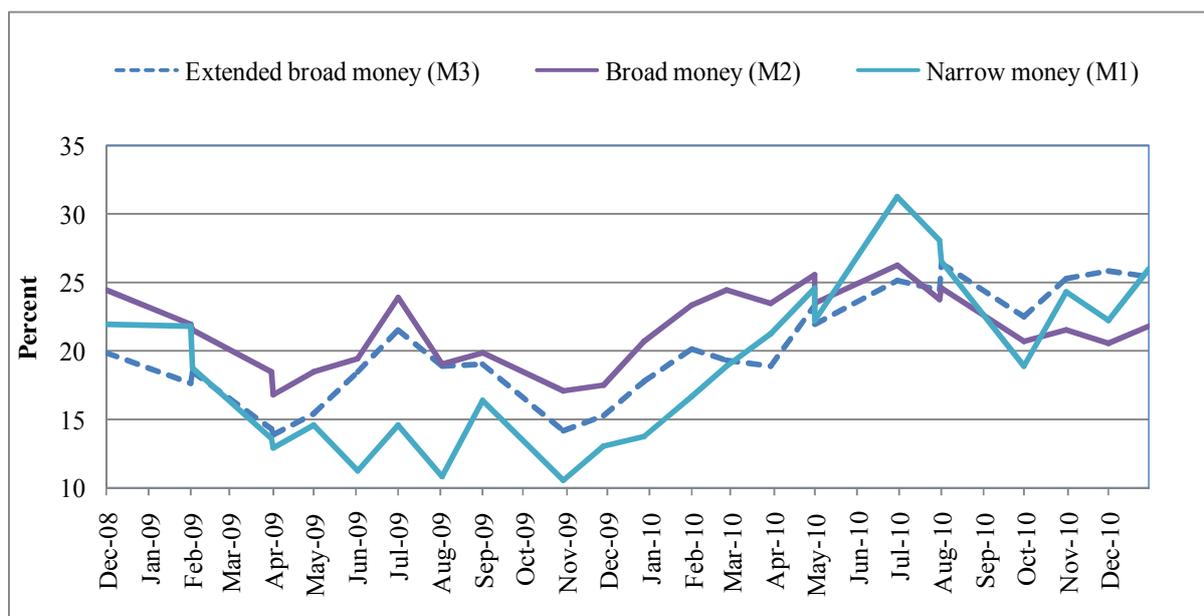
Source: National Food Reserve Agency

2.0 Monetary and Financial Markets Developments

Money Supply and Credit Developments

During the year ending December 2010, extended broad money supply (M3) grew by 25.4 percent, slightly higher than the targeted growth rate of 23.5 percent. In the preceding month annual growth of M3 was 25.8 percent, while in the year ending December 2009 it was relatively low growing at 17.7 percent. Meanwhile, annual growth of broad money supply (M2) was 21.8 percent in December 2010, up from 20.5 percent recorded in November 2010 and 20.8 percent in December 2009. The growth in money supply was mostly explained by the increase in banks' credit to the private sector and net foreign assets of the banking system associated with increase in foreign aid inflows (**Chart 2.1 and Table 2.1**).

Chart 2.1: Annual Growth Rates of Monetary Aggregates



Source: Bank of Tanzania

Table 2.1: Selected Money Supply Components

Item	Outstanding Stock in Billions of TZS			Monthly Change		Annual Growth Rates (%)		
	Dec-09	Nov-10	Dec-10	Nov-10	Dec-10	Dec-09	Nov-10	Dec-10
Net Foreign Assets of the Banking System	4,939.5	5,803.2	6,125.1	-29.3	321.9	20.9	15.2	24.0
Bank of Tanzania	3,845.0	4,591.7	4,799.4	-31.5	207.7	7.0	18.0	24.8
Net International Reserves (Millions of USD)	3,224.3	3,413.1	3,594.2	-4.8	181.1	12.9	4.5	11.5
Banks	1,094.5	1,211.5	1,325.7	2.2	114.2	121.3	5.9	21.1
Net Domestic Assets of the Banking System	3,840.6	5,107.2	4,887.5	248.6	-219.7	13.9	40.5	27.3
Domestic Claims	5,120.2	7,060.2	6,798.5	33.6	-261.7	21.3	37.5	32.8
Claims on central government (net)	128.4	1,179.2	806.7	-30.3	-372.5	---	---	---
Claims on Central Government	2,865.8	3,670.7	3,531.0	-350.4	-139.7	30.4	23.8	23.2
o/w Securities held by banks	1,739.0	2,382.1	2,414.9	-46.4	32.9	13.2	35.4	38.9
Liabilities to Central Government	2,737.4	2,491.5	2,724.3	-320.2	232.8	8.1	-9.9	-0.5
Claims on Other Sectors	4,991.9	5,881.1	5,991.9	63.9	110.8	9.6	19.2	20.0
Extended Broad Money Supply (M3)	8,780.1	10,910.4	11,012.6	219.3	102.2	17.7	25.8	25.4
Foreign Currency Deposits (FCD) in National Currency	2,176.7	2,967.2	2,970.5	74.0	3.3	9.4	42.5	36.5
<i>FCD in millions of US dollar</i>	1,657.5	2,017.8	2,043.6	65.6	25.8	6.6	27.4	23.3
Broad Money Supply (M2)	6,603.4	7,943.2	8,042.1	145.3	98.9	20.8	20.5	21.8
Other Deposits in National Currency	3,012.6	3,474.7	3,520.7	65.6	46.0	30.4	18.5	16.9
Narrow Money Supply (M1)	3,590.8	4,468.5	4,521.4	79.7	52.9	13.7	22.2	25.9
Currency in Circulation	1,566.8	1,888.7	1,897.1	-19.5	8.5	8.9	21.6	21.1
Transferable Deposits in National Currency	2,024.0	2,579.9	2,624.2	99.2	44.4	17.7	22.7	29.7

Source: Bank of Tanzania

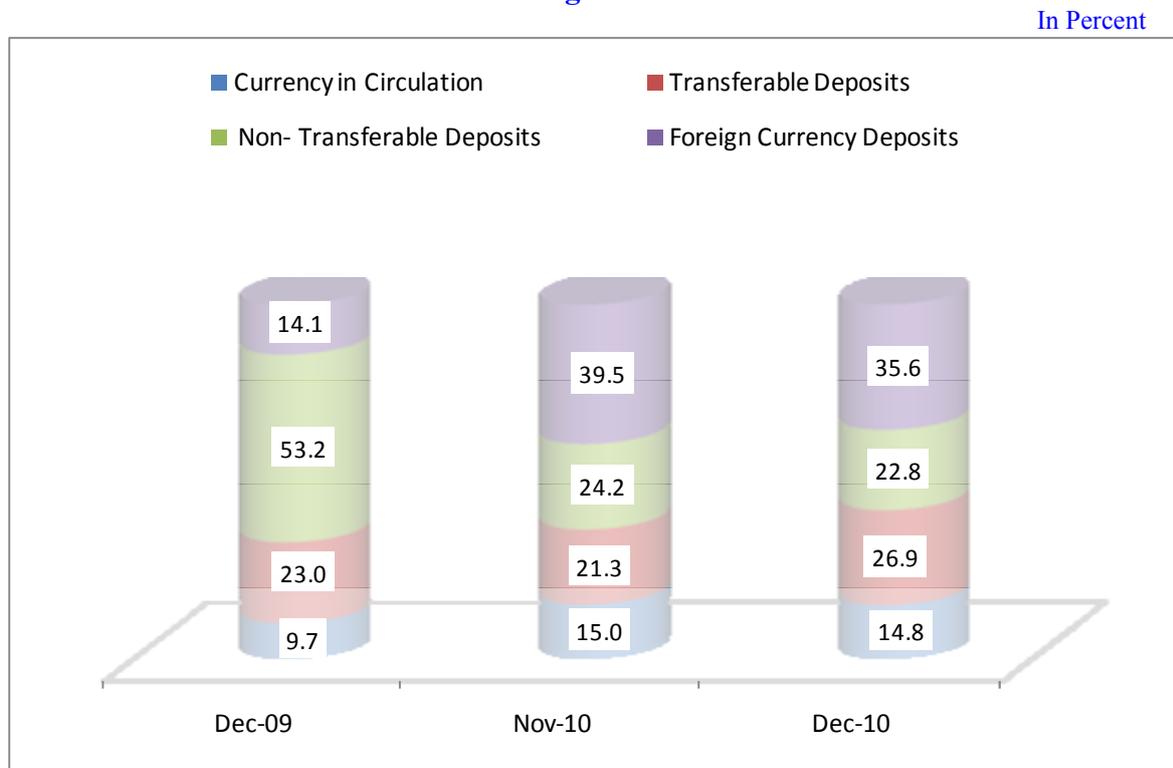
Average reserve money grew in line with the targeted growth of 20.0 percent during the same period. For the remainder of 2010/11, the Bank will take measures to contain liquidity level within desired targets, aiming at attaining annual growth of average reserve money of 20.0 percent and that of M3 of 20.2 percent by end June 2011.

Credit to the private sector grew by 20.0 percent in the year ending December 2010, higher than 19.2 percent recorded in the preceding month and 9.6 percent recorded in a similar period in 2009. The recorded growth of credit to the private sector was slightly higher than the projected growth of 19.2 percent for the year ending December 2010, but below the June 2011 target of 22.2 percent. The recorded increase in credit to the private sector is a reflection of recovery of banks' confidence in the economy, following easing of the global financial crisis.

Like the case in the preceding month, commercial banks' credit to selected major economic activities sustained positive growth rates during the year ending December 2010. During the year ending December 2010, most of the banks' credit to the private sector continued to be held in personal loans followed by trade.

During the year ending December 2010, foreign currency deposits and transferable deposits were the main drivers for the change in money supply from the liability side (**Chart 2.2**).

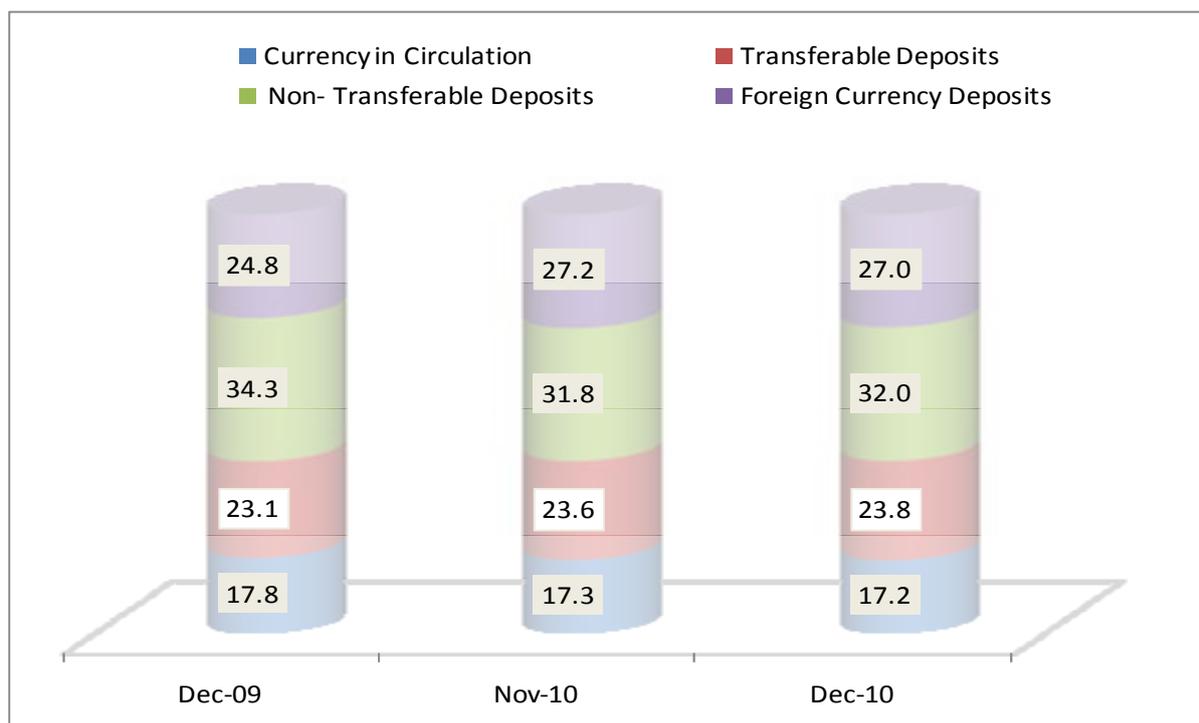
Chart 2.2: Annual Contribution to Change in M3



Source: Bank of Tanzania

This development was consistent with the strengthening of the US dollar against the Shilling and other major currencies in the world, as well as recovery in banks credit to the private sector during the period. In terms of share, the ratio of Foreign Currency Deposits to M3 declined to 27.0 percent in December 2010, slightly below 27.2 percent recorded in the preceding month, while that of transferable deposits increased to 23.8 percent from 23.6 percent recorded in the same period. The share of other components of money supply is as shown in **Chart 2.3**.

Chart 2.3: Percentage Share to M3



Source: Bank of Tanzania

Interest Rate Developments

Interest rates on money market instruments went up in December 2010. The weighted average Treasury bills yield rose to 6.32 percent in December 2010 from 5.85 percent in November 2010, but lower than 6.91 percent recorded in December 2009. Likewise, in the Treasury bonds market, weighted average yields for 2-year and 5-year bonds which were auctioned in the month under review went up. The overnight interbank rate increased significantly to 5.19 percent from 2.87 percent recorded in the previous month. Similarly, repo rate increased to 3.20 percent in December 2010 from 1.78 percent recorded in the preceding month (**Table 2.2**)

Table 2.2: Weighted Average Interest Rates Structure

Percent

	Dec-08	Dec-09	2010											
			Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec
Overall Interbank cash market rate	6.54	1.57	1.80	1.89	1.29	0.92	0.87	0.97	0.92	1.09	1.65	2.29	2.86	5.26
<i>Overnight interbank cash market</i>	6.27	1.46	1.67	1.66	0.98	0.86	0.67	0.86	0.82	0.93	1.68	2.27	2.87	5.19
REPO Rate	6.42	1.26	1.22	1.22	1.06	0.79	0.65	0.54	0.58	0.58	0.90	1.53	1.78	3.20
Discount Rate	15.99	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
Overall Treasury bills rate	10.99	6.91	7.20	6.32	4.15	2.70	2.68	3.33	3.89	3.86	5.06	5.68	5.85	6.32
<i>35 days</i>	6.88	3.80	4.57	4.09	1.99	1.26	0.89	0.65	0.78	0.97	1.62	1.84	1.46	1.33
<i>91 days</i>	11.20	6.06	6.35	5.57	3.25	1.77	2.16	2.89	3.22	2.71	3.89	4.76	4.61	5.24
<i>182 days</i>	12.13	6.59	7.20	6.33	4.45	2.58	2.26	2.59	3.91	3.91	4.77	5.67	5.62	6.20
<i>364 days</i>	12.79	8.83	9.06	8.24	6.32	4.86	4.96	6.08	6.26	5.98	6.96	7.85	7.48	7.67
Savings Deposit Rate	2.74	2.83	2.84	2.89	2.88	2.83	2.82	2.82	2.69	2.58	2.57	2.56	2.51	2.41
Treasury Bonds Rates														
<i>2-years</i>	14.35	10.89	10.89	9.40	9.40	9.40	9.40	8.79	8.88	8.88	9.82	9.82	9.67	10.35
<i>5-years</i>	16.39	13.45	13.77	13.77	13.77	13.77	9.52	9.52	9.52	9.70	9.70	10.44	10.44	11.58
<i>7-years</i>	17.04	14.15	14.15	14.15	12.11	12.11	10.38	10.38	10.38	10.85	10.85	11.88	11.88	11.88
<i>10-years</i>	19.47	16.73	16.73	16.73	16.73	11.99	11.99	11.68	11.68	11.68	13.00	13.00	13.59	13.59
Overall Time Deposits Rate	6.63	6.36	6.12	5.82	6.11	5.96	5.79	5.88	5.42	5.55	6.03	6.11	5.55	5.11
<i>12 month time deposit rate</i>	8.48	8.99	9.06	8.84	8.78	8.67	8.56	8.43	7.86	7.13	7.15	7.26	6.14	7.09
Negotiated Deposit Rate	10.23	9.94	7.44	7.16	9.41	9.63	9.47	9.57	8.76	8.58	9.33	9.60	8.76	8.45
Overall Lending rate	16.05	14.38	14.39	14.81	14.80	14.50	14.50	14.67	14.34	14.35	14.47	14.49	12.84	13.45
<i>Short-term lending rate (up to 1year)</i>	13.56	13.96	13.76	14.73	14.61	13.88	14.02	13.92	14.14	14.37	14.29	14.22	12.31	12.37
Negotiated Lending Rate	12.05	13.18	13.68	13.79	13.71	13.97	13.80	14.13	13.84	14.00	13.80	13.71	13.65	11.88
Margin between short-term lending and one year time deposit rates	5.07	4.97	4.71	5.89	5.84	5.21	5.47	5.49	6.28	7.24	7.14	6.96	6.17	5.27

Source: Bank of Tanzania

On the other hand, interest rates offered and charged by banks manifested a mixed trend. Overall time deposit rate eased to 5.11 percent in December 2010 from 5.55 percent recorded in the preceding month and 6.36 percent recorded in the corresponding month in 2009. Negotiated deposit rate declined to 8.45 percent from 8.76 percent and 9.94 percent in the same period. Saving deposits rate declined slightly to 2.41 percent in December 2010 from 2.51 percent in November 2010 and 2.83 percent in December 2009.

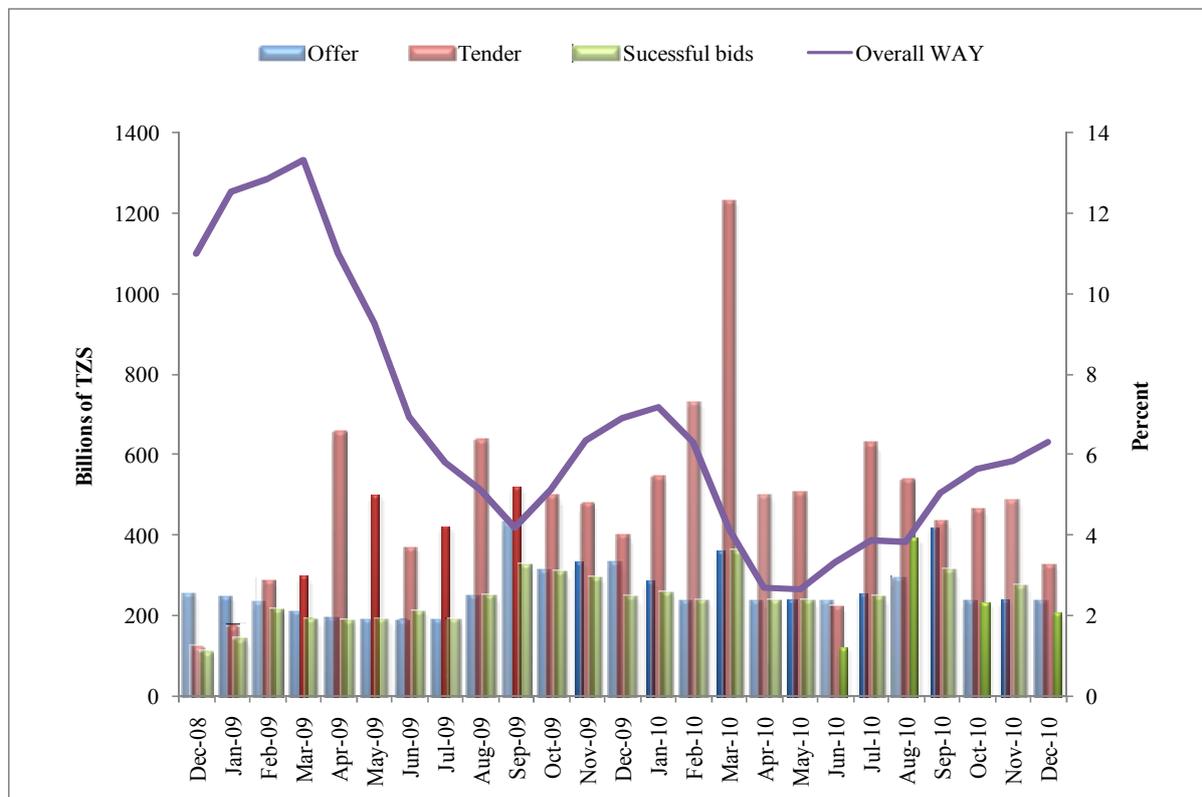
Overall lending rate increased to 13.45 percent in December 2010 from 12.84 percent in November 2010 but was lower than 14.38 percent recorded in December 2009. Negotiated lending rate declined to 11.88 percent from 13.65 percent recorded in the preceding month and 13.18 percent in the corresponding period in 2009. The spread between one year lending and deposit rates continued with a downward trend beginning August 2010, reaching 5.27 percentage points in December 2010 from 6.17 in November 2010, but higher than 4.97 percentage points recorded in December 2009.

Financial Markets Developments

Treasury Bills and Bonds Market

In December 2010 the Bank offered **Treasury bills** worth TZS 240.0 billion same as the amount offered in the preceding month. Demand was TZS 324.7 billion compared with TZS 485.7 billion registered in November 2010 (**Chart 2.4**). The Bank intervened in the market and accepted Treasury bills worth TZS 197.2 billion (cost value), which was lower than TZS 263.1 billion sold in the preceding month. On the other hand, Treasury bills amounting to TZS 216.7 billion matured during the month.

Chart 2.4: Treasury bills Market Developments



Source: Bank of Tanzania

During the review period, the Bank conducted three auctions in the **Treasury bond** market each worth TZS 40.0 billion. Two of them were 5-year maturity bond and one was 2-year maturity bond. In the first auction demand for the 5-year bond was TZS 64.1 billion, while in the second auction bids worth TZS 27.8 billion were received. As for the 2-year bond demand was TZS 48.1 billion. The Bank intervened in the market and accepted bids with cost values of TZS 33.4 billion and TZS 41.2 billion for the 2 year and 5-year bonds

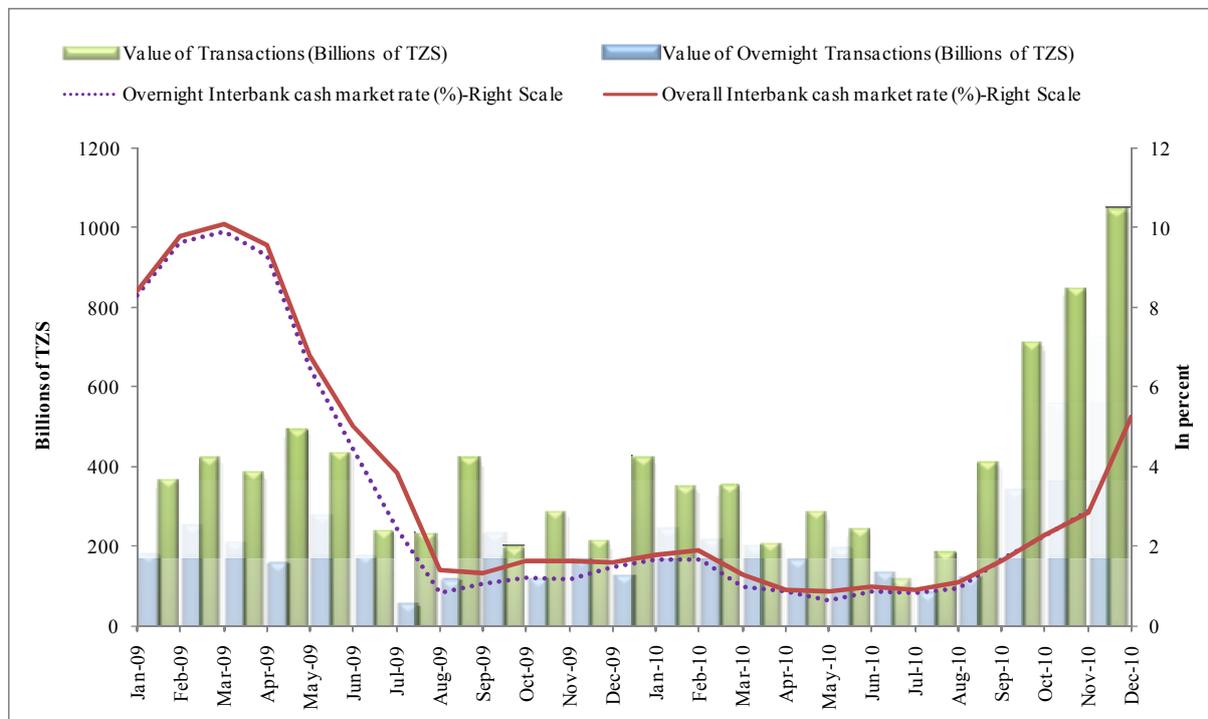
respectively. Commercial banks remained dominant participants in the market, followed by pension funds.

Repurchase Agreements and Inter-Bank Cash Market Developments

During December 2010, the Bank continued to conduct repurchase agreements with banks to manage liquidity in the economy. During the period under review, repos worth TZS 407.0 billion were sold, against maturing repos amounting to TZS 516.0 billion. The amount sold in the reviewed month was higher than TZS 398.5 billion sold in the previous month and TZS 363.0 billion conducted in the corresponding month in 2009.

On the other hand, the volume of transaction in the interbank cash market amounted to TZS 1,046.3 billion in December 2010. This amount was higher than TZS 850.7 billion transacted in the preceding month, and TZS 216.9 transacted in the corresponding month a year earlier. The volume of overnight transactions increased to TZS 943.1 billion in December 2010 from TZS 722.3 billion recorded in the preceding month (**Chart 2.5**).

Chart 2.5: Inter-bank Cash Market Developments

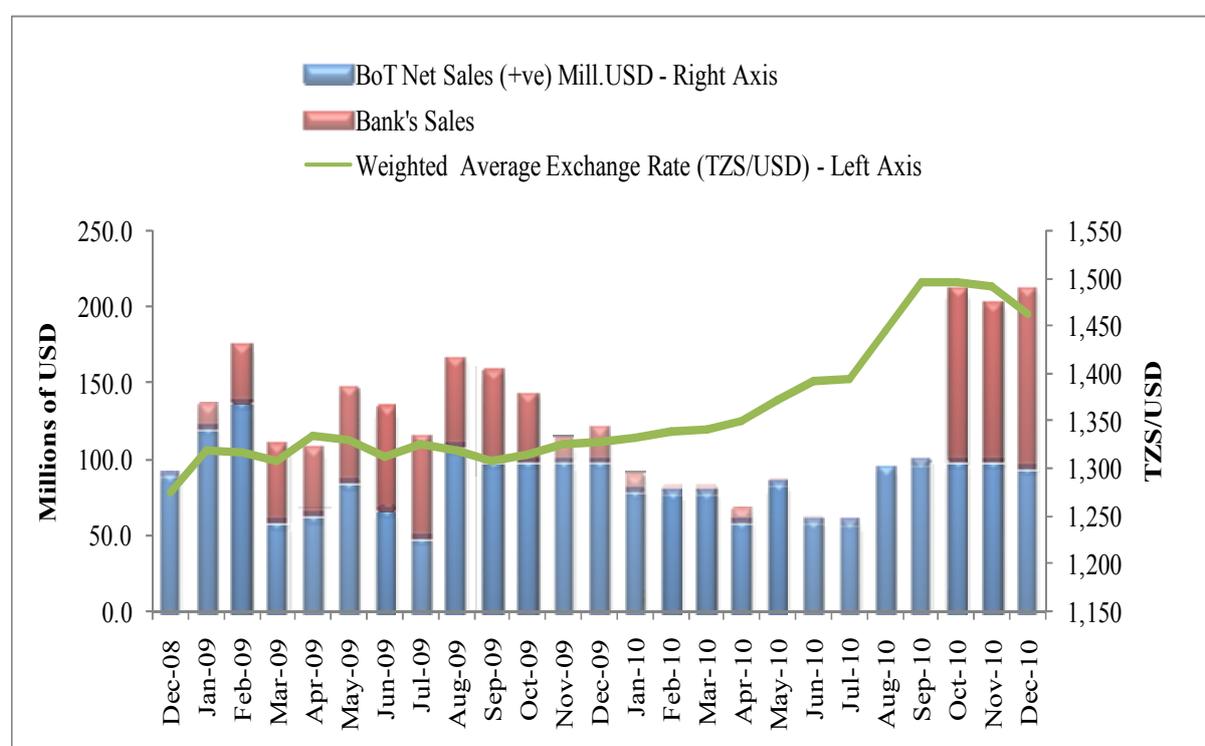


Source: Bank of Tanzania

Inter-Bank Foreign Exchange Market

In December 2010, total volume of transactions in the inter-bank foreign exchange market amounted to USD 211.3 million, higher than USD 202.62 million transacted in the preceding month. Out of the total volume traded, the Bank sold USD 96.1 million of the total volume traded to manage liquidity. On the other hand, the Shilling appreciated against the US dollar from TZS 1,491.96 per USD in November to TZS 1,462.88 per USD in December 2010. On annual basis the shilling depreciated against the US dollar by 9.3 percent, from TZS 1,327.0 per USD recorded in December 2009 (**Chart 2.6**).

Chart 2.6: Inter-bank Foreign Exchange Market Operations



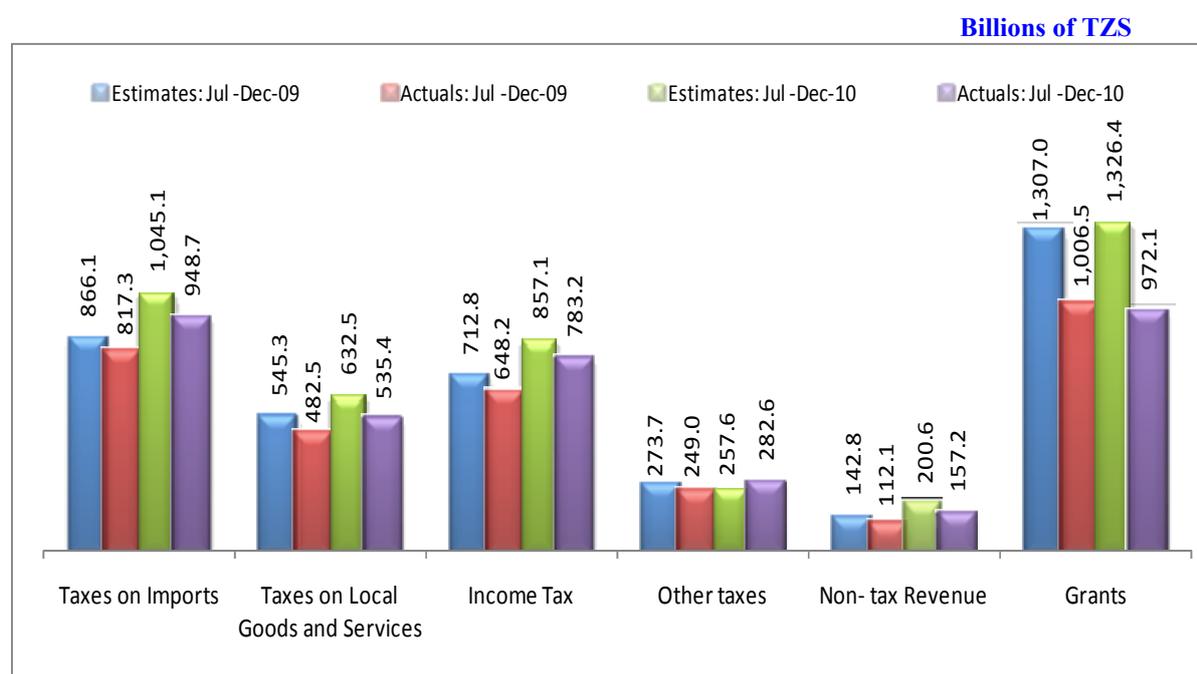
Source: Bank of Tanzania

3.0 Government Budgetary Operations

In December 2010, **revenue collections** excluding Local Government Authorities own sources amounted to TZS 594.0 billion or 91.1 percent of the budget estimate. In the corresponding period in 2009/10, revenue collections amounted to TZS 483.9 billion.

Tax revenue collections in December 2010 amounted to TZS 564.1 billion or 90.5 percent of the budget estimate, whereas non-tax revenue surpassed the estimate of TZS 28.9 billion by 3.7 percent. On cumulative basis, tax revenue collections in the first half of 2010/11 amounted to TZS 2,549.9 billion or 91.3 percent of the budget estimate, non-tax revenue accumulated to TZS 157.2 billion or 78.3 percent of budget estimate (**Chart 3.1**). Domestic revenue collection was 7.8 percent of GDP whereas in the corresponding period in 2009/10 it was 7.4 percent of GDP.

Chart 3.1: Government Resources



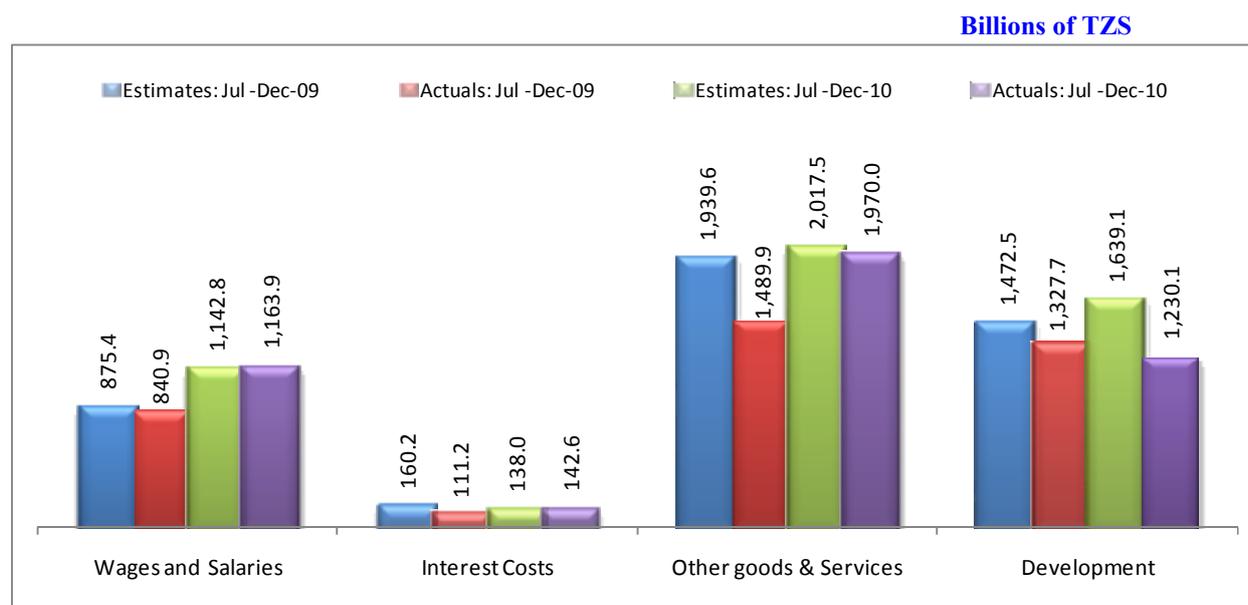
Source: Bank of Tanzania

During the month under review, **total expenditure** amounted to TZS 1,008.4 billion, which was above the estimate of TZS 898.8 billion by 12.2 percent. Out of the total, recurrent expenditure was TZS 745.2 billion and development expenditure was TZS 263.1 billion. In a similar period in 2009/10, total expenditure amounted to TZS 785.5 billion, above the estimate by 2.9 percent.

On cumulative basis for the first half of 2010/11, government expenditure reached TZS 4,553.4 billion, against the estimate of TZS 4,976.5 billion. Recurrent expenditure amounted to TZS 3,323.3 billion in line with budget estimate whereas development expenditure amounted to TZS 1,230.1 billion or 75 percent of budget estimate. The underperformance in development expenditure was mainly a result of lower than projected disbursement of project

grants which was only 11 percent of the projected TZS 449.4 billion. In corresponding period in 2009/10, total government expenditure amounted to TZS 3,800.2 billion or 84.5 percent of the budget estimate (**Chart 3.2**). As a percentage of GDP, total expenditure during the first half of 2010/11 was 13.1 percent, compared with 12.2 percent of GDP in the corresponding period in 2009/10.

Chart 3.2: Government Expenditure



Source: Bank of Tanzania

Financing

Total financing of fiscal operations in first half of 2010/11, amounted to TZS 869.1 billion, of which TZS 760.3 billion was foreign financing, while domestic financing was TZS 108.8 billion on net basis.

4.0 External Sector Performance

Balance of Payments

In 2010, **overall balance of payments** remained positive at a surplus of USD 369.8 million, compared with a surplus of USD 366.2 million recorded in the corresponding period a year earlier. This development is mainly on account of capital inflows in the form of grants and foreign borrowing. Nevertheless, the current account deficit widened by 11.8 percent to USD

2,405.8 million, following a rise in goods import that outweighed the impact of the increase in exports of goods and services (Table 4.1).

Table 4.1: Current Account Balance

Millions of USD

Items	Dec		2010		Calendar Year		% Change
	2008	2009	Nov	Dec	2009	2010 ^P	
Goods Account (net)	-169.9	-239.7	-244.9	-393.6	-2,908.4	-3,437.7	18.2
Exports	310.3	296.2	373.2	364.5	2,925.8	3,687.4	26.0
Imports	480.2	536.0	618.1	758.1	5,834.1	7,125.1	22.1
Services Account (net)	16.4	35.8	22.9	26.7	145.6	301.8	107.3
Receipts	155.7	182.7	190.7	214.9	1,854.6	2,139.8	15.4
Payments	139.2	146.8	167.7	188.2	1,709.1	1,838.1	7.5
Goods and services (net)	-153.5	-203.9	-222.0	-366.9	-2,762.8	-3,135.9	13.5
Exports of goods and services	466.0	478.9	563.8	579.4	4,780.4	5,827.2	21.9
Imports of goods and services	619.5	682.8	785.8	946.2	7,543.2	8,963.2	18.8
Income Account (net)	-18.1	1.2	-8.3	-9.8	-71.2	-93.7	31.5
Receipts	9.0	23.1	12.0	18.2	161.1	164.6	2.1
Payments	27.1	21.9	20.3	28.0	232.4	258.3	11.2
Current Transfers (net)	197.6	53.7	30.7	203.1	683.1	823.9	20.6
Inflows	203.6	59.7	37.5	209.9	751.6	902.9	20.1
o/w General Government	195.8	49.8	29.1	201.6	644.6	798.1	23.8
Outflows	6.0	6.0	6.8	6.8	68.4	79.0	15.5
Current Account Balance	26.1	-149.0	-199.6	-173.6	-2,150.9	-2,405.8	11.8

Note: P = Provisional

Source: Bank of Tanzania

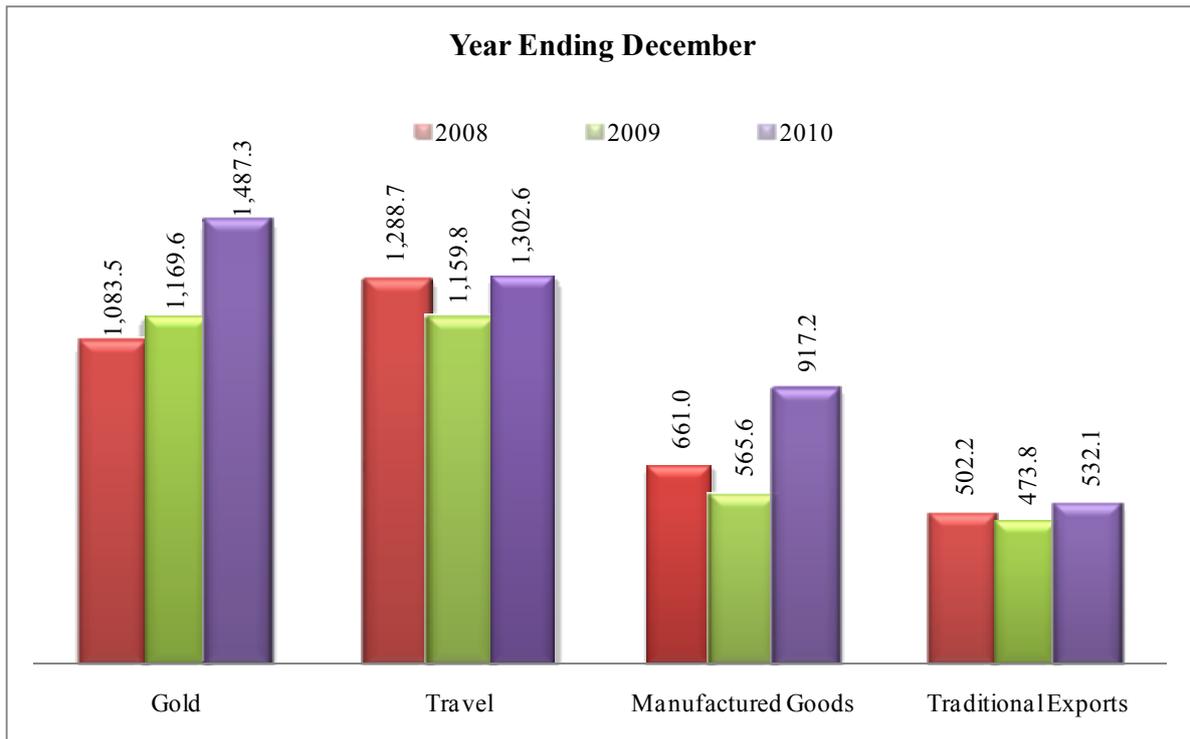
The Gross official reserves remained strong closing at USD 3,947.9 million at the end of December 2010—sufficient to cover 6.3 months of projected import of goods and services, compared with USD 3,552.5 million recorded at the end of December 2009. Similarly, gross foreign assets of banks increased to USD 1,060.9 million from USD 985.8 million in the same period. In total, gross foreign reserves of the banking system was USD 5,008.9 million at the end of December 2010.

Exports Performance

In 2010, the value of **export of goods and services** amounted to USD 5,827.2 million which was 21.9 percent higher than the level recorded in the corresponding period a year earlier. The improvement was largely due to a significant increase in exports of gold, manufactured goods and travel receipts (Chart 4.1).

Chart 4.1: Performance of Selected Goods and Services Exports

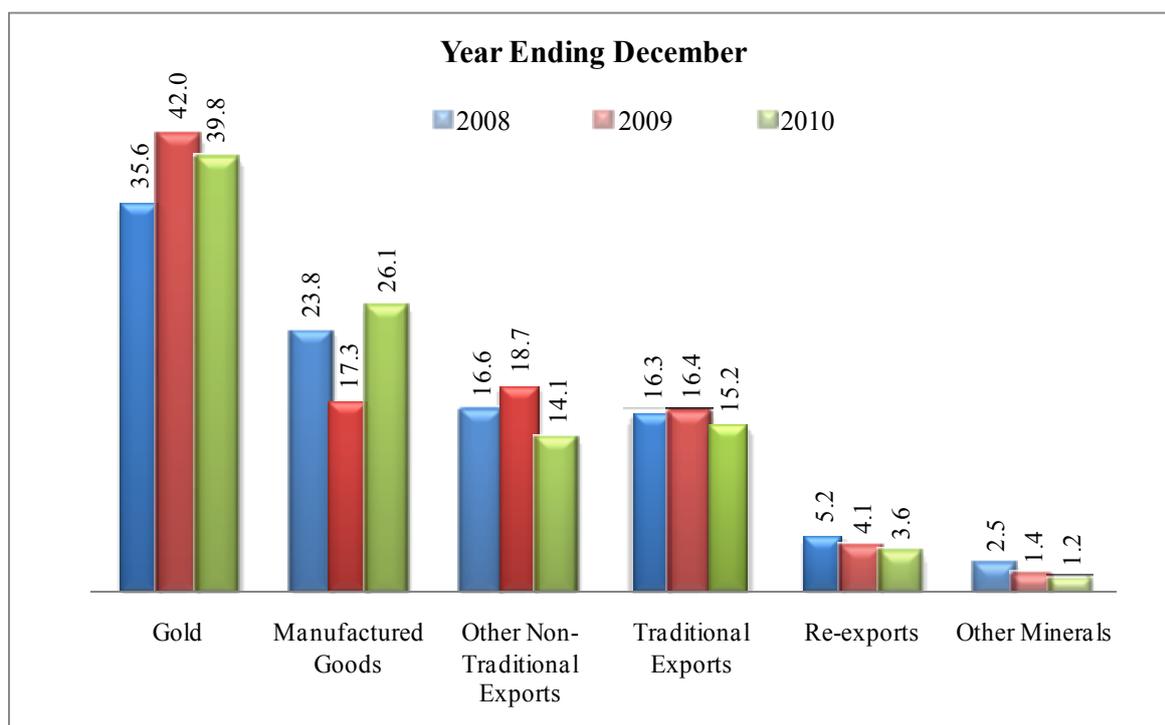
Millions of USD



Source: Bank of Tanzania

The value of export of goods rose to USD 3,687.4 million, compared to USD 2,925.8 million recorded during the corresponding period a year earlier. **Chart 4.2** indicates that gold continued to dominate accounting for 39.8 percent of total goods export followed by manufactured goods at 26.1 percent.

Chart 4.2: Percentage Contribution of Selected Items to Total Exports of Goods

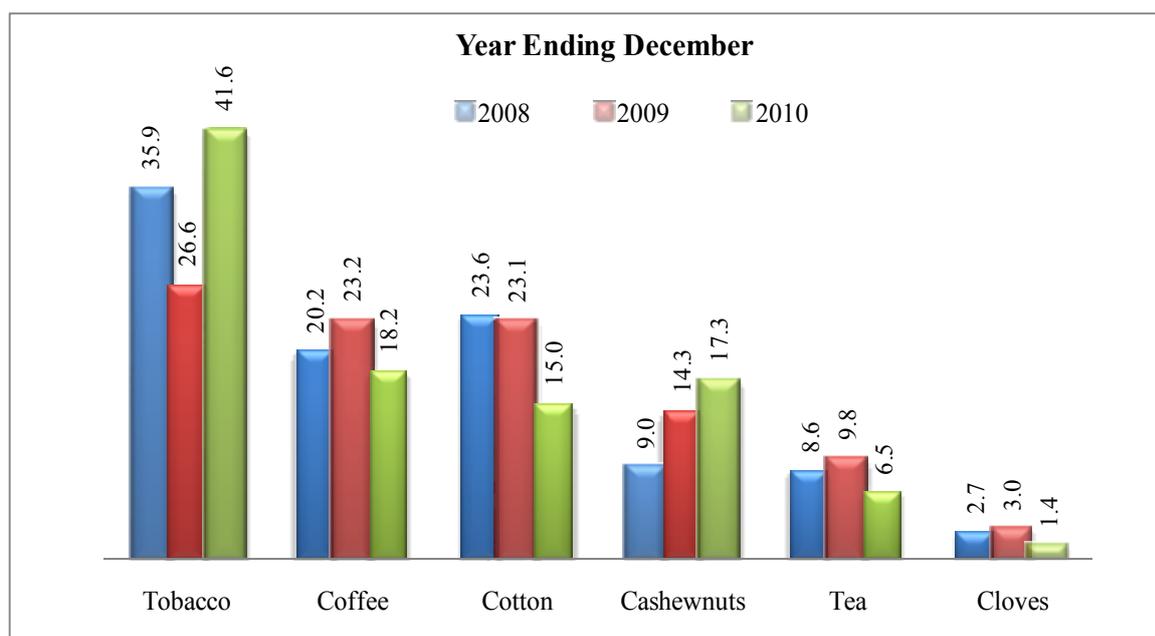


Source: Bank of Tanzania

The value of **traditional exports** amounted to USD 558.9 million being 16.5 percent higher than the value recorded in the corresponding period a year earlier, due to increase in both export volumes and unit prices of tobacco and cashew nuts. The increase in the export prices of tobacco was largely attributed to the improved quality of Tanzanian tobacco following proper farming practices coupled with accessibility of agricultural inputs. **Chart 4.3** depicts the composition unit of traditional exports for the last three years.

Chart 4.3: Composition of Traditional Exports

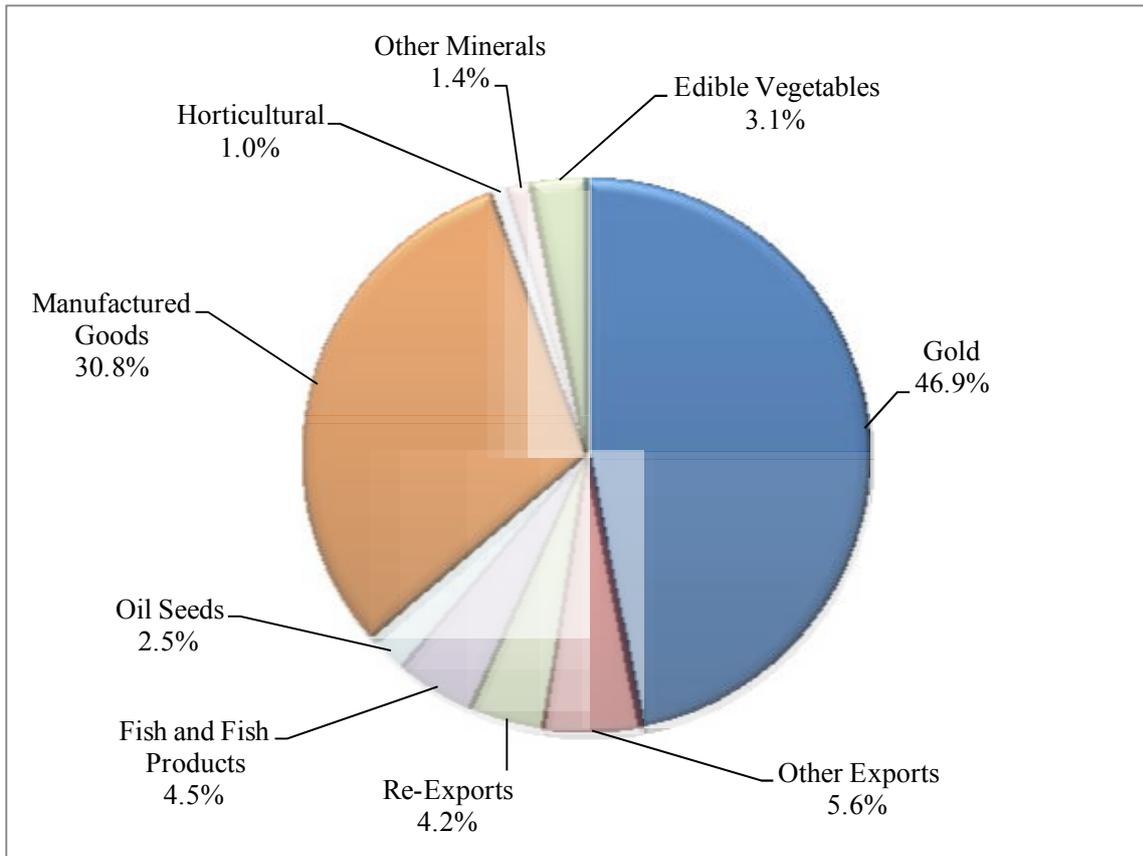
Percent



Source: Bank of Tanzania

During the period under review, **non-traditional exports** amounted to USD 3,128.5 million compared with USD 2,466.1 million recorded during the preceding year. The improved performance was largely attributed to a substantial increase in the export value of gold and manufactured goods. The value of gold exports went up by 19.3 percent to USD 1,467.3 million, largely due to a rise in price of gold in the world market. The price of gold increased to an average of USD 1,224.7 per troy ounce from USD 972.7 per troy ounce recorded in 2009. The value of manufactured goods was USD 963.9 million, being 90.3 percent higher than the value recorded during the preceding year. This development was largely associated with increased demand in the neighbouring countries following recovery from the global financial crisis. Much of the increase was recorded in the fertilizers, paper and plastic products. **Chart 4.4** depicts the composition of non-traditional exports for 2010.

Chart 4.4: Contribution to Total Non Traditional Exports for the Year Ending December 2010



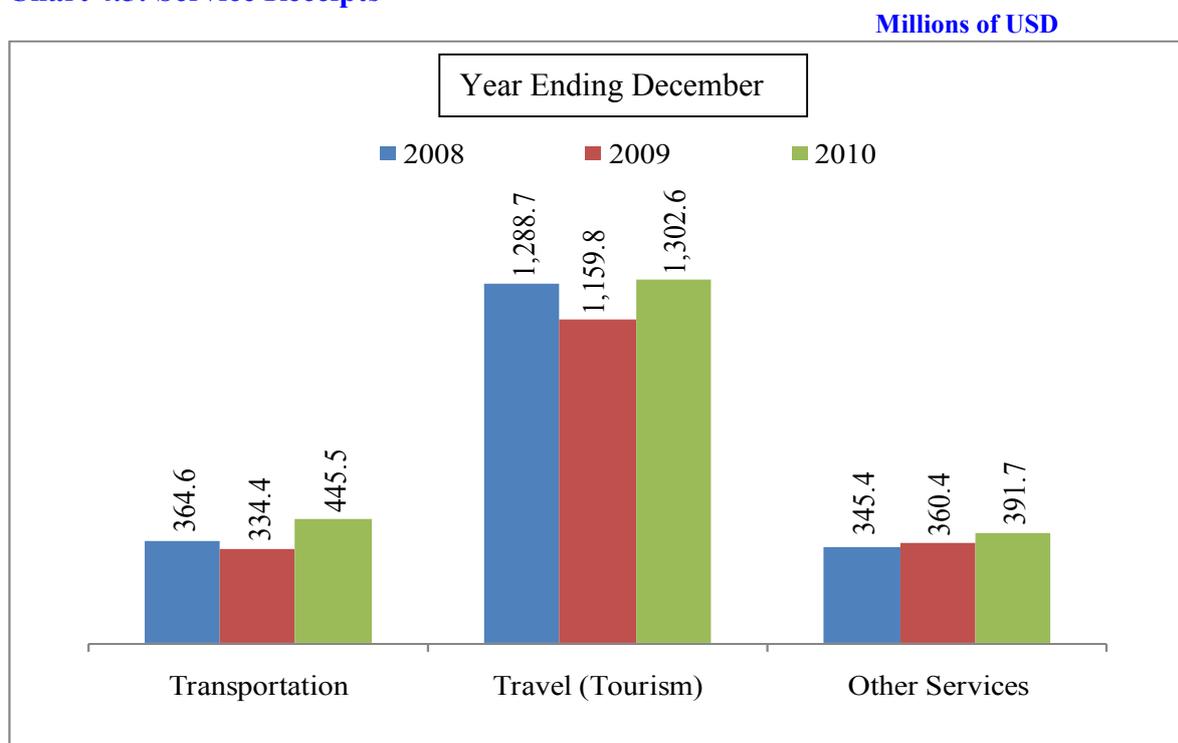
Source: Bank of Tanzania

Services receipt amounted to USD 2,139.8 million, being higher than USD 1,854.6 million recorded in 2009, following an improvement in travel, transportation and other business receipts. Travel receipts amounted to USD 1,302.6 million, a 12.3 percent higher than the amount recorded a year ago. In addition to recovery from the global financial crisis, increase in daily scheduled flights which were inaugurated during the year contributed to the increase in travel receipts. For example, Turkish Airline flies three times, while Oman Air flies four-times-weekly to Tanzania. Also, Ethiopian Airline has increased its flights from 7 to 12 times a week.

Likewise, transportation receipts rose by 33.2 percent to USD 445.5 million as a result of the increase in transit goods to the neighbouring countries. Statistics indicate that transit goods have increased to 747,288 tons between January and November 2010 compared with 529,553 tons recorded in the corresponding period last year. This development was largely associated with the recovery of the global economy coupled with an improvement in cargo

clearing at the Dar port. It is worth noting that, there has been a notable reduction in the container dwell time¹ from an average of 20 days in January 2009 to between 11 days and 13 days for transit and domestic goods, respectively. **Chart 4.5** depicts the performance of the main services receipt for the past four years.

Chart 4.5: Service Receipts



Note: ‘Other Services’ include: Communication, Construction, Insurance, Financial, Computer Information, Government,

Royalties and Personal and Other business services

Source: Bank of Tanzania

Imports Performance

In 2010, **import of goods and services** amounted to USD 8,963.2 million compared with USD 7,543.2 million recorded in the corresponding period a year earlier. The value of imported goods was USD 7,125.1 million compared with USD 5,834.1 million, largely due to a notable increase in the value of imported oil and consumer goods. Oil imports amounted to USD 1,983.8 million compared with USD 1,323.0 million in the preceding year, due to increase in both volume and prices. While the volume of oil imports rose to 3.1 million tons from 2.9 million tons in 2009, the average oil prices (refined products) in the world market increased by 24.9 percent to USD 691.9 per ton. Meanwhile, the value of consumer goods

¹ Dwell time is the time the cargo remains in the port terminal storage area before clearance.

import amounted to USD 1,709.2 million, representing an increase of 21.7 percent following a rise in imports of food and other consumer goods. The increase in imports of food stuff was largely on account of a rise in importation of wheat to 1,037,840 tons from 826,054 tons recorded in 2009. Likewise, importation of other consumer goods, which mainly consist of pharmaceutical products, plastic items and paper products increased by 17.5 percent to USD 1,247.5 million (**Table 4.2**).

Table 4.2: Imports

Millions of USD

Item	2009	2010		% Change		Calendar Year		% Change
	Dec	Nov	Dec	Nov 10- Dec 10	Dec 09 - Dec 10	2009	2010 ^p	
Capital Goods	242.3	282.2	302.2	7.1	24.7	2,539.2	2,715.2	6.9
Transport Equipment	74.2	105.3	99.5	-5.5	34.1	748.5	901.1	20.4
Building and Constructions	69.6	51.1	67.3	31.5	-3.4	558.2	610.6	9.4
Machinery	98.5	125.8	135.4	7.6	37.4	1,232.5	1,203.4	-2.4
Intermediate Goods	172.2	195.6	236.5	20.9	37.3	1,890.3	2,700.8	42.9
Oil imports	114.2	132.8	159.0	19.7	39.3	1,323.0	1,983.8	49.9
Fertilizers	11.1	7.1	7.2	2.3	-34.7	95.2	115.0	20.8
Industrial raw materials	47.0	55.7	70.3	26.2	49.7	472.1	602.0	27.5
Consumer Goods	121.6	140.3	219.4	56.4	80.4	1,404.6	1,709.2	21.7
Food and food stuffs	24.6	33.5	63.4	89.2	157.5	343.3	461.6	34.5
All other consumer goods ¹	97.0	106.8	155.9	46.1	60.8	1,061.3	1,247.5	17.5
Grand Total (f.o.b)	536.3	618.1	758.1	22.6	41.3	5,834.1	7,125.1	22.1
Grand Total (c.i.f)	589.4	679.2	833.0	22.6	41.3	6,411.2	7,829.8	22.1

Note: P = Provisional

Oil imports refers to refined petroleum products

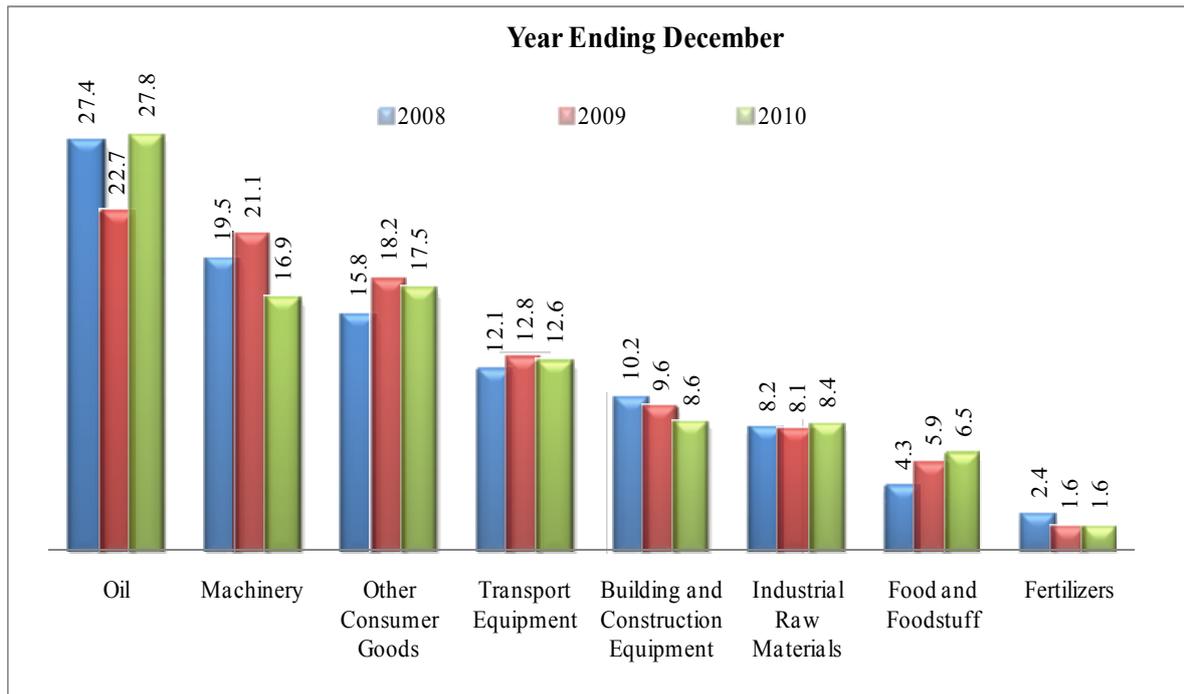
¹ It includes pharmaceutical products, paper products, plastic items, optical/photographic materials, textile apparels.

Source: Bank of Tanzania and Tanzania Revenue Authority

Chart 4.6 summarizes the contribution of import sub-categories to total imports for the last three years.

Chart 4.6: Composition of Goods Imports

Percent

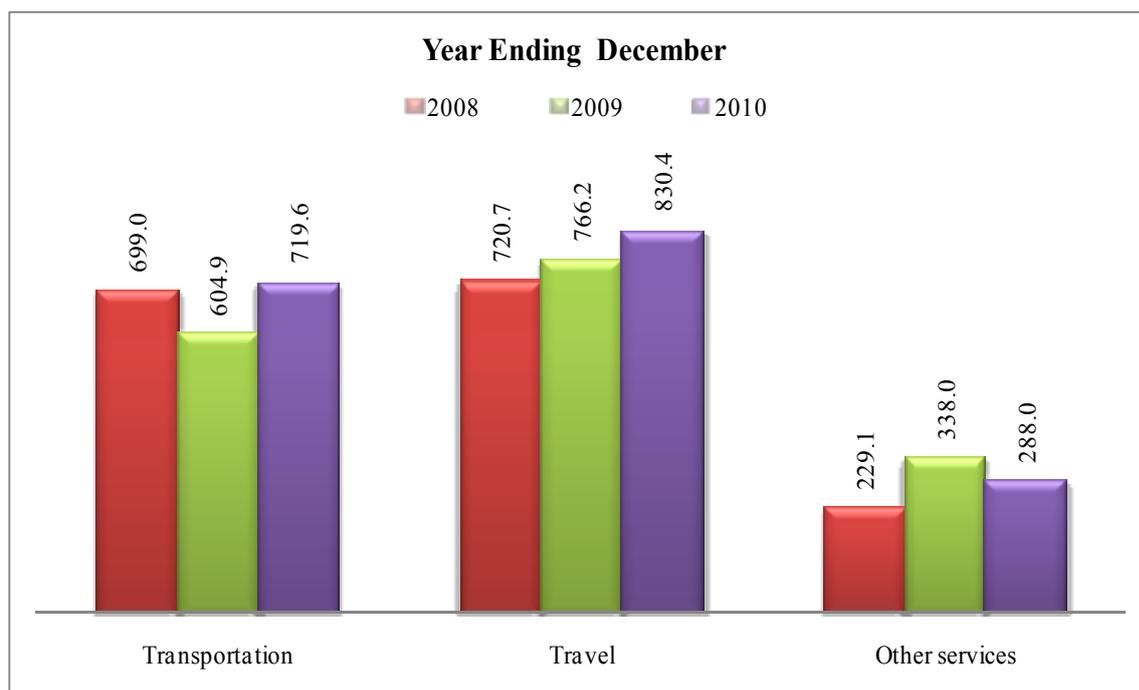


Source: Bank of Tanzania

In 2010, **services payment** amounted to USD 1,838.1 million being lower by 7.5 percent of the level recorded in 2009. **Chart 4.7** shows the performance of major services payment categories in the past four years.

Chart 4.7: Service Payments

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

World Commodity Prices

During 2010, most of the commodity prices increased with the exception of **sisal** (Table 4.3). While the rise in prices of **cotton** was largely attributable to strong demand for cotton in China, coupled with shortfall in production in Pakistan, India and the United States, the increase in the prices of **coffee** was mainly due to decline in coffee production in Brazil and Colombia following unfavourable weather condition. Likewise, the price of **cloves** rose modestly largely on account of tight global supply, following unfavourable weather condition in India, Madagascar and Sri Lanka coupled with strong demand for cloves.

The prices of **crude oil** (UK Brent, Dubai f.o.b) and **white petroleum products** recorded notable increases, following a decline in oil inventories in the United States. Similarly, the price of **gold** increased from USD 972.7 per troy ounce recorded in the previous year to USD 1,224.7 per troy ounce, mainly due to strong investment demand for gold.

Table 4.3: World Commodity Prices

Commodity	Units	2010			%	Year Ending December			%
		Oct	Nov	Dec		2008	2009	2010	
Robusta Coffee	USD per kg	1.88	2.03	2.07	1.97	2.32	1.65	1.74	5.55
Arabica Coffee	USD per kg	4.80	5.15	5.47	6.32	3.08	3.17	4.32	36.15
Tea (Average price)	USD per kg	3.04	3.03	3.05	0.73	2.42	2.72	2.90	6.34
Tea (Mombasa Auction)	USD per kg	2.49	2.52	2.69	6.83	2.22	2.52	2.56	1.64
Cotton, "A Index"	USD per kg	2.79	3.41	3.70	8.50	1.57	1.38	2.28	65.18
Cotton, "Memphis"	USD per kg	2.85	3.39	3.75	10.78	1.61	1.48	2.35	58.86
Sisal (UG)	USD per metric ton	1,150.00	1,190.00	1,190.00	0.00	1,169.00	1,059.25	948.33	-10.47
Cloves	USD per metric ton	4,950.00	4,950.00	5,325.00	7.58	4,411.46	3,965.88	4,813.96	21.38
Crude oil*	USD per barrel	81.72	84.53	90.01	6.48	96.99	61.76	79.04	27.99
Crude oil**	USD per barrel	80.34	83.7	89.07	6.42	93.78	62.42	78.06	25.05
White products***	USD per ton	698.37	718.10	797.46	11.05	916.97	553.65	691.68	24.93
Jet/Kerosine	USD per ton	741.81	761.84	808.4	6.11	987.06	552.78	707.36	27.97
Premium Gasoline	USD per ton	756.95	771.27	823.62	6.79	824.26	582.91	727.21	24.76
Heat Oil	USD per ton	596.36	621.18	760.37	22.41	939.60	525.26	640.47	21.93
Gold	USD per troy ounce	1,342.00	1,370.00	1,391.00	1.53	871.71	972.74	1,224.73	25.91

Note: *Average of U.K Brent, Dubai and West Texas Intl

** 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

National debt stock stood at USD 10,985.4 million at the end of December 2010, 1.1 percent higher than the amount recorded at the end of preceding month. The increase was mainly on account of exchange rates fluctuations. Out of the total debt stock, 79.0 percent was external debt and 21.0 percent was domestic debt.

External debt stock also increased by 1.1 percent to USD 8,675.5 million from the level recorded in November 2010. Out of the total external debt stock, 80.3 percent was disbursed outstanding debt and 19.7 percent was interest arrears.

The profile of disbursed outstanding debt by creditor category indicates that multilateral debt was USD 4,613.5 million, up from USD 4,585.6 million while bilateral debt increased marginally by 0.6 percent from the amount recorded at the end of previous month. Debt owed to commercial and export creditors stood at USD 858.8 million and USD 587.9 million respectively.

In terms of borrower category, central government was the largest borrower with disbursed outstanding debt amounting to USD 5,174.1 million, followed by private sector and public corporation whose debt amounted to USD 1,246.1 million and USD 549.6 million, respectively.

External debt service during the month amounted to USD 4.0 million, out of which principal repayment was USD 2.4 million and interest payment was USD 1.6 million. The payments were 8.0 percent of scheduled payment of USD 21.8 million during the month. Lower debt service payment was due to accumulation of arrears on non-serviced debts and inadequate information on debts serviced by private borrowers.

The **stock of domestic debt** decreased from TZS 3,400.3 billion at the end of November 2010 to TZS 3,395.2 billion at the end of December 2010, out of which government securities accounted for 99.8 percent of the domestic debt stock and the remaining portion was non-securitized debt (**Table 5.1**).

Table 5.1: Government Domestic Debt by Instruments

Item	Dec-09		Nov-10		Dec-10	
	Share (%)	Share (%)	Share (%)	Share (%)	Share (%)	Share (%)
Government Securities	2,504.6	99.7	3,392.0	99.8	3,386.9	99.8
Treasury Bills	282.00	11.2	754.8	22.2	669.40	19.72
Government Stocks	257.90	10.3	257.1	7.6	257.08	7.57
Government Bonds	1,964.60	78.2	2,380.1	70.0	2,460.40	72.47
Tax Certificates	0.06	0.0	0.1	0.0	0.06	0.00
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	2,512.8	100.0	3,400.3	100.0	3,395.2	100.0
Interest Arrears	0.1	0.0	0.0	0.0	0.0	0.0
Total Domestic Debt Stock	2,512.9	100.0	3,400.3	100.0	3,395.2	100.0

Source: Ministry of Finance and Economic Affairs and Bank of Tanzania

Domestic debt by holder category indicates that commercial banks are the leading investors in government debt holding 45.8 percent of domestic debt stock, up from 31.6 percent in corresponding period in 2009. The Bank of Tanzania holding of Government debt declined from 39.5 percent in December 2009 to 29.0 percent at the end of December 2010.

New domestic debt issued during the period amounted to TZS 85.6 billion, out of which, TZS 1.6 billion were Treasury bills, and TZS 84.0 billion were Government bonds. Domestic debt service amounted to TZS 130.8 billion. Out of domestic debt service, interest amounting

to TZS 47.1 billion was paid out of government revenue, while principal amounting to TZS 83.7 billion was rolled over.

6.0 Economic Developments in Zanzibar

Inflation Developments

Annual headline inflation accelerated to 6.0 percent in December 2010 from 4.9 percent recorded in the year ending November 2010, due to increase in both food and non-food inflation. Similarly, **month-to-month headline inflation rate** increased to 0.2 percent from negative 0.2 percent registered in November 2010 (**Table 6.1 and Chart 6.1**).

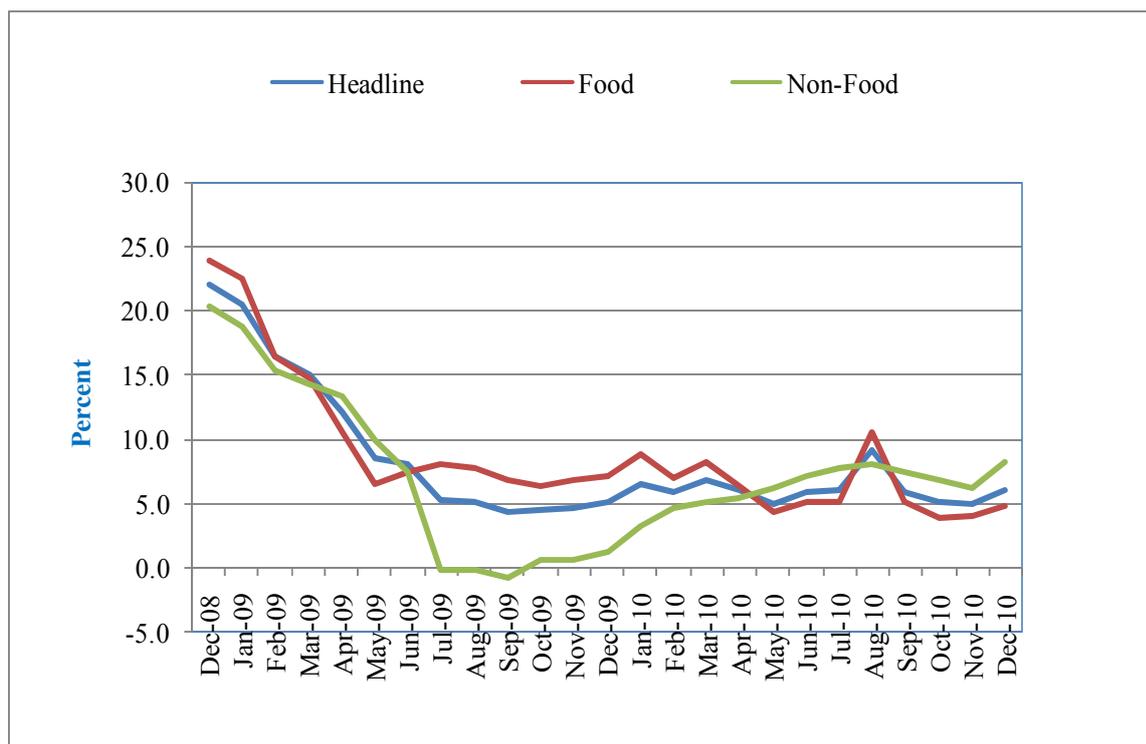
Table 6.1: Annual Percentage Change in Consumer Price Index (CPI)

Base: Dec.2005=100

Major Commodity Group	Weights (%)	2008			2009			2010		
		Oct	Nov	Dec	Oct	Nov	Dec	Oct	Nov	Dec
Headline/Overall	100	25.3	23.7	22.1	4.5	4.7	5.2	5.1	4.9	6.0
Food	57.4	28.3	25.5	23.9	6.4	6.8	8.6	3.9	4.0	4.8
Non-Food	42.6	22.2	22.1	20.3	0.7	0.6	-0.8	6.9	6.3	8.3
Alcoholic Beverages, Tobacco & Narcotics	0.6	16.0	16.4	19.2	17.2	21.5	7.1	21.5	16.9	32.5
Clothing & Footwear	6.2	8.7	10.2	10.4	4.9	4.7	4.1	6.5	6.7	7.2
Housing, Water, Electricity, Gas & Other Fuels	15.6	36.3	36.6	34.1	-1.8	-1.2	-1.6	4.9	4.0	5.6
Furnishing, Household Equipment & Routine	5.3	13.4	12.8	11.6	5.3	4.9	4.1	3.9	4.0	6.1
Health	2.1	15.4	16.4	16.2	6.5	6.1	5.4	17.8	16.9	17.8
Transport	3.4	24.9	23.2	22.7	-11.8	-11.4	-10.9	7.8	7.0	8.5
Communication	2.4	-0.8	-0.9	-1.6	0.0	0.0	0.0	0.0	0.0	1.6
Recreation & Culture	0.4	5.7	5.2	5.2	4.7	4.2	2.5	7.0	7.0	8.3
Education	1.1	7.8	8.7	8.7	4.5	3.6	3.6	12.6	12.6	12.6
Restaurants & Hotels	3.1	20.3	15.4	8.3	16.6	13.3	3.1	13.2	13.2	23.5
Miscellaneous Goods & Services	2.4	19.1	21.3	21.9	13.2	12.1	10.6	4.1	3.2	-3.5

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 increased to 4.8 percent in December 2010 from 4.0 percent recorded in November 2010, mainly on account of increase in prices of rice, wheat flour and sugar, following high food prices in the world market (**Chart 6.1**). Similarly, **month-to-month food inflation** rose to 0.4 percent from negative 0.4 in November 2010, mainly on account of increase in the prices of rice, wheat flour, and sugar.

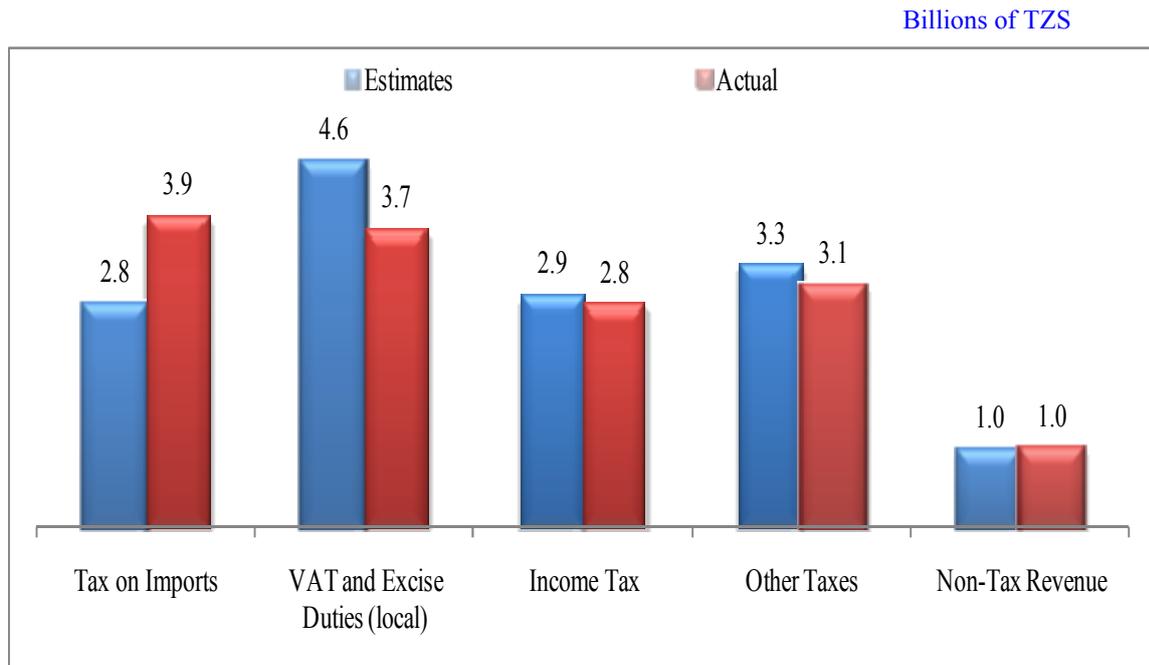
Annual non-food inflation increased to 8.3 percent in December 2010, from 6.3 percent registered in November 2010, mainly associated with the increase in prices of petroleum products. However, **month-to-month non-food inflation rate** remained at 0.1 percent as recorded in November 2010.

Fiscal Performance

During December 2010, government budgetary operations on cheques issued basis registered a surplus of TZS 3.3 billion after grants. The surplus after adjustment to cash was TZS 0.9 billion. Total resources amounted to TZS 23.7 billion, below the target of TZS 24.5 billion. Domestic sources contributed 61.2 percent, and the balance was grants. Total expenditure amounted to TZS 20.3 billion, below the estimate by 18.8 percent.

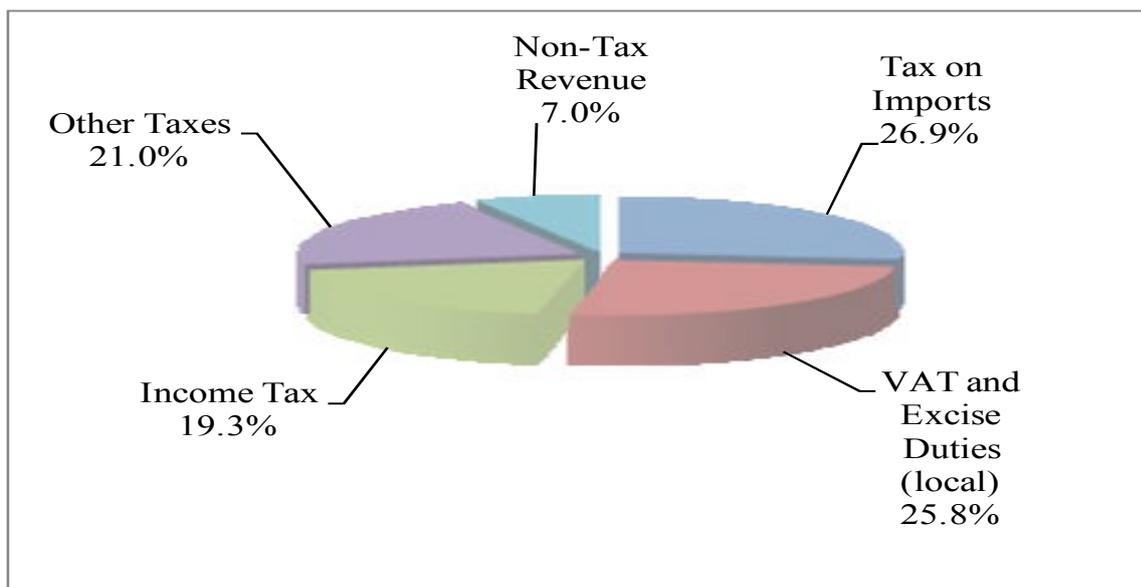
Total revenue collections during December 2010, amounted to TZS 14.5 billion, almost in line with a target of TZS 14.6 billion. Tax collections amounted to TZS 13.5 billion, while non-tax revenue was TZS 1.0 billion. Performance of different tax categories is shown in **Chart 6.2 and Chart 6.3**.

Chart 6.2: Government Revenue by Sources – December 2010



Source: Ministry of Finance and Economic Affairs, Zanzibar

Chart 6.3: Government Revenue by Sources, Percentage Share to Total Revenue – December 2010



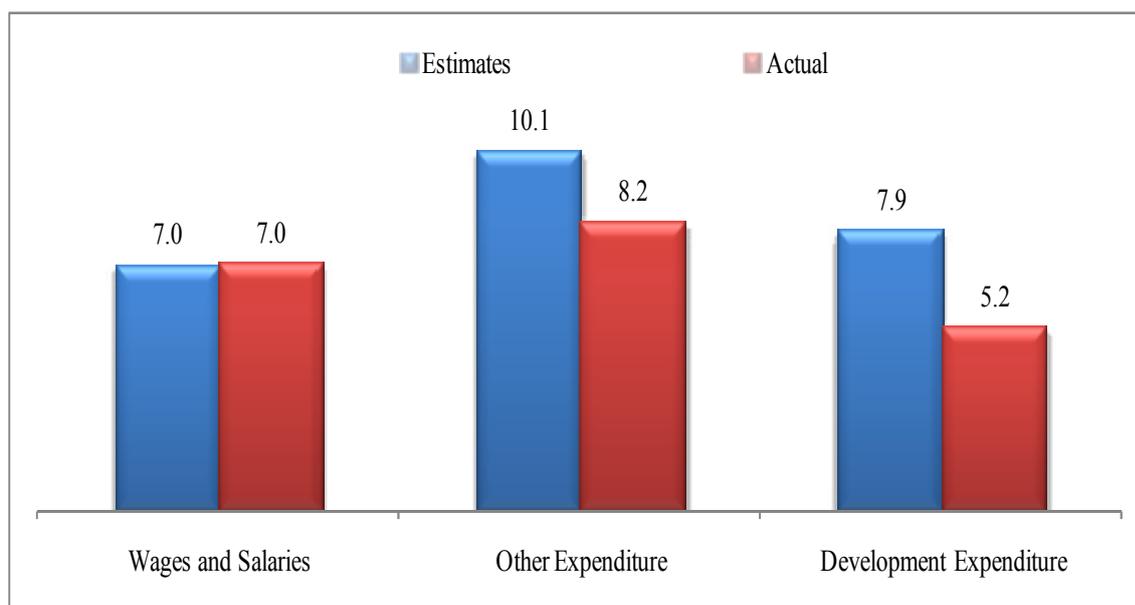
Source: Ministry of Finance and Economic Affairs, Zanzibar

Cumulatively, **revenue collections** during the first half of 2010/11 amounted to TZS 83.2 billion, below the target by 2.1 percent, but higher than TZS 72.2 billion collected in the corresponding period in 2009/10. The underperformance compared to the target was mainly attributed to a decrease in collections from VAT & excise duties and other taxes.

Total **government expenditure** during December 2010, amounted to TZS 20.3 billion, below the estimate of TZS 25.0 billion, mainly on account of lower than estimated disbursement of donor funds for development projects. Total recurrent expenditure amounted to TZS 15.2 billion, below the estimate of TZS 17.1 billion.

Recurrent expenditure by category indicated that, wages and salaries amounted to TZS 7.0 billion, in line with the estimate, while expenditure on other charges amounted to TZS 8.2 billion, below the estimate by TZS 1.9 billion. **Chart 6.4** depicts government expenditure by components.

Chart 6.4: Government Expenditure by Components– December 2010



Source: Ministry of Finance and Economic Affairs, Zanzibar

Total development expenditure during December 2010, amounted to TZS 5.2 billion, below the estimate by TZS 2.7 billion. Government contributions was TZS 3.7 billion, compared to estimate of TZS 4.0 billion, while foreign funded development expenditure amounted to TZS 1.4 billion, below the estimate of TZS 3.9 billion.

Cumulatively from July to December 2010, total government expenditure amounted to TZS 168.3 billion, above the estimate by 5.5 percent, on account of higher than envisaged foreign inflows that were used to finance development projects. The expenditure level was also higher than TZS 131.0 billion spent during the corresponding period in 2009/10.

External Sector Performance

Current Account

In 2010, **current account** recorded a deficit of USD 2.3 million, compared with a surplus of USD 26.5 million posted during 2009. This outturn was driven by a decline in current transfers, merchandise exports, and an increase in merchandise imports (**Table 6.2**).

Table 6.2: Zanzibar Current Account Balance

Item	Millions of USD							
	2009	2010			Year Ending December		% Change	
	Dec	Oct	Nov	Dec	2009	2010p	Monthly	Annual
Goods Account (net)	-7.1	-6.2	-6.6	-6.0	-65.7	-86.0	-9.1	30.9
Exports	1.6	1.8	0.4	0.6	28.6	17.2	50.0	-39.9
Imports (fob)	8.8	8.1	7.0	6.6	86.4	103.2	-5.7	19.4
Services Account (net)	2.1	3.3	2.2	3.4	25.2	44.6	54.5	77.0
Receipts	8.3	8.4	7.4	7.7	99.0	102.9	4.1	3.9
Payments	6.2	5.1	5.2	4.3	73.8	58.4	-17.3	-20.9
Goods and Services (net)	-5.1	-2.9	-4.4	-2.6	-32.6	-41.4	-40.9	27.0
Exports of Goods and Services	9.9	10.2	7.8	8.3	127.6	120.1	6.4	-5.9
Imports of Goods and Services	14.9	13.1	12.2	10.9	160.2	161.5	-10.7	0.8
Income Account (net)	-0.6	-0.1	-0.4	-0.2	-6.9	-1.5	-50.0	-78.3
Receipts	0.0	0.1	0.0	0.0	0.4	1.0	0.0	150.0
Payments	0.6	0.2	0.4	0.2	7.3	2.5	-50.0	-65.8
Current Transfers (net)	5.0	9.1	0.9	6.3	66.0	40.6	600.0	-38.5
Inflows	5.0	9.1	0.9	6.3	66.0	40.6	600.0	-38.5
Outflows	0.0	0.0	0.0	0.0	0.0	0.0	0.0	
Current Account Balance	-0.7	6.1	-3.9	3.5	26.5	-2.3	189.7	-108.7

Source: Bank of Tanzania (Zanzibar Branch), TRA

Exports Performance

In 2010, **exports of goods and services** amounted to USD 120.1 million, below USD 127.6 million posted in 2009. This outturn was mainly on account of decline in clove and manufactured goods exports. Clove exports amounted to USD 7.5 million, down from USD 14.6 million, while manufactured goods exports declined to USD 3.4 million from USD 5.0 million (**Table 6.3**).

Table 6.3: Zanzibar Exports by Major Categories

Item	Units	2009 Dec	2010p			Year Ending December		% Change	
			Oct	Nov	Dec	2009	2010p	Monthly	Annual
Traditional									
Cloves									
Value	Millions	0.5	0.5	0.0	0.0	14.6	7.5		-48.6
Volume	000 Tons	0.1	0.2	0.0	0.0	4.2	2.1		-50.0
Unit Price	USD/Ton	3,599.2	3,600.0	0.0	3,600.0	3,487.4	3,585.1		2.8
Non-Traditional									
Seaweeds									
Value	Millions	0.2	0.3	0.2	0.2	2.7	2.7	0.0	0.0
Volume	000 Tons	0.9	1.0	0.9	0.6	10.4	10.7	-33.3	2.9
Unit Price	USD/Ton	260.3	301.4	222.2	259.4	257.7	253.9	16.7	-1.5
Manufactured Goods	Millions	0.4	0.5	0.1	0.2	5.0	3.4	100.0	-32.0
Fish and Marine Products	Millions	0.0	0.1	0.0	0.0	0.3	0.3	0.0	0.0
Others Exports	Millions	0.5	0.4	0.1	0.2	5.9	3.2	100.0	-45.8
Sub Total	Millions	1.2	1.3	0.4	0.6	13.9	9.7	50.0	-27.1
Grand Total	Millions	1.6	1.8	0.4	0.6	28.6	17.2	50.0	-39.9

Note: P = provisional

Source: Bank of Tanzania (Zanzibar Branch), TRA

Imports Performance

In 2010, **imports of goods and services** amounted to USD 161.5 million, slightly above USD 160.2 million registered in 2009. While total imports changed slightly, developments in its components were mixed. Oil imports increased to USD 43.8 million from USD 26.6 million, and accounted for 38.6 percent of merchandise imports. Capital goods increased from USD 39.5 million in 2009 to USD 44.8 million, while import of food and foods stuffs declined to USD 7.2 million from USD 8.1 million (**Table 6.4**).

Table 6.4: Zanzibar Imports by Major Categories

Import Category	2009 Dec	2010p			Year Ending December		%Change	
		Oct	Nov	Dec	2009	2010p	Monthly	Annual
Capital Goods	3.3	1.6	3.1	3.1	39.5	44.8	0.0	13.4
Transport Equipment	1.7	0.7	1.5	1.6	20.1	17.4	6.7	-13.4
Building and Constructions	0.6	0.4	0.7	0.6	7.8	8.5	-14.3	9.0
Machinery	1.0	0.5	0.9	0.9	11.6	19.0	0.0	63.8
Intermediate Goods	4.5	6.4	2.5	2.6	33.6	47.9	4.0	42.6
Oil imports	4.0	6.0	2.0	2.1	26.6	43.8	5.0	64.7
Industrial raw materials	0.6	0.4	0.5	0.5	7.0	4.1	0.0	-41.4
Consumer Goods	1.8	0.9	2.1	1.6	21.9	20.6	-23.8	-5.9
Food and food stuffs	0.7	0.4	0.6	0.4	8.1	7.2	-33.3	-11.1
All other consumer goods	1.1	0.5	1.5	1.1	13.8	13.4	-26.7	-2.9
Grand Total (c.i.f)	9.6	8.9	7.7	7.2	94.9	113.4	-6.5	19.5
Grand Total (f.o.b)	8.8	8.1	7.0	6.6	86.4	103.2	-5.7	19.4

Note: P = provisional

Source: Bank of Tanzania (Zanzibar Branch), TRA

During 2010, **services account** recorded a surplus of USD 44.6 million from USD 25.2 million recorded in 2009. Total foreign receipts amounted to USD 102.9 million, compared with USD 99.0 million, while foreign payments declined to USD 58.4 million compared with USD 73.8 million.

STATISTICAL TABLES

Table A1: Selected Economic Indicators (Annual)

Item	Unit	2003	2004	2005	2006	2007	2008 ^f	2009 ^p
1. National Accounts and Prices								
1.1 Change in GDP at Market Prices--Current Prices	Percent	15.9	15.4	14.3	12.4	16.8	18.3	13.8
1.2 Change in GDP at Market Prices--Constant 2001 Prices	Percent	6.9	7.8	7.4	6.7	7.1	7.4	6.0
1.3 GDP Per Capita--Current Prices ¹	TZS	354,007.7	395,795.8	441,152.1	478,051.4	546,955.7	630,577.1	693,185.4
1.4 GDP Per Capita--Current Prices ¹	USD	340.9	363.3	390.6	381.7	439.5	527.1	525.0
1.5 Change in Consumer Price Index (Inflation)	Percent	3.5	4.2	4.4	7.3	7.0	10.3	12.1
1.6 Saving to GNDI Ratio ²	Percent	9.6	10.4	8.7	8.5	7.1	12.5	
2. Money Credit and Interest Rates*								
2.1 Change in Extended Broad Money Supply (M3)	Percent	18.0	13.5	38.2	22.0	20.5	19.8	18.4
2.2 Change in Broad Money supply (M2)	Percent	17.8	19.8	36.9	13.7	27.2	24.4	20.8
2.3 Change in Narrow Money Supply (M1)	Percent	17.7	22.7	33.7	9.8	29.1	21.9	13.7
2.4 Change in Reserve Money	Percent	18.3	21.1	27.7	16.8	24.9	21.1	32.2
2.5 Total Credit to GDP Ratio ¹	Percent	7.3	7.4	10.5	11.7	13.5	17.1	18.0
2.6 Private Sector Credit to GDP Ratio ¹	Percent	8.2	9.4	8.9	11.3	15.0	18.4	17.7
2.7 Ratio of Private Credit to Total Credit	Percent	112.3	126.2	84.6	96.3	111.3	107.9	98.5
2.8 Average Deposit Rate (12-Month) ³	Percent	5.3	5.7	6.2	8.3	9.3	8.9	8.9
2.9 Weighted Average Treasury Bill Rate	Percent	7.7	9.6	14.8	15.0	11.4	11.0	6.9
2.10 Average Long-Term Lending Rate ³	Percent	12.2	12.7	13.4	14.9	16.1	16.4	15.1
3. Balance of Payments								
3.1 Exports of goods (f.o.b)	Mill. USD	1,220.9	1,481.6	1,679.1	1,917.6	2,226.6	3,036.0	3,096.3
3.2 Imports of goods (f.o.b)	Mill. USD	-1,933.5	-2,482.8	-2,997.6	-3,864.1	-4,860.6	-6,483.4	-5,775.7
3.3 Trade Balance	Mill. USD	-712.6	-1,001.2	-1,318.5	-1,946.5	-2,634.1	-3,447.4	-2,679.4
3.4 Balance on Current Account	Mill. USD	-118.1	-365.9	-862.8	-1,143.2	-1,580.3	-2,535.8	-1,745.8
3.5 Overall Balance	Mill. USD	389.1	284.0	-227.8	460.7	412.6	148.0	365.0
3.7 Gross Official Reserves	Mill. USD	2,037.8	2,307.7	2,049.5	2,136.9	2,724.3	2,872.6	3,551.3
3.8 Reserves Months of Imports (of goods and services)	Months	7.1	6.6	4.5	4.6	4.8	4.5	5.6
3.9 Exchange Rate:								
3.9.1 Annual Average	TZS/USD	1,038.9	1,089.1	1,129.2	1,253.9	1,239.5	1,196.8	1,320.3
3.9.2 End of Period	TZS/USD	1,063.6	1,043.0	1,165.5	1,261.6	1,132.1	1,280.3	1,313.3
4. Population (TZ Mainland)								
	Million	34.2	35.3	36.2	37.5	38.3	39.3	40.7
5. Public Finance								
		2003/04	2004/05	2005/06	2006/07	2007/08^f	2008/09^f	2009/10^p
5.1 Current Revenue to GDP Ratio ¹	Percent	12.1	11.8	12.5	14.1	15.9	16.2	15.3
5.2 Grants to GDP Ratio ¹	Percent	3.7	4.8	5.9	4.9	5.0	4.4	4.6
5.2 Current Expenditure to GDP Ratio ¹	Percent	12.9	14.0	15.7	16.1	14.9	17.7	18.3
5.3 Development Expenditure to GDP Ratio ¹	Percent	3.6	7.2	7.9	6.9	7.9	7.7	8.6
5.4 Deficit to GDP Ratio (excluding grants) ¹	Percent	-4.4	-9.3	-10.3	-8.9	-7.4	-9.2	-11.5
5.5 Deficit to GDP Ratio (including grants) ¹	Percent	-0.6	-4.5	-4.4	-4.0	-2.4	-4.8	-6.5
6. Total External Debt Stock								
	Mill. USD	7,857.0	8,134.8	8,229.5	4,660.8	5,846.4	6,999.4	7,846.7
Disbursed Debt	Mill. USD	6,678.3	6,799.5	6,971.1	3,442.3	4,483.1	5,483.0	6,207.0
Interest	Mill. USD	1,178.7	1,335.3	1,258.3	1,218.6	1,363.3	1,516.3	1,639.7
Total External Debt as % of GDP	Percent	64.2	60.2	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									
		July	August	September	October	November	December	July to December		December	
		Actual	Actual	Actual	Actual	Actual	Actual	Estimates	Actual	Estimates	Actual
Total Revenue (including LGAs) /1	6,176,172.0	352,598.6	400,607.1	502,511.0	1,665,057.0	428,775.6	607,887.5	3,079,102.4	2,778,937.4	666,238.3	607,887.5
Total Revenue	6,003,590.0	352,598.6	400,607.1	502,511.0	1,665,057.0	428,775.6	594,023.5	2,992,811.4	2,707,028.4	651,856.5	594,023.5
Tax Revenue	5,638,593.4	333,739.6	379,863.8	479,453.0	1,581,421.4	406,061.9	564,078.4	2,792,178.2	2,549,858.8	622,987.4	564,078.4
Taxes on Imports	2,101,289.3	132,907.2	163,543.2	154,273.6	605,629.1	174,831.5	176,365.4	1,045,052.9	948,695.1	201,492.7	176,365.4
Sales/VAT and Excise on Local Goods	1,266,435.8	77,512.3	85,620.5	97,194.6	353,131.0	87,851.5	94,841.0	632,483.5	535,394.2	126,430.7	94,841.0
Drawings from EPA	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Income Taxes	1,649,956.3	89,956.9	90,431.9	179,112.7	452,592.5	93,132.3	237,478.5	857,050.7	783,203.2	249,014.7	237,478.5
Other taxes	620,911.9	33,363.2	40,268.2	48,872.1	170,068.8	50,246.6	55,393.6	257,591.0	282,566.3	46,049.3	55,393.6
Non-tax Revenue	364,996.6	18,859.0	20,743.3	23,058.0	83,635.6	22,713.7	29,945.1	200,633.2	157,169.6	28,869.1	29,945.1
LGA Own Sources	172,582.0	0.0	0.0	0.0	0.0	0.0	13,864.0	86,291.0	71,909.0	14,381.8	13,864.0
Total Expenditure /2	10,769,611.7	421,540.5	632,814.4	917,915.2	2,756,033.3	753,316.0	1,008,379.2	4,976,530.4	4,553,360.8	898,847.6	1,008,379.2
Recurrent expenditure	6,950,560.6	318,958.4	487,587.8	697,677.7	1,972,975.5	605,067.1	745,242.5	3,337,394.0	3,323,285.0	617,938.6	745,242.5
Roadtoll fund								0.0		0.0	
Retention fund	134,225.0	5,955.7	4,079.3	13,554.0	30,776.9	6,851.8	7,712.3	39,182.9	46,734.2	11,058.6	7,712.3
Wages and salaries	2,205,429.7	184,325.8	195,625.4	195,625.4	772,166.7	196,590.1	195,159.9	1,142,778.4	1,163,916.7	182,141.4	195,159.9
Interest payments	364,469.6	6,420.0	17,603.1	22,115.3	85,136.9	18,477.3	39,026.6	137,969.1	142,640.8	36,264.1	39,026.6
Domestic	235,027.6	4,258.7	16,429.5	14,173.2	58,252.9	13,669.7	35,732.2	104,639.0	107,654.8	33,029.4	35,732.2
Foreign	129,442.0	2,161.3	1,173.6	7,942.0	26,884.0	4,807.5	3,294.5	33,330.1	34,986.0	3,234.7	3,294.5
Other goods, services and transfers	4,246,436.2	122,256.9	270,279.9	466,383.0	1,084,895.0	383,147.9	503,343.6	2,017,463.5	1,969,993.3	388,474.5	503,343.6
Dev. Expenditure and net lending	3,819,051.1	102,582.1	145,226.7	220,237.5	783,057.8	148,248.9	263,136.7	1,639,136.4	1,230,075.7	280,909.0	263,136.7
Local	1,366,143.3	60,335.8	43,989.2	43,989.2	197,734.2	44,430.0	64,000.0	412,682.5	306,164.2	76,500.0	64,000.0
Foreign	2,452,907.8	42,246.3	101,237.5	176,248.3	585,323.6	103,818.9	199,136.7	1,226,453.9	923,911.5	204,409.0	199,136.7
Balance before Grants	-4,593,439.7	-68,941.9	-232,207.3	-415,404.2	-1,090,976.3	-324,540.4	-400,491.7	-1,897,428.0	-1,774,423.3	-232,609.3	-400,491.7
Grants	2,020,907.1	101,570.0	72,804.5	37,929.4	606,447.4	21,051.6	312,134.7	1,326,357.6	972,128.0	344,063.0	312,134.7
Program (CIS/OGL)	631,808.1	67,586.5	45,147.6	0.0	390,057.2	20,390.8	244,588.0	631,808.1	653,504.0	228,304.8	244,588.0
Project	898,779.4	2,002.5	530.5	5,217.0	8,165.5	660.8	27,092.0	449,389.7	49,464.3	16,669.1	27,092.0
Basket funds	221,569.5	31,981.0	14,416.6	27,542.4	181,960.5	0.0	40,454.7	110,784.7	242,895.4	18,464.1	40,454.7
MDRI/MCA(T)	268,750.1	0.0	12,709.7	5,170.0	26,264.3	0.0	0.0	134,375.0	26,264.3	80,625.0	0.0
Balance (cheq.issued) after Grants	-2,572,532.6	32,628.1	-159,402.9	-377,474.8	-484,528.9	-303,488.8	-88,357.0	-571,070.4	-802,295.3	111,453.8	-88,357.0
Expenditure float	0.0	-369,695.8	-369,695.8	-7,388.4	-475,522.5	-2,698.4	-1,906.1	0.0	-480,127.0	0.0	-1,906.1
Adjustments to cash and other items (net)	0.0	-15,299.8	332,261.9	210,206.2	148,492.3	20,405.2	280,558.5	0.0	413,334.3	0.0	280,558.5
Overall Balance (cheques cleared)	-2,572,532.6	-352,367.5	-196,836.8	-174,657.1	-811,559.1	-285,781.9	190,295.4	-571,070.4	-869,087.9	111,453.8	190,295.4
Financing:	2,572,532.6	352,367.5	196,836.8	174,657.1	811,559.1	246,218.2	-190,295.4	571,070.4	869,087.9	-111,453.8	-190,295.4
Foreign Financing (net)	1,942,532.8	8,215.5	70,358.9	138,318.9	361,083.3	270,746.5	126,853.9	666,769.5	760,289.7	241,744.2	126,853.9
Loans	1,728,639.9	8,262.8	73,580.6	90,980.9	295,897.9	237,400.7	56,055.7	563,966.0	579,672.3	227,470.0	56,055.7
Program loans	189,837.3	0.0	0.0	0.0	0.0	173,806.3	0.0	160,170.9	173,806.3	160,170.9	0.0
Development Project loans	1,538,802.6	8,262.8	73,580.6	90,980.9	295,897.9	63,594.4	56,055.7	403,795.1	405,866.0	67,299.2	56,055.7
Basket Support	256,218.6	0.0	0.0	47,338.0	73,035.4	39,563.7	75,534.3	128,109.3	199,421.5	21,351.5	75,534.3
Amortization	-42,325.7	-47.3	-3,221.7	0.0	-7,850.0	-6,217.9	-4,736.2	-25,305.8	-18,804.1	-7,077.4	-4,736.2
Domestic (net) /3	629,999.8	344,152.0	126,477.8	36,338.2	450,475.8	-24,528.3	-317,149.3	-95,699.1	108,798.2	-353,197.9	-317,149.3
Bank & Non Bank Financing (NDF)	599,999.8	344,152.0	126,477.8	36,338.2	450,475.8	-24,528.3	-317,149.3	-95,699.1	108,798.2	-353,197.9	-317,149.3
Bank borrowing	599,999.8	388,122.3	82,253.5	89,977.7	496,595.1	-30,264.9	-372,489.9	-95,699.1	93,840.3	-353,197.9	-372,489.9
Non-Bank (net of amortization)	0.0	-43,970.3	44,224.3	-53,639.6	-46,119.3	5,736.6	55,340.7	0.0	14,958.0	0.0	55,340.7
Borrowing/Roll over	797,620.0	28,364.6	33,527.4	102,222.4	248,714.4	92,276.2	83,698.1	512,136.2	424,688.7	171,145.7	83,698.1
Domestic & Contingent debt Amortization	-797,620.0	-28,364.6	-33,527.4	-102,222.4	-248,714.4	-92,276.2	-83,698.1	-512,136.2	-424,688.7	-171,145.7	-83,698.1
Privatization Proceeds	30,000.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0

Memorandum Items

Total Expenditure including Float 791,236.3 1.0

GDP (In Million TZS) 34,749,781.0

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	Prov.																	
	Jul-09	Aug-09	Sep-09	Oct-09	Nov-09	Dec-09	Jan-10	Feb-10	Mar-10	Apr-10	May-10	Jun-10	Jul-10	Aug-10	Sep-10	Oct-10	Nov-10	Dec-10
Net foreign assets	4,637.7	4,717.4	4,864.2	4,914.7	5,040.5	4,938.0	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
Bank of Tanzania	3,792.4	3,843.1	3,897.1	3,857.5	3,896.0	3,843.4	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
Other Depository Corporations	845.3	874.4	967.1	1,057.2	1,144.4	1,094.5	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
Net domestic assets	3,623.5	3,633.4	3,611.9	3,649.4	3,691.9	3,893.8	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
Domestic claims	4,660.6	4,797.9	4,744.4	4,930.6	5,089.3	5,068.0	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
Claims on central government (net)	-32.4	25.8	-80.0	94.7	155.0	75.8	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
Claims on central government	2,389.4	2,668.0	2,656.7	2,757.9	2,803.0	2,762.5	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
Liabilities to central government	2,421.8	2,642.2	2,736.7	2,663.3	2,648.0	2,686.7	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
Claims on non-government sector	4,693.0	4,772.1	4,824.4	4,836.0	4,934.3	4,992.2	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
Broad money liabilities	8,261.2	8,350.9	8,476.2	8,564.2	8,732.3	8,831.8	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
Currency outside depository corporations	1,494.1	1,543.7	1,519.4	1,539.0	1,553.6	1,567.3	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
Transferable deposits	3,110.9	3,156.4	3,328.6	3,286.1	3,366.2	3,340.0	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
Other deposits	3,656.2	3,650.8	3,628.2	3,739.0	3,812.6	3,924.5	3,944.8	4,060.9	4,061.8	4,103.7	4,136.0	4,173.3	4,330.6	4,472.5	4,456.9	4,527.7	4,612.9	4,715.5
Other items (net)	-1,037.0	-1,164.5	-1,132.5	-1,281.2	-1,397.4	-1,174.2	-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
Memorandum items:																		
Monetary Aggregates																		
Reserve money (M0)	2,874.6	2,887.3	2,890.7	2,861.5	2,895.5	3,010.0	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
Extended broad money (M3)	8,261.2	8,350.9	8,476.2	8,564.2	8,732.3	8,831.8	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
Deposits in foreign currency	2,155.8	2,141.7	2,162.7	2,145.8	2,142.7	2,227.8	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
(FCD) in millions of USD	1,641.5	1,645.1	1,660.1	1,641.1	1,629.7	1,696.3	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
Broad money (M2)	6,105.4	6,209.1	6,313.5	6,418.4	6,589.7	6,604.0	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
Other deposits in national currency (i.e. savings and time deposits)	2,763.4	2,775.0	2,734.7	2,886.4	2,933.1	3,012.6	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
Narrow money (M1)	3,342.0	3,434.1	3,578.8	3,532.0	3,656.6	3,591.4	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
Currency in circulation	1,494.1	1,543.7	1,519.4	1,539.0	1,553.6	1,567.3	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
Transferable deposits in national currency	1,847.9	1,890.5	2,059.4	1,993.0	2,103.0	2,024.0	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

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

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Source: Bank of Tanzania; and Fund's staff calculations

Table A4 : Interest Rate Structure

Item	2009 ^P				2010 ^P								Percent			
	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec
A: Domestic Currency																
1. Interbank Cash Market Rates																
Overnight	1.04	1.21	1.19	1.46	1.67	1.66	0.98	0.86	0.67	0.86	0.82	0.93	1.68	2.27	2.87	5.19
2 to 7 days	1.28	1.55	1.81	1.64	1.96	2.22	1.55	0.99	1.14	1.04	1.16	1.13	1.44	2.35	2.77	5.9
8 to 14 days	1.55	1.41	1.67	1.72	2.08	2.50	1.76	1.27	1.01	0.93	1.47	0.95	1.52	2.86	2.86	2.86
15 to 30 days	2.28	3.28	3.28	3.25	3.51	4.00	1.61	1.61	1.10	1.44	1.22	1.10	3.00	3.00	2.75	2.75
31 to 60 days	2.69	3.04	3.91	3.43	3.43	4.00	4.00	4.00	4.00	4.00	2.00	2.00	2.00	2.00	2.00	2.00
61 to 90 days	12.15	12.15	5.00	5.00	5.00	7.30	3.37	3.37	3.37	3.37	3.37	3.37	3.37	3.37	3.37	3.37
91 to 180 days	3.68	4.00	4.00	4.00	4.00	4.00	4.00	4.00	3.70	3.70	3.70	4.00	4.00	4.00	4.00	4.00
181 and above	6.47	9.00	5.47	5.47	5.47	5.47	5.47	4.85	4.00	8.50	4.50	7.30	7.30	7.30	7.30	7.30
Overall Interbank cash market rate	1.34	1.63	1.62	1.57	1.80	1.89	1.29	0.92	0.87	0.97	0.92	1.09	1.65	2.29	2.86	5.26
2. Lombard Rate	2.48	3.61	4.00	4.55	5.48	4.91	2.38	1.51	1.07	0.78	0.93	1.16	1.94	2.20	3.45	6.23
3. REPO Rate	1.12	1.32	1.28	1.26	1.22	1.22	1.06	0.79	0.65	0.54	0.58	0.58	0.90	1.53	1.78	3.20
4. Treasury Bills Rates																
35 days	2.07	3.01	3.33	3.80	4.57	4.09	1.99	1.26	0.89	0.65	0.78	0.97	1.62	1.84	1.46	1.33
91 days	2.97	3.38	5.29	6.06	6.35	5.57	3.25	1.77	2.16	2.89	3.22	2.71	3.89	4.76	4.61	5.24
182 days	4.84	4.90	5.28	6.59	7.20	6.33	4.45	2.58	2.26	2.59	3.91	3.91	4.77	5.67	5.62	6.20
364 days	7.79	8.22	8.60	8.83	9.06	8.24	6.32	4.86	4.96	6.08	6.26	5.98	6.96	7.85	7.48	7.67
Overall Treasury bills rate	4.52	5.17	6.36	6.91	7.20	6.32	4.15	2.70	2.68	3.33	3.89	3.86	5.06	5.68	5.85	6.32
5. Treasury Bonds Rates																
2-years	11.51	10.89	10.89	10.89	10.89	9.40	9.40	9.40	9.40	8.79	8.88	8.88	9.82	9.82	9.67	10.4
5-years	13.45	13.45	13.45	13.45	13.77	13.77	13.77	13.77	9.52	9.52	9.52	9.70	9.70	10.44	10.44	11.6
7-years	14.14	14.14	14.15	14.15	14.15	14.15	12.11	12.11	10.38	10.38	10.38	10.85	10.85	11.88	11.88	11.88
10-years	16.95	16.95	16.95	16.73	16.73	16.73	11.99	11.99	11.68	11.68	11.68	13.00	13.00	13.59	13.59	13.59
6. Discount Rate	4.40	3.70	3.70	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. Savings Deposit Rate	2.66	2.65	2.67	2.83	2.84	2.89	2.88	2.83	2.82	2.82	2.64	2.58	2.57	2.56	2.51	2.41
8. Overall Time Deposits Rate	6.73	6.41	6.52	6.36	6.12	5.82	6.11	5.96	5.65	5.88	5.42	5.55	6.03	6.11	5.55	5.11
Call Accounts	1.13	0.96	0.99	0.74	0.81	0.84	0.66	0.85	1.01	0.87	0.78	0.80	0.99	1.17	0.76	0.95
1 month	6.09	5.70	5.76	5.10	5.14	5.02	5.40	5.45	5.31	4.58	5.60	6.05	5.53	6.5	5.91	5.48
2 months	7.80	7.48	7.31	6.99	7.21	7.79	7.72	7.47	7.38	6.81	6.86	7.19	7.67	7.63	7.41	6.66
3 months	8.17	7.45	7.34	6.67	7.54	7.00	7.24	6.52	6.09	6.33	5.89	7.01	6.76	6.21	6	6.13
6 months	8.31	7.91	8.11	8.50	7.76	7.71	7.50	7.67	7.47	7.62	7.49	7.84	7.64	7.38	6.96	7.11
12 months	8.83	8.83	8.76	8.99	9.06	8.84	8.78	8.67	7.53	8.43	7.86	7.13	7.15	7.26	6.14	7.09
24 months	6.80	6.52	7.40	7.56	5.33	3.51	5.44	5.12	4.75	6.53	3.49	2.81	6.49	6.62	5.69	2.37
9. Negotiated Deposit Rate	10.60	10.11	9.85	9.94	7.44	7.16	9.41	9.63	9.47	9.57	8.76	8.58	9.33	9.60	8.76	8.45
10. Overall Lending rate	14.90	14.75	14.74	14.38	14.39	14.86	14.83	14.59	14.53	14.71	14.39	14.41	14.34	14.49	12.84	13.45
Call Loans	23.25	24.25	25.25	26.25	27.25	28.25	29.25	30.25	31.25	32.25	33.25	34.25	35.25	35.25	36.25	36.25
Short-term (up to 1 year)	13.98	13.92	14.00	13.96	13.76	14.74	14.62	13.88	14.02	13.92	14.14	14.42	13.44	14.22	12.31	12.4
Medium-term (1-2 years)	15.27	15.11	15.37	15.01	15.06	15.12	15.11	15.44	15.64	15.41	15.55	15.38	15.38	15.46	14.22	15.90
Medium-term (2-3 years)	14.69	14.66	15.02	14.74	14.42	14.44	14.51	14.41	14.30	14.80	14.15	14.20	14.36	14.36	12.53	12.52
Long-term (3-5 years)	14.91	14.78	14.67	14.52	14.79	14.99	14.97	14.75	14.77	14.73	14.27	14.04	14.24	14.55	12.13	12.48
Term Loans (over 5 years)	15.62	15.31	14.63	13.67	13.91	15.01	14.94	14.47	13.92	14.69	13.85	14.00	14.26	13.85	13.00	14.00
11. Negotiated Lending Rate	13.81	13.51	13.38	13.18	13.68	13.79	13.71	13.97	13.80	14.13	13.84	14.00	13.80	13.71	13.65	11.88
B: Foreign Currency																
Deposits Rates																
Call Accounts																
Savings Deposits Rate	1.46	1.46	1.38	1.46	1.46	1.32	1.43	1.48	1.52	1.49	1.51	1.53	2.44	1.90	2.45	2.44
Overall Time Deposits Rate	3.68	2.12	2.13	1.68	1.99	1.76	1.97	2.07	2.06	1.95	2.45	2.23	2.43	1.94	2.36	2.45
1-months	3.68	2.06	2.04	1.40	1.73	1.76	1.68	1.63	1.64	1.59	1.44	1.73	1.97	1.68	1.80	2.00
2-months	3.46	2.03	2.01	1.64	1.93	1.44	1.93	2.02	1.86	1.94	1.74	2.00	2.41	1.85	2.44	2.00
3-months	4.24	2.09	2.06	1.00	1.95	1.64	2.01	1.89	1.85	1.83	2.55	2.34	1.78	1.94	1.96	3.32
6-months	3.95	1.96	1.99	1.94	1.95	1.85	1.84	1.84	1.92	1.83	3.42	1.93	3.25	2.00	3.26	2.78
12-months	3.07	2.48	2.53	2.42	2.40	2.10	2.41	2.97	3.05	2.55	3.10	3.16	2.76	2.23	2.32	2.17
Overall Lending Rate	9.72	8.11	9.02	9.03	8.85	8.90	8.78	7.95	8.57	9.14	9.02	8.98	9.26	10.98	9.76	9.00
Short-term (up to 1 year)	6.95	6.49	3.84	3.86	3.73	3.52	3.27	2.01	1.86	4.74	4.14	4.51	5.79	5.57	5.61	5.58
Medium-term (1-2 years)	11.03	8.17	11.06	11.12	10.04	10.17	10.07	6.64	10.16	10.13	10.13	10.32	10.26	19.28	10.47	10.44
Medium-term (2-3 years)	10.23	8.76	10.28	10.26	10.39	10.42	10.42	1.47	10.21	10.57	10.59	9.38	9.44	9.47	9.68	9.24
Long-term (3-5 years)	10.41	8.65	10.29	10.29	10.47	10.76	10.49	11.01	11.00	11.00	10.96	11.32	11.30	11.11	12.89	10.2
Term Loans (over 5 years)	10.01	8.47	9.63	9.64	9.64	9.64	9.64	9.64	9.64	9.27	9.28	9.39	9.48	9.47	10.16	9.55

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

Items	2009 ^p	2010		% Change		Year Ending December ^p		% Change
	Dec	Nov	Dec	Dec 09 - Dec 10	Nov 10 - Dec 10	2009	2010	
Traditional Exports:								
COFFEE								
Value	10.1	19.3	26.1	35.6	157.7	111.2	101.7	-8.6
Volume	4.3	5.1	10.3	101.9	138.6	56.0	35.6	-36.4
Unit Price	2345.9	3774.3	2534.0	-32.9	8.0	1,984.6	2,852.4	43.7
COTTON								
Value	14.0	3.4	0.9	-73.7	-93.6	111.0	84.0	-24.3
Volume	13.3	2.4	0.7	-70.5	-94.7	99.4	67.6	-32.0
Unit Price	1051.8	1442.0	1285.7	-10.8	22.2	1,116.7	1,241.8	11.2
SISAL								
Value	0.0	0.0	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	0.0	0.0
Unit Price	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
TEA								
Value	7.6	3.1	3.5	15.1	-53.6	47.2	36.4	-22.8
Volume	3.5	1.7	1.9	15.1	-46.4	30.6	18.7	-39.0
Unit Price	2131.7	1847.3	1847.3	-	-13.3	1,538.7	1,948.9	26.7
TOBACCO								
Value	11.5	27.0	29.4	8.8	156.3	127.4	232.4	82.4
Volume	2.5	6.0	6.2	3.7	150.0	33.8	53.5	58.2
Unit Price	4624.8	4520.6	4741.9	4.9	2.5	3,764.0	4,339.3	15.3
CASHEWNUTS								
Value	17.9	40.1	29.2	-27.2	62.9	68.6	96.9	41.3
Volume	24.6	50.5	36.2	-28.4	47.0	95.5	125.0	30.9
Unit Price	728.2	793.7	807.1	1.7	10.8	718.2	775.3	7.9
CLOVES								
Value	0.6	0.012	0.036	193.1	-94.3	14.4	7.6	-47.0
Volume	0.3	0.003	0.010	194.1	-96.5	4.8	2.2	-54.3
Unit Price	2178.3	3597.9	3585.6	-0.3	64.6	2,977.9	3,449.6	15.8
Sub Total	61.7	92.9	89.1	-4.0	44.5	479.6	558.9	16.5
Non-Traditional Exports:								
Minerals	153.6	119.0	134.2	12.8	-12.6	1,271.4	1,510.9	18.8
Gold	151.8	117.5	131.8	12.2	-13.2	1,229.5	1,467.3	19.3
Diamond	0.3	0.2	0.0	--	-100.0	15.5	10.1	-34.8
Other minerals ¹	1.5	1.3	2.4	83.1	--	26.4	33.5	26.7
Manufactured Goods	48.8	97.8	95.5	-2.4	--	506.5	963.9	90.3
Cotton Yarn	2.2	0.4	1.4	296.7	-35.2	8.1	11.5	42.6
Manufactured Coffee	0.4	0.1	0.1	0.0	0.0	2.0	0.7	-63.7
Manufactured Tobacco	1.5	1.5	1.1	-26.6	-25.7	7.0	10.6	51.8
Sisal Products (Yarn & Twine)	0.8	1.0	0.7	-27.0	0.0	13.4	9.0	-32.9
Other manufactured Goods ²	44.0	94.9	92.2	-2.8	--	476.1	932.2	95.8
Fish and Fish Products	11.6	10.3	15.0	45.9	29.0	225.0	141.0	-37.3
Horticultural products	2.5	2.5	3.0	18.5	22.3	33.3	31.1	-6.7
Re-exports	6.3	14.8	4.0	-73.1	--	120.4	132.5	10.1
Others Exports³	11.7	35.8	23.6	-34.1	101.4	289.6	349.1	20.5
Sub Total	234.5	280.3	275.3	-1.8	19.5	2,446.1	3,128.5	27.9
GRAND TOTAL	296.2	373.2	364.5	-2.3	26.0	2,925.8	3,687.4	26.0

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

Items	Millions of USD							
	2009 ^P	2010		% Change		Year Ending December ^P		% Change
	Dec	Nov	Dec	Dec 09 - Dec 10	Nov 10 - Dec 10	2009	2010	
Capital Goods	242.3	282.2	302.2	7.1	24.7	2,539.2	2,715.2	6.9
Transport Equipments	74.2	105.3	99.5	-5.5	34.1	748.5	901.1	20.4
Building and Constructions	69.6	51.1	67.3	31.5	-3.4	558.2	610.6	9.4
Machinery	98.5	125.8	135.4	7.6	37.4	1,232.5	1,203.4	-2.4
Intermediate Goods	172.2	195.6	236.5	20.9	37.3	1,890.3	2,700.8	42.9
Oil imports	114.2	132.8	159.0	19.7	39.3	1,323.0	1,983.8	49.9
Fertilizers	11.1	7.1	7.2	2.3	-34.7	95.2	115.0	20.8
Industrial raw materials	47.0	55.7	70.3	26.2	49.7	472.1	602.0	27.5
Consumer Goods	121.6	140.3	219.4	56.4	80.4	1,404.6	1,709.2	21.7
Food and food stuffs	24.6	33.5	63.4	89.2	157.5	343.3	461.6	34.5
All other consumer goods ¹	97.0	106.8	155.9	46.1	60.8	1,061.3	1,247.5	17.5
Grand Total (f.o.b)	536.3	618.1	758.1	22.6	41.3	5,834.1	7,125.1	22.1
Grand Total (c.i.f)	589.4	679.2	833.0	22.6	41.3	6,411.2	7,829.8	22.1

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			
	2005	2006	2007	2008 ^r
A. Current Account	-862.8	-1,143.2	-1,578.6	-2,535.8
Balance on Goods	-1,318.5	-1,946.5	-2,634.1	-3,447.4
Goods: exports f.o.b.	1,679.1	1,917.6	2,226.6	3,036.0
Traditional	354.5	267.1	319.7	417.7
Non-traditional	1,324.6	1,476.2	1,704.5	2,270.6
o/w Gold	655.1	786.4	788.2	932.4
Unrecorded trade		174.3	202.4	347.8
Goods: imports f.o.b.	-2,997.6	-3,864.1	-4,860.6	-6,483.4
Balance on Services	61.8	278.7	462.1	392.9
Services: credit	1,269.2	1,528.1	1,875.7	1,998.8
Transportation	222.9	343.7	331.1	364.6
Travel	823.6	950.2	1,198.8	1,288.7
Other	222.7	234.1	345.8	345.4
Services: debit	-1,207.3	-1,249.3	-1,413.7	-1,605.8
Transportation	-319.5	-418.3	-485.0	-658.0
Travel	-553.8	-534.5	-595.3	-720.7
Other	-334.0	-296.6	-333.4	-227.1
Balance on Goods and Services	-1,256.6	-1,667.8	-2,172.0	-3,054.4
Balance on income	-102.0	-64.1	-58.1	-90.8
Income: credit	80.9	80.3	107.3	122.7
O/W: Investment Income	70.7	73.9	101.3	113.4
Compensation of employees	10.2	6.4	6.0	9.3
Income: debit	-182.9	-144.4	-165.4	-213.5
O/W: Direct Investment Income	-65.6	-66.4	-67.6	-68.3
Interest payments (scheduled)	-56.9	-27.8	-26.0	-65.3
Compensation of employees	-24.9	-23.4	-46.4	-54.5
Balance on Goods, Services and Income	-1,358.6	-1,731.8	-2,230.1	-3,145.2
Balance on Current transfers	495.7	588.7	651.5	609.4
Current transfers: credit	563.3	654.6	724.0	689.0
Government	477.9	559.7	626.9	588.5
o/w: Multilateral HIPC relief	75.7	42.1	36.7	0.0
Other sectors	85.4	94.9	97.1	100.5
Current transfer: debit	-67.5	-65.9	-72.5	-79.6
B. Capital Account	393.2	5,183.5	911.7	537.0
Capital transfers: credit	393.2	5,183.5	911.7	537.0
General Government	350.1	5,135.0	858.5	477.3
Project	238.0	173.3	335.5	477.3
Debt forgiveness (including MDRI)	112.1	4,961.7	523.0	0.0
Other sectors	43.1	48.6	53.2	59.8
Capital transfers: Debit	0.0	0.0	0.0	0.0
Total, Groups A plus B	-469.7	4,040.3	-666.9	-1,998.8
C. Financial Account, excl. reserves and related items	555.6	-3,954.6	946.0	1,745.7
Direct investment abroad	0.0	0.0	0.0	0.0
Direct investment in Tanzania	494.1	597.0	647.0	679.3
Portfolio investment	2.5	2.6	2.8	2.9
Other investment	59.0	-4,554.2	296.3	1,063.5
Assets	-90.9	-187.6	34.1	181.7
Liabilities	150.0	-4,366.6	262.2	881.8
Total, Groups A through C	85.9	85.7	279.1	-253.1
D. Net Errors and Omissions	-314.5	374.9	125.5	401.1
Overall balance	-228.7	460.7	404.6	148.0
E. Reserves and Related Items	228.7	-460.7	-404.6	-148.0
Reserve assets	254.0	-126.5	-411.4	-147.0
Use of Fund credit and loans	-50.5	-334.2	6.8	-0.2
Exceptional financing	25.1	0.0	0.0	0.0
Memorandum items				
GDP(mp) billions of TZS	15,965.3	17,941.3	20,948.4	24,617.4
GDP(mp) millions of USD	14,139.1	14,308.4	16,838.6	20,577.8
CAB/GDP	-6.1	-8.0	-9.4	-12.3
CAB/GDP (excl. current official transfers)	-9.5	-11.9	-13.1	-15.2
Gross Official Reserves	2,049.5	2,136.9	2,724.3	2,872.6
Months of Imports	5.8	5.0	5.2	4.3
Net International Reserves (year end)	1,702.5	2,121.4	2,706.6	2,855.1
Change in Net International Reserves	180.5	-418.9	-585.2	-148.4
Exchange rate (end of period)	1,165.5	1,261.6	1,132.1	1,280.3
Exchange rate (annual average)	1,129.2	1,253.9	1,244.1	1,196.3

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 (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 (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
Weight (%)	100.0	47.8	9.5	9.2	6.7	6.7	6.4	4.5	3.3	2.1	1.7	1.3	0.9
Jan - Dec: (12 Months)													
2002	7.3												
2003	5.6												
2004	4.6												
2005	5.9												
2006	6.7												
2007	6.4												
2008	13.5												
2009	12.1												
2010	5.5												
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

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	5.7
2010 - Sep	4.5	4.7		
Oct	4.4	3.9	3.5	6.8
Nov	6.0	4.9	3.7	14.6
Dec	6.3	4.7	3.7	12.3

Source: National Bureau of Statistics

Table A7: National Debt Developments

Item	Millions of USD							
	2008/09	2009/10	2010/11					
			Jul-10	Aug-10	Sep-10	Oct-10	Nov-10	Dec-10
1. Overall Total Debt Committed²	8,120.1	9,548.3	9,707.2	9,710.2	9,850.1	9,986.9	9,887.3	10,006.9
Disbursed outstanding debt	5,483.0	6,558.3	6,727.4	6,660.2	6,849.6	6,931.9	6,928.9	6,969.7
Undisbursed debt	2,637.1	2,990.0	2,979.8	3,050.0	3,000.5	3,055.0	2,958.4	3,037.2
2. Disbursed Debt by Creditor Category²	5,483.0	6,558.3	6,727.4	6,660.2	6,849.56	6,931.9	6,928.9	6,969.7
Bilateral debt	933.5	955.4	961.8	954.7	956.5	908.0	900.5	909.6
Multilateral debt	3,430.1	4,204.8	4,332.0	4,267.3	4,442.0	4,570.4	4,585.6	4,613.5
Commercial debt	700.3	815.2	839.6	838.0	850.4	857.6	855.3	858.8
Export credits	419.1	582.9	594.0	600.2	600.7	595.8	587.6	587.9
3. Disbursed Debt by Borrower Category²	5,483.0	6,558.3	6,727.4	6,660.2	6,849.6	6,931.9	6,928.9	6,969.7
Central Government	4,118.2	4,816.9	4,940.9	4,870.0	5,046.3	5,126.8	5,137.8	5,174.1
Parastatal Companies	392.4	534.7	547.3	543.3	553.6	553.9	548.4	549.6
Private Sector	972.4	1,206.7	1,239.1	1,246.9	1,249.7	1,251.1	1,242.7	1,246.1
4. Disbursed Debt by Use of Funds²	5,623.6	6,558.3	6,727.4	6,660.2	5,722.6	6,931.9	6,928.9	6,969.7
BOP & Budget Support	1,838.5	2,121.2	2,169.5	2,036.9	2,149.4	2,149.1	2,143.8	2,155.3
Transport & Telecommunication	695.7	720.2	725.9	755.5	762.6	770.7	788.6	794.2
Agriculture	599.0	712.2	726.4	688.8	685.4	694.2	738.9	743.3
Energy & Mining	808.7	802.2	758.2	718.9	720.8	712.9	652.1	655.6
Industries	141.9	178.8	188.1	207.5	214.9	214.1	206.3	206.5
Social Welfare & Education	756.8	874.8	902.6	887.9	938.6	982.4	993.5	998.4
Finance and Insurance	73.8	88.4	93.7	148.8	154.6	158.9	157.7	158.6
Tourism	90.6	101.8	102.5	96.1	96.3	96.4	104.9	104.6
Others	618.7	958.6	1,060.6	1,119.8		1,153.3	1,142.9	1,153.2
5. Total Amount of Loan Contracted¹	1,104.3	903.1	23.9	141.7	0.0	6.4	3.0	0.0
Government	456.3	647.8	0.0	129.7	0.0	0.0	0.0	0.0
Parastatal Companies	336.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Private	312.0	255.2	23.9	12.0	0.0	6.4	3.0	0.0
6. Disbursements¹	941.2	1,075.1	31.4	16.7	90.5	45.0	38.5	0.8
Government	480.2	811.5	6.7	5.3	84.8	38.7	31.3	0.0
Parastatal Companies	246.7	92.7	0.0	0.0	0.0	0.0	0.0	0.0
Private	214.3	171.0	24.7	11.4	5.7	6.3	7.2	0.8
7. Scheduled Debt Service¹	271.0	267.2	26.8	10.5	13.5	29.5	21.8	49.9
8. Actual Debt Service¹	54.0	75.9	22.0	5.6	13.7	13.9	20.0	4.0
Principal	24.1	39.1	15.7	3.9	9.1	8.1	15.9	2.4
Interest	29.9	36.8	6.4	1.7	4.6	5.8	4.0	1.6
Others	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
9. Net Transfers¹	887.2	999.2	9.4	11.1	76.8	31.1	18.6	-3.2
10. Total Arrears by Creditors Category²	2,809.8	2,761.5	2,817.3	2,790.4	2,834.4	2,751.1	2,762.2	2,842.3
Principal	1,293.4	1,122.0	1,147.5	1,118.2	1,138.7	1,102.3	1,111.3	1,136.4
Bilateral	452.8	464.5	470.3	467.9	472.2	422.4	416.6	426.9
Multilateral	17.2	17.0	17.5	17.6	18.2	18.3	11.7	12.4
Commercial	449.3	384.7	398.2	374.7	392.4	402.5	414.3	422.9
Export Credits	374.1	255.8	261.4	257.9	255.9	259.2	268.7	274.2
Interest	1,516.3	1,639.5	1,669.8	1,672.3	1,695.6	1,648.8	1,650.8	1,705.9
Bilateral	669.5	720.7	734.7	739.2	748.2	680.5	674.2	703.7
Multilateral*	10.9	17.0	17.5	17.6	18.2	18.3	18.2	20.0
Commercial	562.0	603.9	615.0	613.3	625.8	639.9	639.9	660.1
Export Credits	274.0	297.9	302.6	302.1	303.5	310.2	318.5	322.2
11. External Debt Stock	6,999.4	8,197.8	8,397.2	8,332.5	8,545.2	8,580.6	8,579.7	8,675.5
12. Domestic Debt Stock	1,741.1	2,009.5	2,064.4	2,071.2	2,277.5	2,276.6	2,288.3	2,309.9
13. Total Debt Stock	8,740.5	10,207.3	10,461.6	10,403.7	10,822.7	10,857.2	10,868.0	10,985.4
End Period Exchange Rate	1,299.4	1,379.4	1,382.3	1,382.3	1,483.8	1,482.0	1,470.5	1,453.5

*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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