



BANK OF TANZANIA

Monthly Economic Review

December 2010

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1.0 Inflation Developments

Annual headline inflation rate using the recently rebased CPI increased to 5.5 percent in November 2010 from 4.2 percent registered in October 2010, mainly due to rise in both food and non food inflation. **Month-to-month headline inflation rate** also, went up to 0.3 percent in November, 2010 from negative 0.1 percent recorded in October 2010 mainly associated with higher demand for consumer items for the end of year festivals.

Annual food inflation increased to 6.0 percent in November 2010 from 4.4 percent in October 2010. Similarly, **Month-to-month food inflation** rose to 0.5 percent in November 2010 from 0.0 percent recorded in the preceding month. Food items that contributed to the monthly increase in inflation include bread and cereals, cooking oil and fats and vegetables.

Annual non-food inflation rate rose to 4.9 percent in November 2010 from 3.9 percent recorded in the preceding month mainly due to increase in the average prices of Housing, Water, Electricity, Gas and Other Fuel sub-group that rose to 14.4 percent from 10.2 percent. **Month-to-month non-food inflation** increased to 0.1 percent in November 2010 from negative 0.2 percent in October 2010 mainly due to rise in average prices in items under transport, health and household groups.

Annual core inflation rate, which excludes food consumed at home and restaurants, non alcoholic beverages, petrol, diesel, gas, kerosene, charcoal and electricity, increased to 3.7 percent in November 2010 from 3.5 percent in October 2010. Similarly, **month-to-month core inflation** rose to 0.3 percent in November from 0.2 percent recorded in the preceding month (**Table 1.1 and Chart 1.1**).

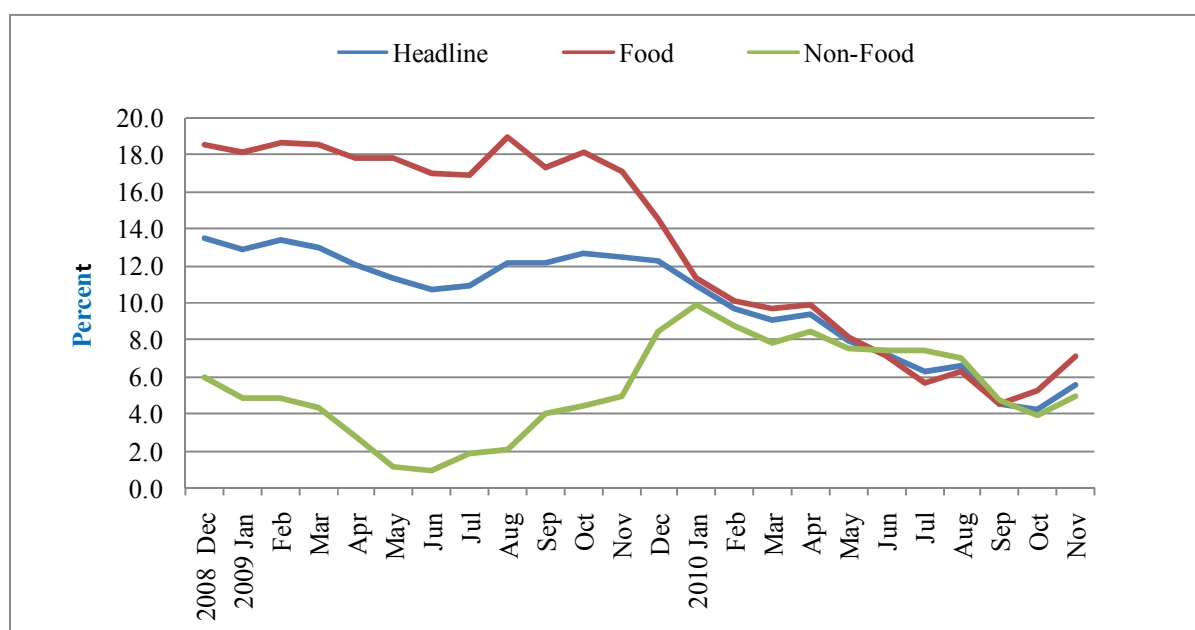
Table 1.1: Annual percentage Changes in the New National Consumer Price Index

(Base: Sept 2010 = 100)

Main Groups	Weight	Percentage Change		
		Oct-09 to Oct-10	to Nov to Oct 2010	Nov-09 to Nov-10
Headline/All items	100.0	4.2	0.3	5.5
Food and Non Alcoholic Beverages	47.8	5.2	0.5	7.1
Transport	9.5	-1.0	0.7	0.1
Housing, Water, Electricity, Gas and Other Fuel	9.2	10.2	-1.1	14.4
Clothing and Footwear	6.7	4.9	0.4	4.7
Furnishing, Housing Equip. and House Maintenance	6.7	3.5	0.6	4.6
Restaurants and hotels	6.4	-1.5	0.3	-1.5
Alcoholic and Tobacco	3.3	4.1	0.5	2.5
Communication	2.1	1.2	0.1	1.2
Education	1.7	-0.7	0.0	-2.1
Recreation and Culture	1.3	3.4	-0.9	3.2
Health	0.9	-1.4	0.7	-1.1
Miscellaneous goods and services	4.5	4.6	0.2	5.2
Other Selected Groups				
Food and Non-alcoholic Beverages - combining food consumed at home and food consumed in restaurants	51.0	4.4	0.5	6.0
Energy and Fuels - combining electricity and other fuels for use at home with petrol and diesel	5.7	6.8	-1.3	14.6
All Items Less Food (Non-Food)	49.0	3.9	0.1	4.9
All Items Less Food and Energy	43.3	3.5	0.3	3.7

Source: National Bureau of Statistics

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



Source: Bank of Tanzania

Food Supply Situation

In November 2010, food supply situation in the country was generally satisfactory with few incidences of food shortages. Between October and November 2010, government distributed 4,646 tons of grain at subsidized prices or freely to districts facing food shortages.

Meanwhile, annual average wholesale prices for major food crops decreased in November 2010 with the exception of beans (**Table 1.2**). However on month-to-month basis, wholesale prices for all major food crops increased, largely associated with increase in seasonal demand for some food items.

Table 1.2: National Average Wholesale Prices for Selected Food Items

TZS per 100 kg

Items	2009 November	2010		Percentage Change	
		October	November	Oct-10 to Nov-10	Nov-09 to Nov-10
Maize	40,886	30,108	31,803	5.6	-22.2
Rice	103,333	88,269	91,664	3.8	-11.3
Beans	103,278	104,508	108,179	3.5	4.7
Sorghum	52,688	40,590	47,566	17.2	-9.7
Potatoes	59,301	51,808	53,962	4.2	-9.0

Source: Ministry of Industry, Trade and Marketing

National Food Reserves

Stocks of maize and sorghum held by the National Food Reserve Agency (NFRA) increased to 197,747 tons in November 2010 from 180,103 tons in October 2010 (**Table 1.3**). The increase in the stocks was on account of purchase of grains by NFRA following budgetary allocations from the Treasury. Up to November 2010, NFRA purchased 145,598.4 tons of maize, representing 72 percent of the 200,000 tons estimated 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		

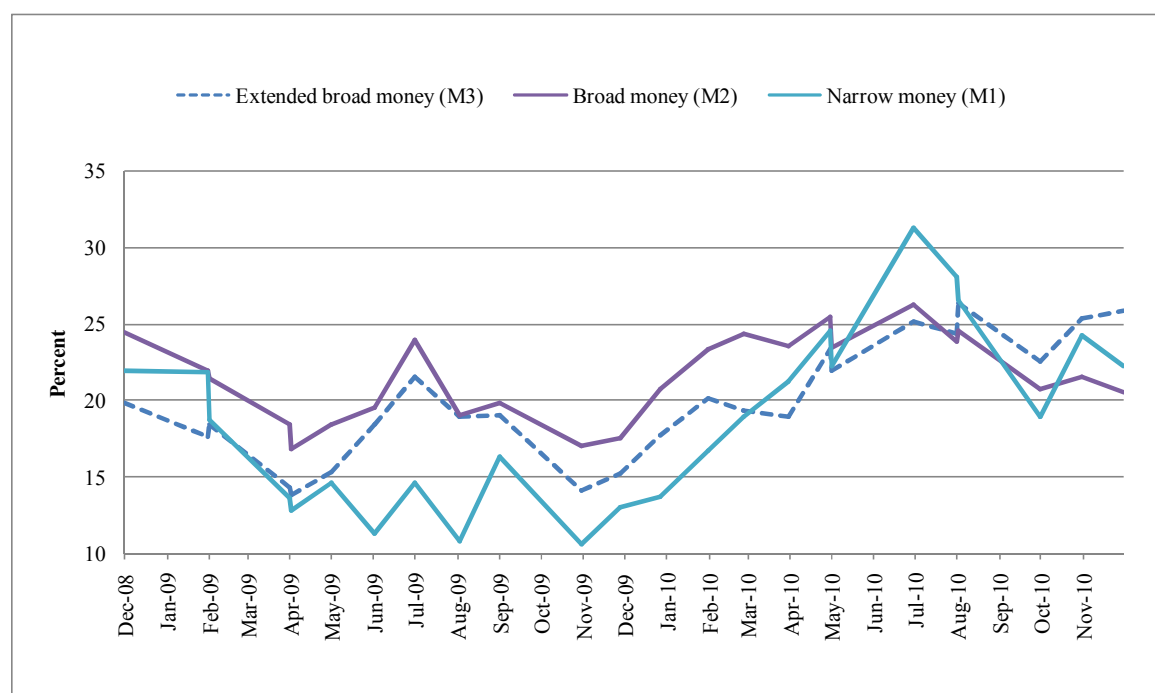
Source: National Food Reserve Agency

2.0 Monetary and Financial Markets Developments

Money Supply and Credit Developments

Extended broad money supply (M3) grew by 25.8 percent in the year ending November 2010, slightly higher than 25.3 percent recorded in the preceding month, but substantially higher than 15.3 percent recorded in the year ending November 2009. Meanwhile, growth of broad money (M2) declined to 20.5 percent from 21.5 percent recorded in the preceding month, but was higher than 17.5 percent recorded in the corresponding period in 2009 (**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	Billions of TZS							
	Outstanding Stock in Billions of TZS			Monthly Change		Annual Growth Rates (%)		
	Nov-09	Oct-10	Nov-10	Oct-10	Nov-10	Nov-09	Oct-10	Nov-10
Net Foreign Assets of the Banking System	5,036.4	5,832.5	5,803.2	326.1	-29.3	32.2	18.6	15.2
Bank of Tanzania	3,892.0	4,623.2	4,591.7	263.4	-31.5	16.0	19.7	18.0
Net International Reserves (Millions of USD)	3,266.4	3,417.9	3,413.1	184.9	-4.8	20.3	5.0	4.5
Banks	1,144.4	1,209.3	1,211.5	62.6	2.2	151.2	14.4	5.9
Net Domestic Assets of the Banking System	3,635.4	4,858.6	5,107.2	16.4	248.6	-2.1	34.5	40.5
Domestic Claims	5,132.9	7,026.6	7,060.2	38.4	33.6	17.5	41.0	37.5
Claims on central government (net)	198.8	1,209.4	1,179.2	-63.8	-30.3	-784.2	716.1	493.0
Claims on Central Government	2,964.8	4,021.1	3,670.7	22.2	-350.4	23.4	40.8	23.8
o/w Securities held by banks	1,759.4	2,428.4	2,382.1	-0.5	-46.4	3.2	41.8	35.4
Liabilities to Central Government	2,766.0	2,811.7	2,491.5	86.0	-320.2	13.7	3.8	-9.9
Claims on Other Sectors	4,934.0	5,817.2	5,881.1	102.1	63.9	12.2	20.3	19.2
Extended Broad Money Supply (M3)	8,671.8	10,691.2	10,910.4	342.4	219.3	15.3	25.3	25.8
Foreign Currency Deposits (FCD) in National Currency	2,082.5	2,893.2	2,967.2	168.1	74.0	8.6	36.8	42.5
FCD in millions of US dollar	1,584.0	1,952.2	2,017.8	115.6	65.6	4.0	20.7	27.4
Broad Money Supply (M2)	6,589.3	7,797.9	7,943.2	174.4	145.3	17.5	21.5	20.5
Other Deposits in National Currency	2,933.1	3,409.1	3,474.7	41.1	65.6	23.7	18.1	18.5
Narrow Money Supply (M1)	3,656.2	4,388.8	4,468.5	133.3	79.7	13.0	24.3	22.2
Currency in Circulation	1,553.2	1,908.2	1,888.7	50.5	-19.5	6.9	24.0	21.6
Transferable Deposits in National Currency	2,103.0	2,480.6	2,579.9	82.7	99.2	17.9	24.5	22.7

Source: Bank of Tanzania

The increase in the annual growth of money supply was mainly driven by the recovery in credit to the private sector coupled with increase in net government borrowing from the banking system—which partly mirrors the decline in banks' holdings of net foreign assets (NFA) and excess reserves. On net basis, the Government borrowed TZS 980.4 billion in the

year ending November 2010, compared with TZS 227.9 billion recorded in the similar period in 2009. However, it is worth noting that net government position with the banking system has improved significantly in October and November 2010 following disbursements of donor funds coupled with increase in revenue collections.

During the year ending November 2010, growth of credit to the private sector increased to 19.2 percent from 12.2 percent recorded in November 2009. Meanwhile, the growth of banks' NFA declined to 5.9 percent in the year ending November 2010 from 151.2 percent recorded in the year ending November 2009.

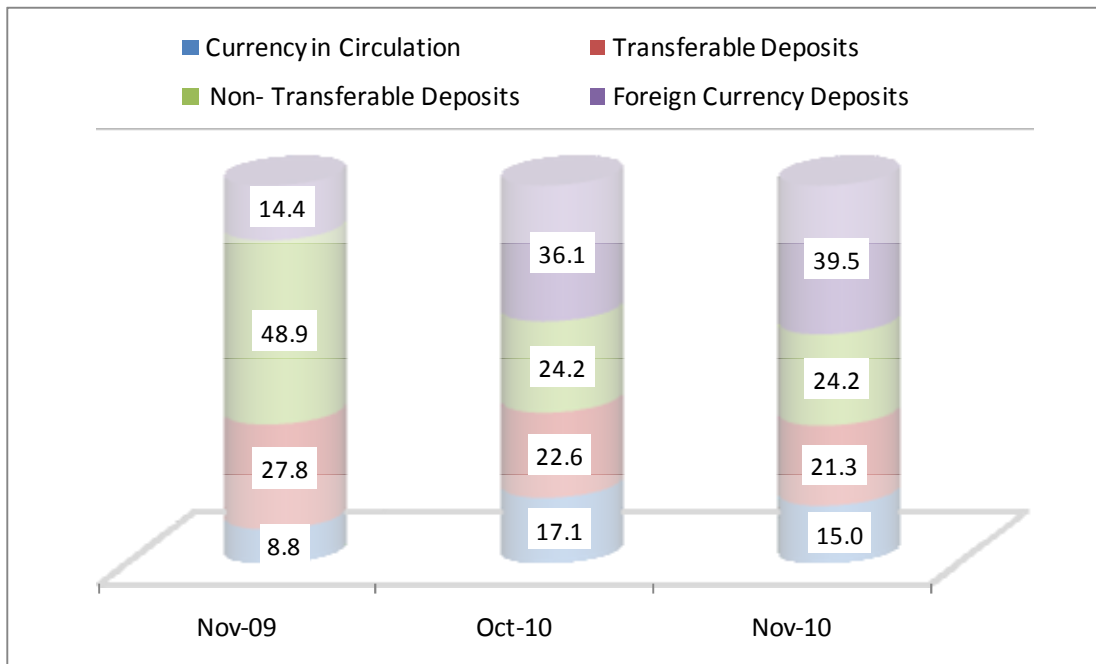
Growth of banks' credit to selected major economic activities increased when compared with the preceding month, save for personal and trade activities. Nevertheless, when compared with the corresponding period in 2009, growth of credit to selected economic activities exhibited a mixed pattern.

On a month to month basis, net credit to the private sector increased by TZS 63.9 billion to TZS 5,881.1 billion in November 2010, compared with an increase of TZS 102.1 billion recorded in October 2010 and an increase of TZS 98.3 billion recorded in November 2009. During the month under review personal loans continued to hold the largest share accounting for 20.9 percent of the total outstanding loan, followed by trade activities (17.2 percent), manufacturing (14.6 percent), and agriculture (12.1 percent).

During the year under review, change in money supply from the liabilities side was dominated by Foreign Currency Deposits (FCD) accounting for 39.5 percent, which is higher than 36.1 percent recorded in October 2010 and 14.4 percent in November in 2009. This development was explained by depreciation of Tanzanian Shilling against US dollar ([Chart 2.2](#)).

Chart 2.2: Annual Contribution to Change in M3

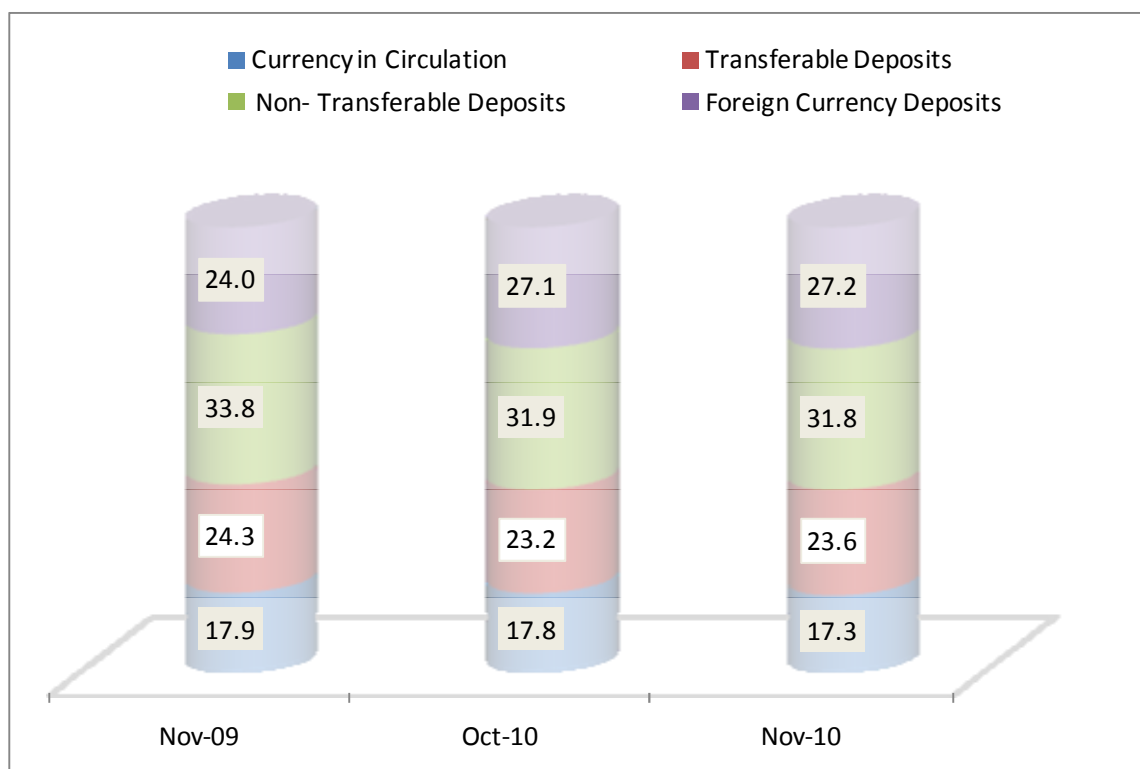
In Percent



Source: Bank of Tanzania

However, the share of FCD to M3 remained almost unchanged when compared with the preceding month at 27.2 percent, but increased when compared with 24.0 percent recorded a year earlier. Meanwhile, the contribution of transferable deposits declined to 21.3 percent from 22.6 percent in October 2010 and 27.8 percent in November 2009. The shares of other components of money supply are as shown in **Chart 2.3**.

Chart 2.3: Percentage Share to M3



Source: Bank of Tanzania

Interest Rate Developments

Since September 2010, money market interest rates began to edge up as excess reserves of banks declined. Overnight inter-bank rate increased to 2.87 percent in November 2010, from 2.27 percent recorded in the preceding month and 1.68 percent recorded in September 2010. Likewise, repo rate rose to 1.78 percent, from 1.53 percent and 0.90 percent recorded in the same period; whereas, the overall weighted average Treasury bills yield increased to 5.85 percent in November 2010, from 5.68 percent in October 2010 and 5.06 percent registered in September 2010 ([Table 2.2](#)).

Table 2.2.: Weighted Average Interest Rates Structure**Percent**

Item	2008	2009	2010										
	Nov	Nov	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov
Overall Interbank cash market rate	5.85	1.62	1.80	1.89	1.29	0.92	0.87	0.97	0.92	1.09	1.65	2.29	2.86
<i>Overnight interbank cash market</i>	5.51	1.19	1.67	1.66	0.98	0.86	0.67	0.86	0.82	0.93	1.68	2.27	2.87
REPO Rate	5.32	1.28	1.22	1.22	1.06	0.79	0.65	0.54	0.58	0.58	0.90	1.53	1.78
Discount Rate	15.33	3.70	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	10.33	6.36	7.20	6.32	4.15	2.70	2.68	3.33	3.89	3.86	5.06	5.68	5.85
<i>35 days</i>	6.44	3.33	4.57	4.09	1.99	1.26	0.89	0.65	0.78	0.97	1.62	1.84	1.46
<i>91 days</i>	10.76	5.29	6.35	5.57	3.25	1.77	2.16	2.89	3.22	2.71	3.89	4.76	4.61
<i>182 days</i>	11.00	5.28	7.20	6.33	4.45	2.58	2.26	2.59	3.91	3.91	4.77	5.67	5.62
<i>364 days</i>	11.97	8.60	9.06	8.24	6.32	4.86	4.96	6.08	6.26	5.98	6.96	7.85	7.48
Savings Deposit Rate	2.66	2.67	2.84	2.89	2.88	2.83	2.82	2.82	2.69	2.58	2.57	2.56	2.51
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
<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
<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
<i>10-years</i>	19.47	16.95	16.73	16.73	16.73	11.99	11.99	11.68	11.68	11.68	13.00	13.00	13.59
Overall Time Deposits Rate	6.57	6.52	6.12	5.82	6.11	5.96	5.79	5.88	5.42	5.55	6.03	6.15	5.78
<i>12 month time deposit rate</i>	8.95	8.76	9.06	8.84	8.78	8.67	8.56	8.43	7.86	7.13	7.15	7.29	7.24
Negotiated Deposit Rate	10.26	9.85	7.44	7.16	9.41	9.63	9.47	9.57	8.76	8.58	9.33	9.60	8.63
Overall Lending rate	14.30	14.74	14.39	14.86	14.83	14.59	14.53	14.71	14.39	14.40	14.51	14.54	14.83
<i>Short-term lending rate (up to 1yr)</i>	13.57	14.00	13.76	14.73	14.61	13.88	14.02	13.92	14.14	14.37	14.29	14.25	14.49
Negotiated Lending Rate	12.11	13.38	13.68	13.79	13.71	13.97	13.80	14.13	13.84	14.00	13.80	13.71	13.65
Margin between short-term lending and one-year time deposit rates	4.62	5.24	4.71	5.89	5.84	5.21	5.47	5.49	6.28	7.24	7.14	6.96	7.24

Source: Bank of Tanzania

On the other hand, interest rates offered and charged by banks exhibited mixed pattern. Overall time deposits rate decreased to 5.78 percent in November 2010, from 6.15 percent in the preceding month, and 6.05 percent recorded in September 2010. Similarly, negotiated deposit rate decreased to 8.63 percent from 9.60 percent and 9.33 percent recorded in the same period. Savings deposit rate declined marginally to 2.51 percent in November 2010, from 2.56 percent recorded in the preceding month and 2.57 percent in September 2010.

Overall lending rate increased to 14.83 percent in November 2010, from 14.54 percent in October 2010 and 14.55 recorded in September 2010. Meanwhile, negotiated lending rate eased to 13.65 percent, from 13.71 percent and 13.80 percent in the same period. The spread between short-term lending and deposit rates widen to 7.24 percent in November 2010, from 6.96 percent recorded in the preceding month.

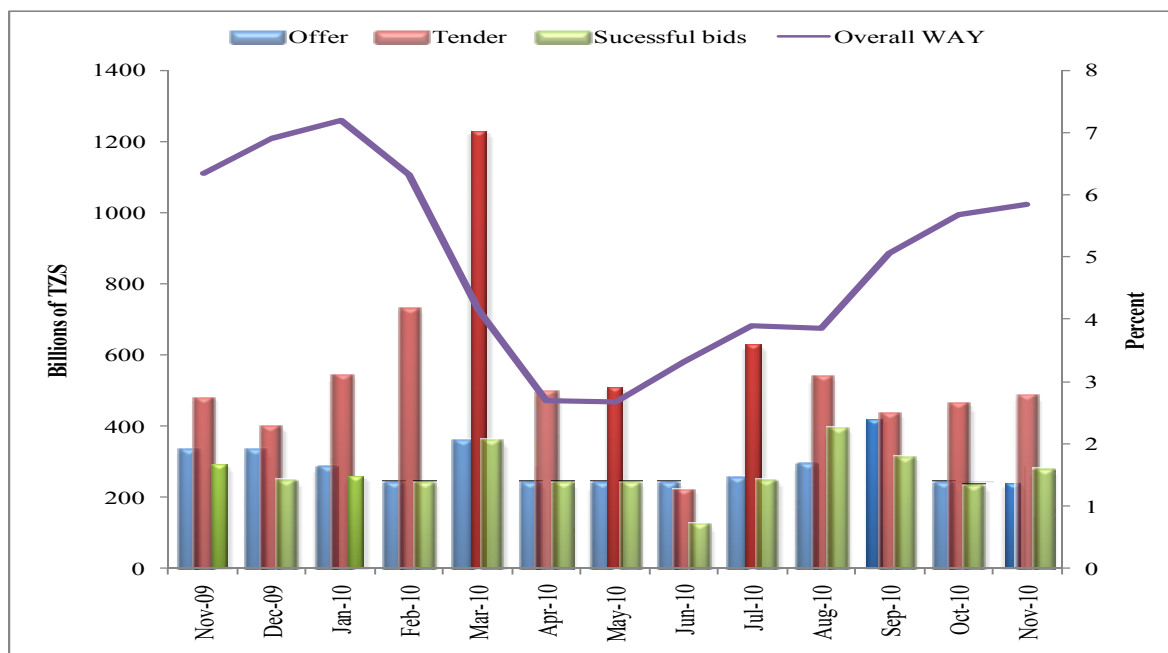
Financial Markets Developments

Treasury Bills and Bonds Market

In the Treasury bills market, the Bank supplied **Treasury bills** worth TZS 240.0 billion during November 2010, which was the same amount supplied in the preceding month. The demand was TZS 485.7 billion, slightly higher than TZS 464.0 billion registered in the preceding month (**Chart 2.4**). The Bank intervened in the market and accepted Treasury bills worth TZS 273.9 billion (face value) which was higher than TZS 230.4 billion sold in the

preceding month. During November 2010, Treasury bills amounting to TZS 325.9 billion matured.

Chart 2.4: Treasury bills Market Developments



Source: Bank of Tanzania

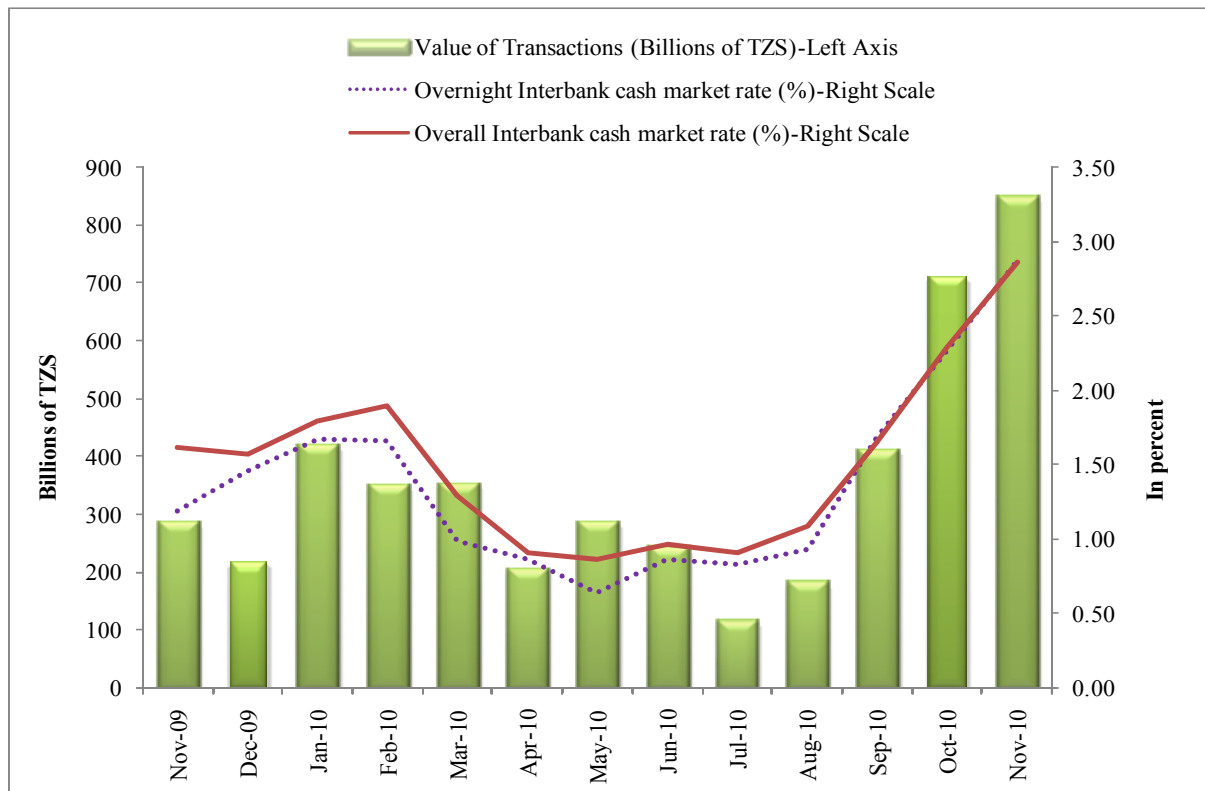
In the **Treasury bonds** market, the Bank conducted two auctions of **2-year** and **10-year** Treasury bonds, with a face value of TZS 40.0 billion and TZS 20.0 billion respectively, to cater for infrastructure developments as well as maturing Treasury bonds. Demand for the 2-year T-bond was TZS 134.3 billion while that of 10-year bond was TZS 18.5 billion. The Bank intervened in the market and accepted bids with cost value of TZS 58.0 billion and TZS 8.4 billion for 2-year and 10-year bond, respectively. During the month, commercial banks remained dominant participants in the market, followed by pension funds.

Repurchase Agreements and Inter-Bank Cash Market Developments

The Bank continued to conduct **repurchase agreement** with banks to manage daily liquidity in the economy. The volume of repurchase agreements in November 2010 reached TZS 388.5 billion, being higher than TZS 258.0 billion and TZS 175.5 billion conducted in October 2010 and September 2010, respectively.

On the other hand, the volume of transactions in the **Inter-bank cash market** amounted to TZS 850.7 billion, compared with TZS 712.7 billion transacted in the preceding month and TZS 409.9 billion in September 2010. Out of the total volume traded, the share of overnight transactions was 84.9 percent, compared with 78.3 percent in October 2010, and 82.8 percent in September 2010 (**Chart 2.5**).

Chart 2.5: Inter-bank Cash Market Developments

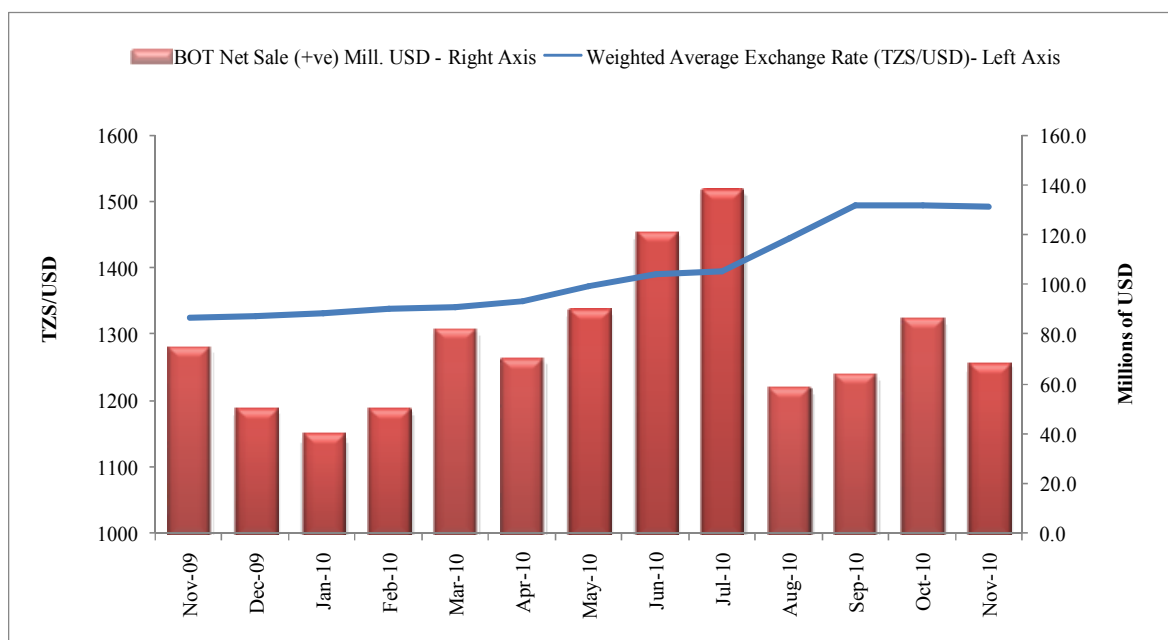


Source: Bank of Tanzania

Inter-Bank Foreign Exchange Market

In the Inter-bank Foreign Exchange Market (IFEM), the total volume traded amounted to USD 212.26 million in November 2010, out of which, the Bank sold USD 100 million for liquidity management purposes accounting for 49.0 percent compared with over 90 percent of the total volumes recorded in the recent past. During November 2010, the shilling appreciated against the US dollar to TZS 1,491.96, from TZS 1,495.05 in October 2010. However, on annual basis the shilling depreciated against the US dollar by 12.6 percent, from TZS 1,325.13 recorded in November 2009 (**Chart 2.6**).

Chart 2.6: Inter-bank Foreign Exchange Market Operations



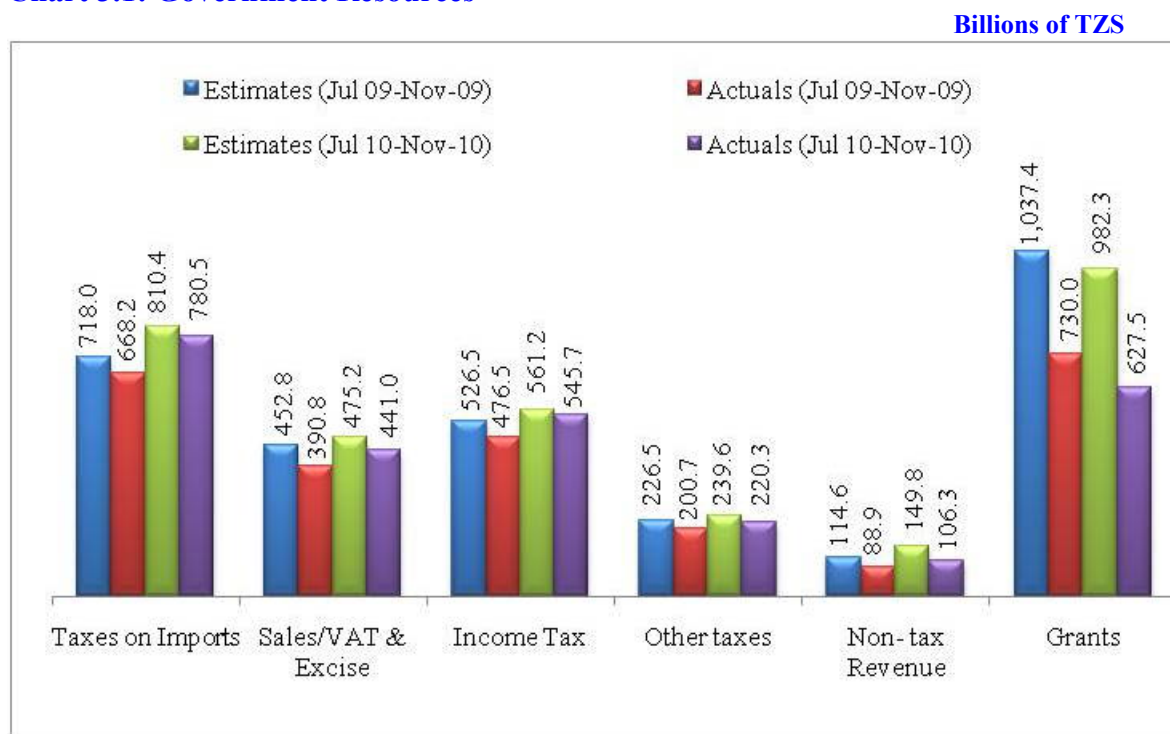
Source: Bank of Tanzania

3.0 Government Budgetary Operations

In November 2010, **revenue collections** (excluding Local Government Authorities) amounted to TZS 428.8 billion, which was below the target of TZS 473.6 billion by 9.5 percent. In the corresponding period in 2009, revenue collections amounted to TZS 361.9 billion, which was below the target of TZS 401.7 billion by 9.9 percent.

Tax revenue collections in November 2010 amounted to TZS 406.1 billion equivalent to 91.7 percent of the target, whereas non-tax revenue was 26.6 percent, below the target of TZS 30.9 billion. On cumulative basis, revenue collections in the first five months of 2010/11 amounted to TZS 2,093.8 billion, being lower than the target of TZS 2,236.2 billion, but relatively higher than TZS 1,825.2 billion collected in the corresponding period in 2009/10 (**Chart 3.1**). As a share of GDP, cumulative revenue was 6.03 percent in 2010/11 compared with 5.87 percent in a similar period in 2009/10.

Chart 3.1: Government Resources



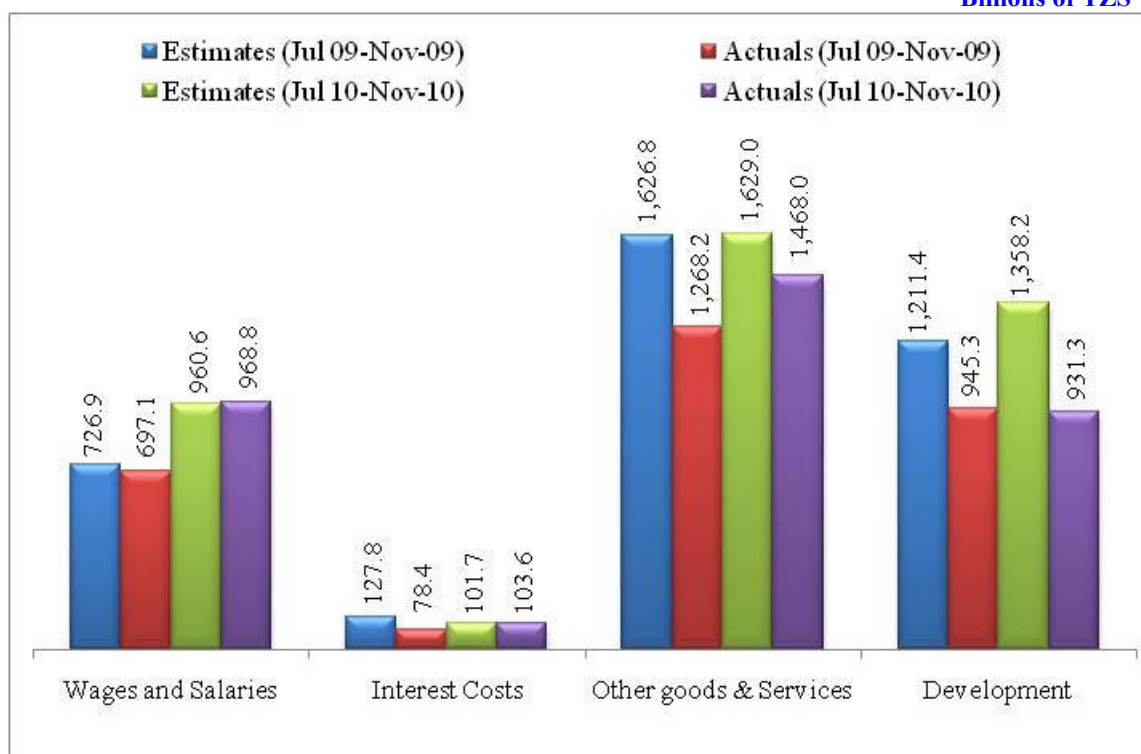
Source: Bank of Tanzania

During the month under review, **total expenditure** amounted to TZS 753.3 billion, which was below the estimate of TZS 830.4 billion by 9.3 percent. Out of the total, recurrent expenditure was TZS 605.1 billion and development expenditure was TZS 148.2 billion. In a similar period in 2009, total expenditure amounted to TZS 618.0 billion or 88.3 percent of the estimate; with recurrent expenditure of TZS 362.5 billion, and development expenditure of TZS 255.5 billion.

During the first five months of 2010/11, government expenditure accumulated to TZS 3,509.3 billion, being lower than the estimate of TZS 4,077.2 billion, mainly due to shortfall in the disbursement of donor funds. In the same period in 2009/10, total expenditure amounted to TZS 3,014.7 billion (**Chart 3.2**). As a percent of GDP, cumulative expenditure was 10.1 percent in 2010/11 compared with 9.7 percent in a similar period in 2009/10.

Chart 3.2: Government Expenditure, November 2010

Billions of TZS



Source: Bank of Tanzania

Financing

Total financing for the first five months of 2010/11 amounted to TZS 1,057.8 billion, out of which TZS 631.8 billion was foreign financing and TZS 425.9 billion was domestic financing.

4.0 External Sector Performance

Balance of Payments

During the year ending November 2010, **overall balance of payments** recorded a surplus of USD 142.8 million, compared with a surplus of USD 551.5 million recorded in the corresponding period a year earlier. This development was mainly explained by the widening of the current account deficit by 17.4 percent to USD 2,320.8 million, following an increase in goods import coupled with a decline in official current transfers which outweigh the impact of increase in exports of goods and services (**Table 4.1**).

Gross official reserves increased to USD 3,764.9 million in November 2010 from USD 3,540.7 million recorded in November 2009, largely due to capital inflows in the form of grants and foreign borrowing. The gross official reserve was sufficient to cover about 5.3 months of projected import of goods and services. Similarly gross foreign assets of banks increased to USD 1,011.6 million in November 2010 from USD 982.7 million recorded in October 2010 and USD 985.0 million in November 2009. In total gross foreign reserves of the banking system amounted to USD 4,776.4 million, sufficient to cover about 7.6 months of projected imports of goods and services.

Table 4.1: Current Account Balance

Millions of USD

Items	Nov	2010		Year Ending November ^P		% Change
	2009	Oct	Nov	2009	2010	
Goods Account (net)	-283.4	-245.8	-238.9	-2,838.7	-3,277.2	15.4
Exports	249.2	348.0	379.2	2,939.9	3,625.8	23.3
Imports	532.6	593.8	618.1	5,778.6	6,903.0	19.5
Services Account (net)	31.26	29.53	27.0	126.2	355.4	181.6
Receipts	178.0	186.4	184.7	1,827.6	2,042.2	11.7
Payments	146.7	156.8	157.7	1,701.4	1,686.7	-0.9
Goods and services (net)	-252.2	-216.3	-211.9	-2,712.5	-2,921.8	7.7
Exports of goods and services	427.1	534.4	563.9	4,767.5	5,667.9	18.9
Imports of goods and services	679.3	750.7	775.8	7,480.1	8,589.7	14.8
Income Account (net)	-7.1	-4.0	-10.4	-90.5	-88.6	-2.1
Receipts	12.8	25.6	12.0	147.1	169.4	15.2
Payments	19.9	29.6	22.4	237.6	258.0	8.6
Current Transfers (net)	37.7	238.0	31.3	827.1	689.6	-16.6
Inflows	43.7	244.9	38.1	895.5	754.0	-15.8
o/w General Government	33.6	235.9	29.1	790.6	646.4	-18.2
Outflows	6.0	6.9	6.8	68.4	64.3	-5.9
Current Account Balance	-221.5	17.6	-191.0	-1,976.0	-2,320.8	17.4

Note: P = Provisional

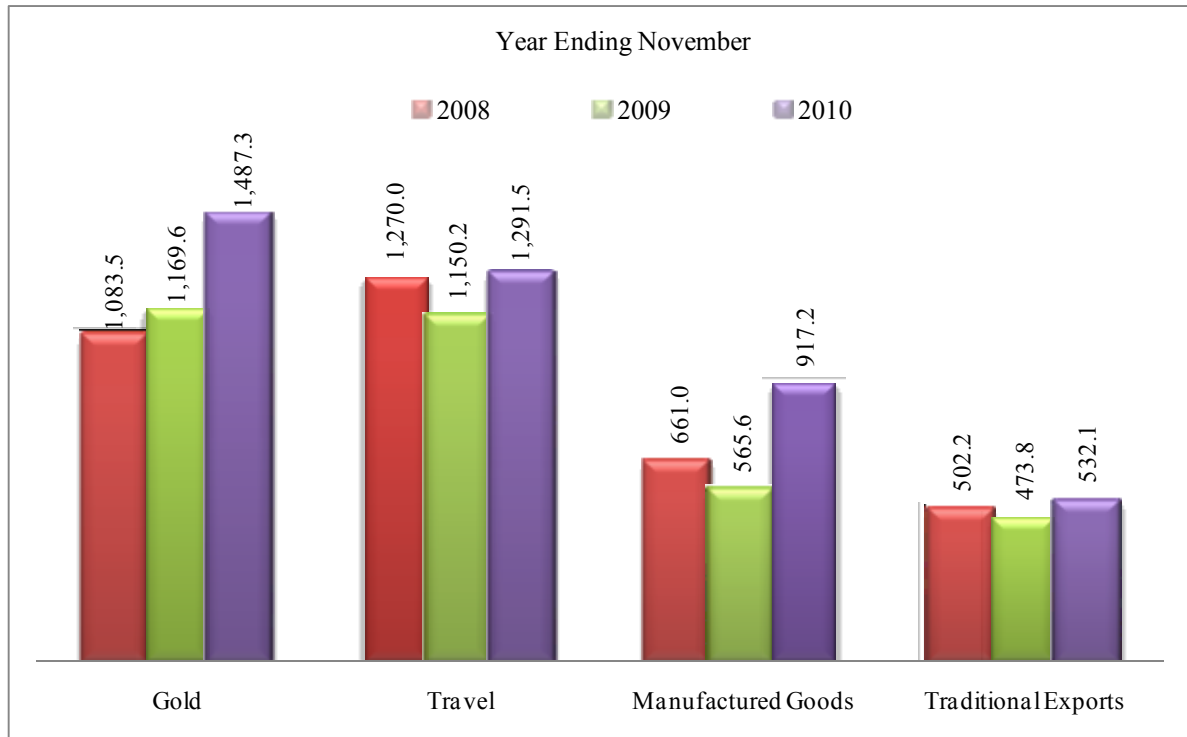
Source: Bank of Tanzania

Exports Performance

During the year ending November 2010, value of **exports of goods and services** increased by 18.9 percent to USD 5,667.9 million, compared with the level recorded in the corresponding period a year earlier. The improvement was largely due to a significant increase in exports of gold, travel and manufactured goods. **Chart 4.1** shows the dominance of receipts from gold followed by travel and manufactured goods, while **Chart 4.2** shows contribution of selected items to total exports of goods.

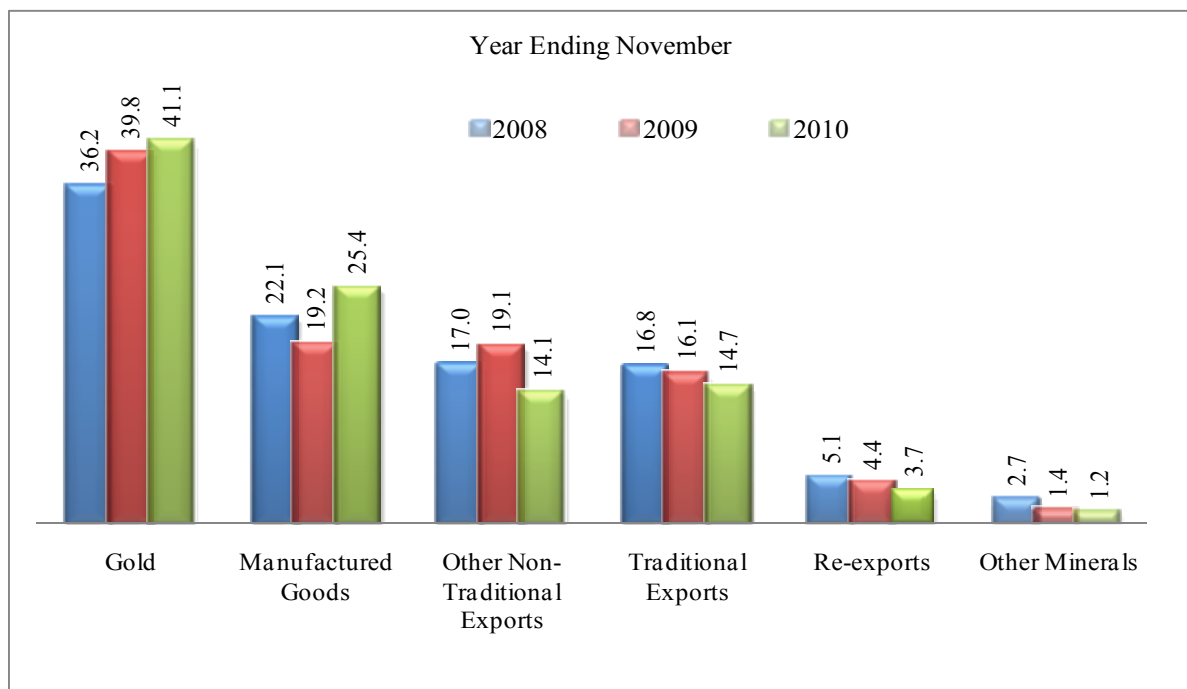
Chart 4.1: Performance of Selected Goods and Services Exports

Millions of USD



Source: Bank of Tanzania

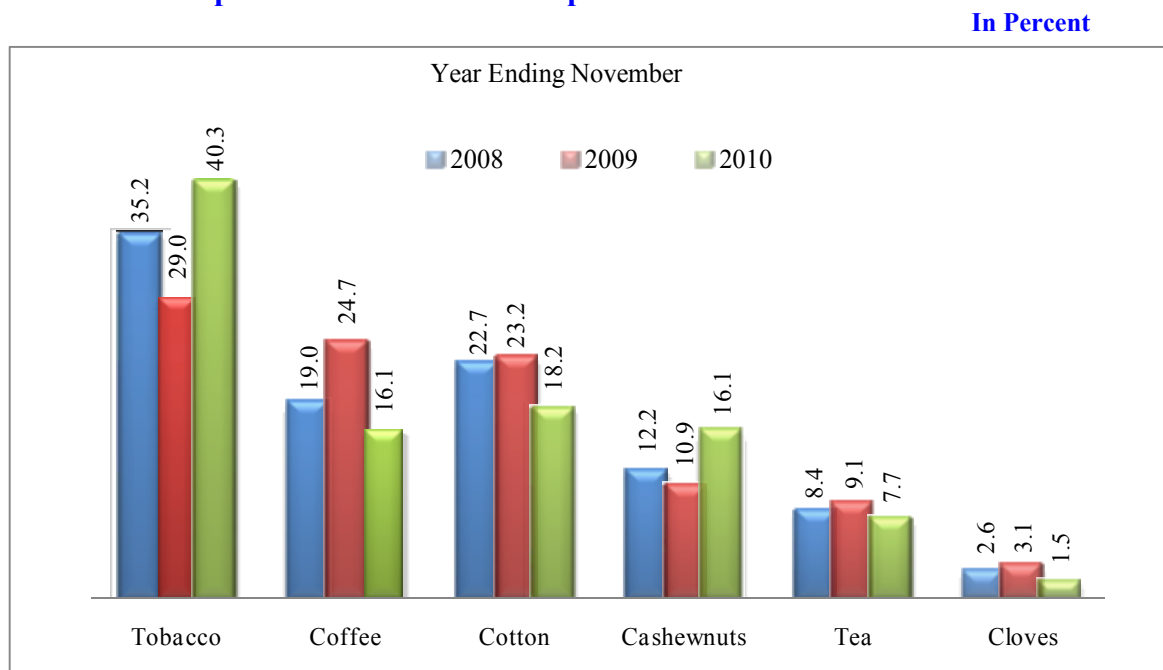
Chart 4.2: Percentage Contribution of Selected Items to Total Exports of Goods



Source: Bank of Tanzania

In the year ending November 2010, the value of **traditional exports** went up by 12.3 percent to USD 532.1 million when compared with the value recorded in the corresponding period in 2009, largely due to increase in both export volumes and unit prices of tobacco and cashew nuts. **Chart 4.3** depicts the composition of traditional exports for the last three years.

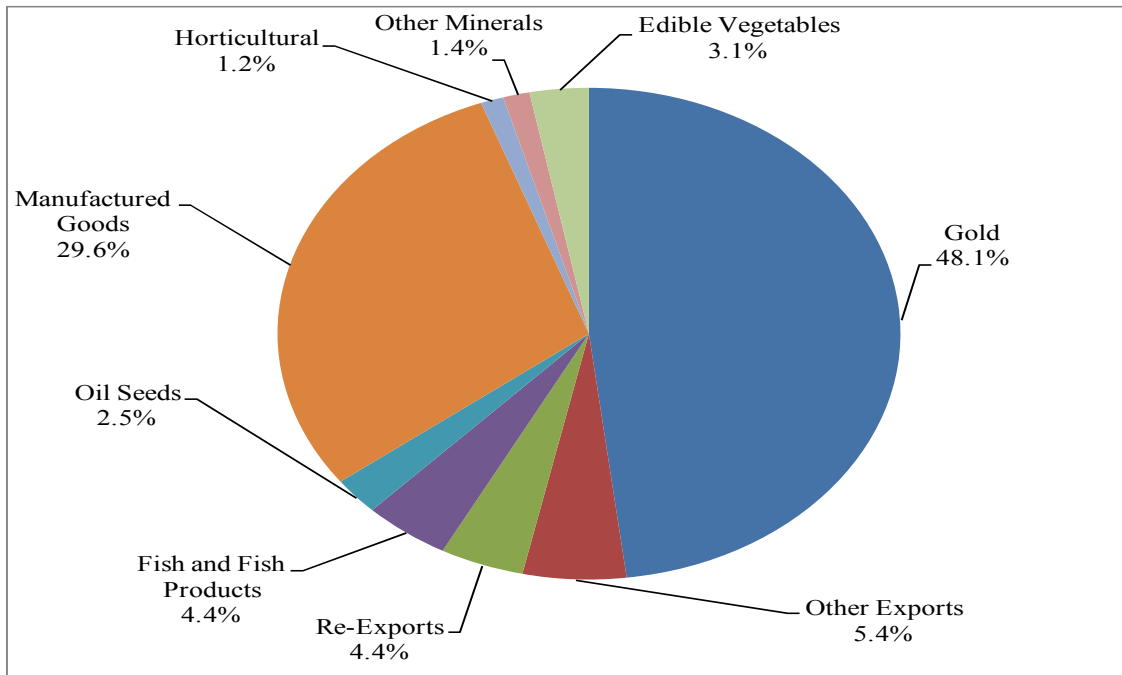
Chart 4.3: Composition of Traditional Exports



Source: Bank of Tanzania

On the other hand, **non-traditional exports** increased to USD 3,093.7 million compared with USD 2,466.1 million recorded during the preceding year. The improved performance was largely attributed to increase in export values of gold and manufactured goods. The value of gold exports went up by 27.2 percent to USD 1,487.3 million, following a rise in the export volumes as well as prices of gold in the world market. Statistics indicate that the export volume of gold increased to 35.7 tons compared with 33.3 tons recorded in the preceding year, partly on account of commencement of export by the Buzwagi Gold Mine in June 2009. Likewise, prices of gold increased to USD 1,203.1 per troy ounce compared with USD 946.4 per troy ounce recorded during the year ending November 2009. The value of manufactured goods increased to USD 917.2 million, being 62.2 percent higher than the value recorded during the preceding year, partly associated with the global recovery from the financial crisis. Much of the increase was recorded in the paper products, fertilizers and textiles apparels. **Chart 4.4** depicts the composition of non-traditional exports for the year ending November 2010.

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

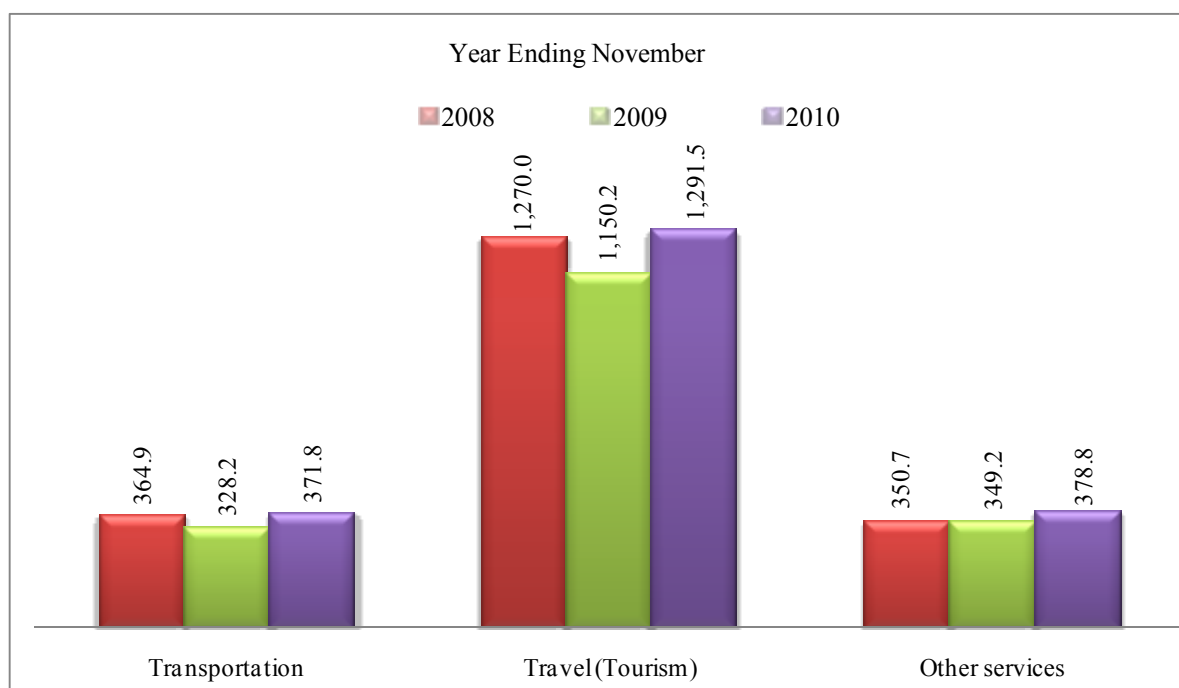


Source: Bank of Tanzania

During the year ending November 2010, **services receipts** amounted to USD 2,042.2 million, being higher than USD 1,827.6 million recorded in the preceding year, following an improvement in travel, transportation and other business receipts. Travel receipts increased by 12.3 percent to USD 1,291.5 million as the global economy began to recover from the impact of the financial crisis. Likewise, transportation receipts rose by 13.3 percent to USD 371.8 million as a result of the increase in transit goods to the neighbouring countries. This development is largely associated with an improvement in cargo clearing at the Dar es Salaam port. **Chart 4.5** depicts the performance of the main services receipt for the past three years.

Chart 4.5: Service Receipts

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 Performance

During the year ending November 2010, **imports of goods and services** amounted to USD 8,589.7 million compared with USD 7,480.1 million recorded in the corresponding period of 2009, largely due to a notable increase in the value of imported oil, consumer goods and capital goods. The value of imported oil surged to USD 1,938.9 million in the year ending November 2010 from USD 1,290.0 million recorded in the preceding year, due to increase in both volume and prices. The volume of oil imports rose to 3.1 million tons from 2.8 million tons, while the average oil prices (refined products) in the world market increased by 26.3 percent to USD 677.2 per ton. Similarly, the value of consumer goods import increased by 14.5 percent to USD 1,611.2 million, following a rise in importation of food and other consumer goods. The increase in imports of food stuff is largely on account of a rise in importation of wheat to USD 251.7 million from USD 200.8 million recorded in the year ending November 2009 (**Table 4.2**).

Table 4.2: Imports**Millions of USD**

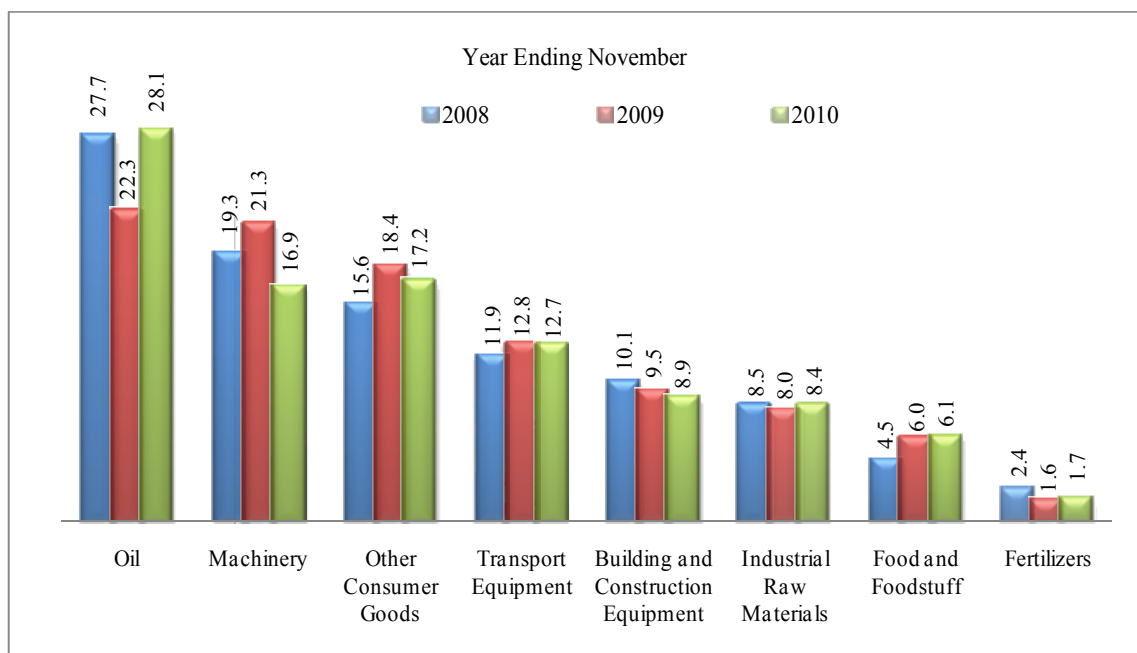
Item	2009 ^p	2010		% Change		Year Ending November ^p		% Change
	Nov	Oct	Nov	Oct 10- Nov 10	Nov 09 - Nov 10	2009	2010	
Capital Goods	220.1	234.7	282.2	20.3	28.2	2,523.4	2,655.3	5.2
Transport Equipment	58.6	89.3	105.3	17.9	79.8	742.5	875.8	18.0
Building and Constructions	70.1	47.2	51.1	8.4	-27.1	548.1	613.0	11.8
Machinery	91.4	98.2	125.8	28.2	37.7	1,232.8	1,166.5	-5.4
Intermediate Goods	186.2	224.6	195.6	-12.9	5.0	1,848.7	2,636.5	42.6
Oil imports	130.6	156.7	132.8	-15.2	1.7	1,290.0	1,938.9	50.3
Fertilizers	10.6	18.2	7.1	-61.2	-33.2	94.3	118.8	25.9
Industrial raw materials	45.0	49.7	55.7	12.1	23.8	464.3	578.7	24.6
Consumer Goods	126.4	134.6	140.3	4.2	10.9	1,406.6	1,611.2	14.5
Food and food stuffs	40.0	26.0	33.5	28.9	-16.1	345.2	422.8	22.5
All other consumer goods ¹	86.5	108.6	106.8	-1.7	23.4	1,061.3	1,188.4	12.0
Grand Total (f.o.b)	533.0	593.8	618.1	4.1	16.0	5,778.6	6,903.0	19.5
Grand Total (c.i.f)	585.7	652.6	679.2	4.1	16.0	6,350.2	7,585.7	19.5

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**

Capital goods imports increased to USD 2,655.3 million from USD 2,523.4 million recorded during the preceding year, mainly due to a rise in imports of transport equipments as well as building and construction materials. **Chart 4.6** summarizes the composition of goods imports for the last three years.

Chart 4.6: Composition of Goods Imports

In Percent

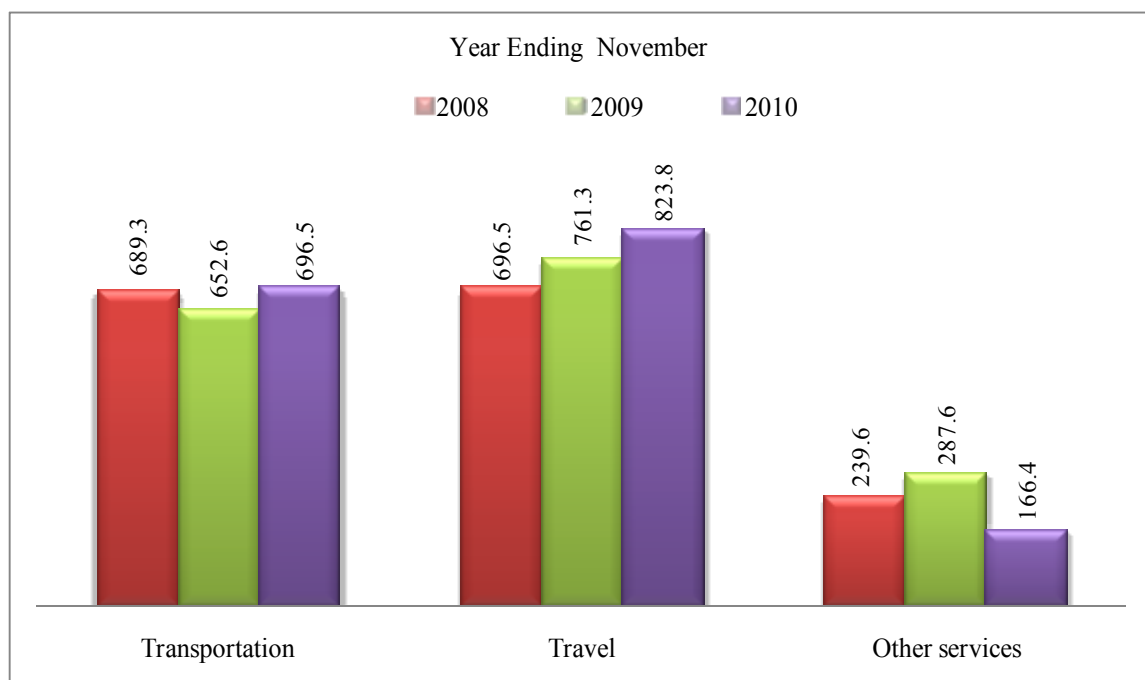


Source: Bank of Tanzania

In the year ending November 2010, **services payments** declined to USD 1,686.7 million from USD 1,701.4 million registered in the corresponding period of 2009. On the other hand; freight payment went up by 19.0 percent to USD 659.4 million in line with an increase in importation of goods. **Chart 4.7** shows the performance of major services payments categories in the past three 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 the year ending November 2010, most of the commodity prices went up with the exception of **sisal** (Table 4.3). The rise in prices of **cotton** was largely associated with strong demand for cotton in China, while the increase in prices of **tea** was largely attributable to the shortfall in production in Kenya, India and Sri Lanka following unfavourable weather condition. Similarly, the increase in the price of **coffee** (Arabica) emanated from production shortfall in Brazil and Colombia mainly on account of unfavourable weather condition. The price of **cloves** also went up following strong global demand for cloves coupled with tight supply of cloves in Madagascar.

During the period under review, the prices of crude oil (UK Brent, Dubai fob) and **white petroleum products** recorded notable increases following a decline in the oil inventories in the United States, while, the price of **gold** increased mainly due to strong investment demand for gold following the weakening of U.S dollar against other major currencies.

Table 4.3: World Commodity Prices

Commodity	Units	2010			%	Year ending November			%
		Sep	Oct	Nov		2008	2009	2010	
Robusta Coffee	USD per kg	1.79	1.88	2.03	7.98	2.34	1.67	1.69	1.45
Arabica Coffee	USD per kg	4.91	4.80	5.15	7.23	3.12	3.10	4.15	34.01
Tea (Average price)	USD per kg	3.00	3.04	3.03	-0.23	2.45	2.64	2.89	9.71
Tea (Mombasa Auction)	USD per kg	2.46	2.49	2.52	1.33	2.21	2.42	2.58	6.88
Cotton, "A Index"	USD per kg	2.31	2.79	3.41	22.18	1.60	1.34	2.12	57.52
Cotton, "Memphis"	USD per kg	2.15	2.85	3.49	22.50	1.63	1.45	2.18	51.07
Sisal (UG)	USD per metric ton	1,050.00	1,150.00	1,190.00	3.48	1,153.33	1,089.50	920.00	-15.56
Cloves	USD per metric ton	4,937.50	4,950.00	4,950.00	0.00	4,515.63	3,832.54	4,770.21	24.47
Crude oil*	USD per barrel	76.12	81.72	84.53	3.44	101.01	58.96	77.78	31.92
Crude oil**	USD per barrel	75.27	80.34	83.70	4.18	97.51	59.55	76.93	29.18
White products***	USD per ton	662.25	698.37	697.70	-0.10	949.83	535.95	677.19	26.35
Jet/Kerosine	USD per ton	694.52	741.81	761.98	2.72	1,020.29	536.40	695.22	29.61
Premium Gasoline	USD per ton	699.09	756.95	748.18	-1.16	861.00	556.01	712.42	28.13
Heat Oil	USD per ton	593.14	596.36	582.95	-2.25	968.19	515.46	623.92	21.04
Gold	USD per troy ounce	1,271.00	1,342.00	1,370.00	2.09	870.64	946.42	1,203.13	27.12

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 10,863.3 million in November 2010, slightly higher than USD 10,835.2 million registered in October 2010. The increase was on account of recording of new external debt disbursements and relatively large issuance of domestic debt compared to maturing obligations. Out of the total debt stock, 78.9 percent was external debt and 21.1 percent was domestic debt.

External debt stock increased marginally by 0.2 percent to USD 8,575.0 million from the level recorded in October 2010. Out of the total external debt stock, 80.7 percent was disbursed outstanding debt and 19.3 percent was interest arrears.

The profile of disbursed outstanding debt by creditor category indicates that, multilateral debt was USD 4,585.6 million, up from USD 4,574.4 million recorded in the preceding month. Bilateral debt decreased marginally to USD 900.5 million in November 2010 from USD 906.5 million recorded in October 2010. Debt owed to commercial and export creditors stood at USD 842.6 million and USD 595.6 million respectively.

In terms of borrower category, Central Government was the largest borrower with disbursed outstanding debt amounting to USD 5,137.8 million followed by private sector and public corporation whose debt amounted to USD 1,238.0 million and USD 548.4 million, respectively.

During the month under review, new loans contracted and recorded amounted to USD 3.0 million which went to the private sector, whereas disbursements received and recorded amounted to USD 34.4 million. External debt service amounted to USD 6.8 million, out of which, principal repayment was USD 2.8 million and interest payment was USD 4.0 million. The payments represented about 31.2 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.

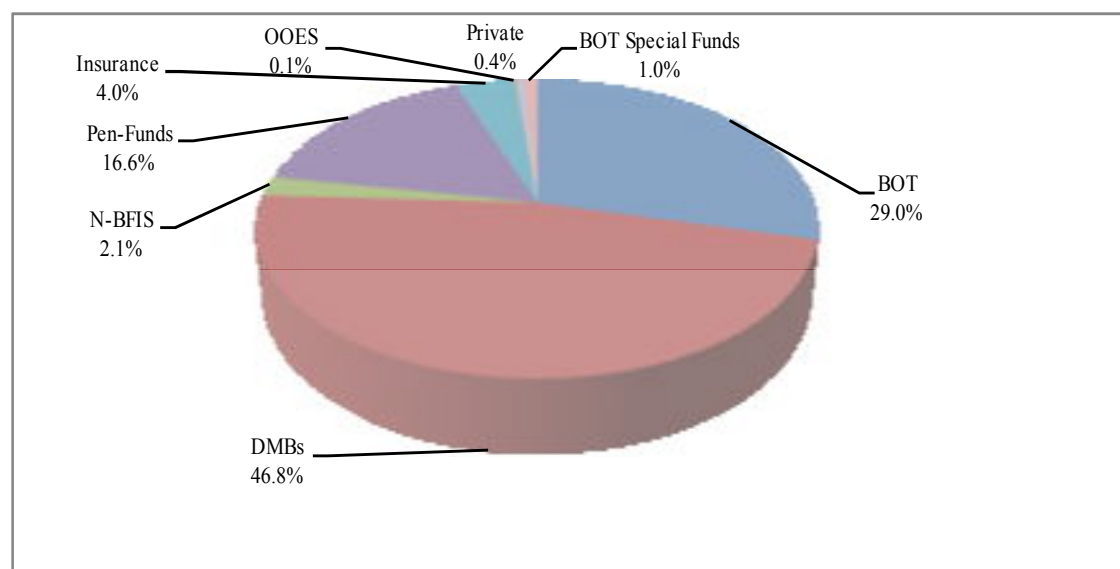
The **stock of domestic debt (Table 5.1)** increased from TZS 3,374.1 billion in October 2010 to TZS 3,400.3 billion in November 2010, out of which government securities accounted for 99.8 percent of the domestic debt stock and the remaining portion was non-securitized debt.

Table 5.1: Government Domestic Debt by Instruments

	Billions of TZS					
	Nov-09	Share (%)	Oct-10	Share (%)	Nov-10	Share (%)
Government Securities	2,499.3	99.7	3,365.8	99.8	3,392.0	99.8
Treasury Bills	299.4	1.2	754.7	22.4	754.8	22.2
Government Stocks	257.9	10.3	257.1	7.6	257.1	7.6
Government Bonds	1,941.9	77.4	2,353.9	69.8	2,380.1	70.0
Tax Certificates	0.1	0.0	0.1	0.0	0.1	0.0
Other debts	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 Domestic debt	2,507.5	100.0	3,374.1	100.0	3,400.3	100.0
Interest Arrears	-	-	-	-	-	-
Total Domestic debt stock	2,507.5	100.0	3,374.1	100.0	3,400.3	100.0

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

In terms of holder category, commercial banks were the leading investors in government debt holding 46.8 percent of domestic debt stock, followed by the Bank which accounted for 29.0 percent and pension funds, 16.6 percent. Holding by other entities are shown in [Chart 5.1](#).

Chart 5.1: Domestic Debt by Holder

Source: Bank of Tanzania

New domestic debt issued during the month under review amounted to TZS 120.8 billion, out of which, TZS 40.8 billion were Treasury bills and TZS 80.0 billion Treasury bonds. Domestic debt services amounted to TZS 106.0 billion, out of which principal amounting to TZS 92.3 billion was rolled over while interest amounting to TZS 13.7 billion was paid out of government resources.

6.0 Economic Developments in Zanzibar

Inflation Developments

Annual Headline Inflation in November 2010 eased to 4.9 percent from 5.1 percent recorded in October 2010, mainly on account of the decline in non-food inflation. Meanwhile, **month-to-month headline inflation rate** was negative 0.2 percent in November 2010, compared with 0.2 percent registered in October 2010, attributed to decrease in both food and non-food inflation (**Table 6.1** and **Chart 6.1**).

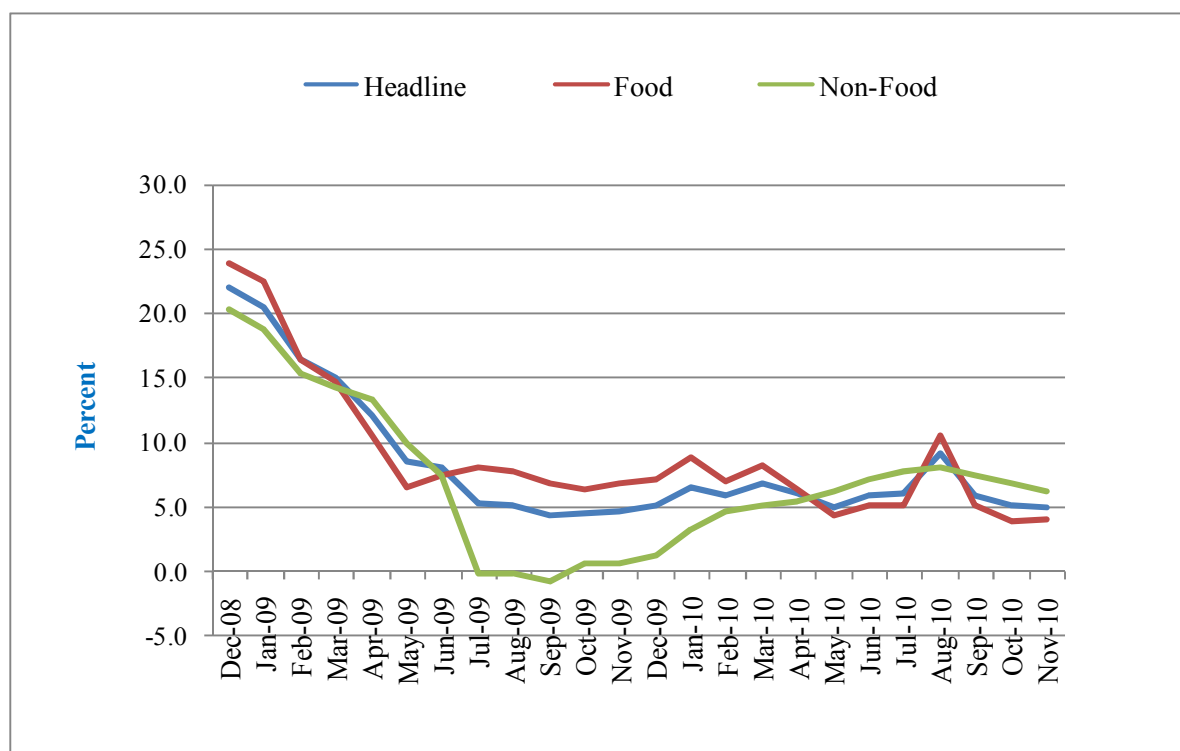
Table 6.1: Annual Percentage Change in Consumer Price Index (CPI)

Base: Dec.2005=100

Major Commodity Group	Weights (%)	2008	2009			2010		
		Nov	Sep	Oct	Nov	Sep	Oct	Nov
Headline/Overall	100	23.7	4.3	4.5	4.7	5.9	5.1	4.9
Food	57.4	25.5	6.9	6.4	6.8	5.1	3.9	4.0
Non-Food	42.6	22.1	-0.8	0.7	0.6	7.5	6.9	6.3
Alcoholic Beverages, Tobacco & Narcotics	0.6	16.4	9.3	17.2	21.5	32.5	21.5	16.9
Clothing & Footwear	6.2	10.2	5.7	4.9	4.7	5.4	6.5	6.7
Housing, Water, Electricity, Gas & Other Fuels	15.6	36.6	-3.2	-1.8	-1.2	5.6	4.9	4.0
Furnishing, Household Equipment & Routine Household Maintenance	5.3	12.8	5.1	5.3	4.9	3.9	3.9	4.0
Health	2.1	16.4	7.4	6.5	6.1	9.2	17.8	16.9
Transport	3.4	23.2	-13.3	-11.8	-11.4	7.8	7.8	7.0
Communication	2.4	-0.9	1.6	0.0	0.0	0.0	0.0	0.0
Recreation & Culture	0.4	5.2	3.5	4.7	4.2	6.8	7.0	7.0
Education	1.1	8.7	4.5	4.5	3.6	12.6	12.6	12.6
Restaurants & Hotels	3.1	15.4	8.0	16.6	13.3	22.3	13.2	13.2
Miscellaneous Goods & Services	2.4	21.3	12.6	13.2	12.1	3.9	4.1	3.2

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 slightly to 4.0 percent during the month under review from 3.9 percent recorded in October 2010, mainly on account of increase in prices of imported rice and sugar (**Chart 6.1**). On the contrary, **month-to-month food inflation** was negative 0.4 percent compared with negative 0.2 percent recorded in October 2010, mainly on account of decline in fish prices.

Annual non-food inflation declined to 6.3 percent in November 2010, from 6.9 percent registered in the year ending October 2010, mainly due to decrease in prices of some household equipments and some services under health category. Similarly, **month-to-month non-food inflation** decreased to 0.1 percent from 0.7 percent recorded in October 2010, mainly due to decrease in prices of clothing and footwear items.

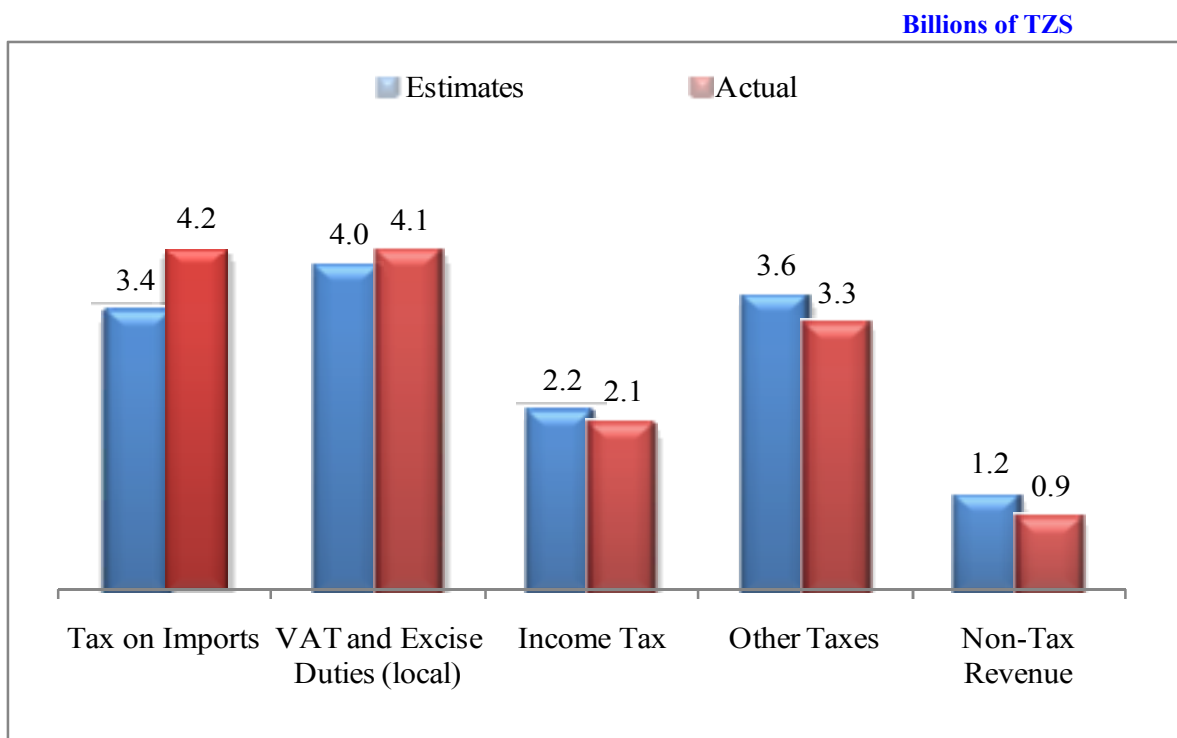
Fiscal Performance

During November 2010, **government budgetary operations** on cheques issued basis registered a deficit of TZS 41.0 billion after grants, the deficit declined to TZS 37.9 billion after adjustment to cash.

During the month under review, **domestic revenue** amounted to TZS 14.5 billion while foreign grants were TZS 1.4 billion. Tax collections reached TZS 13.6 billion above target of TZS 13.2 billion, and accounted for 93.8 percent of the total revenue collections. Non-tax revenue amounted to TZS 0.9 billion, compared to monthly target of TZS 1.2 billion.

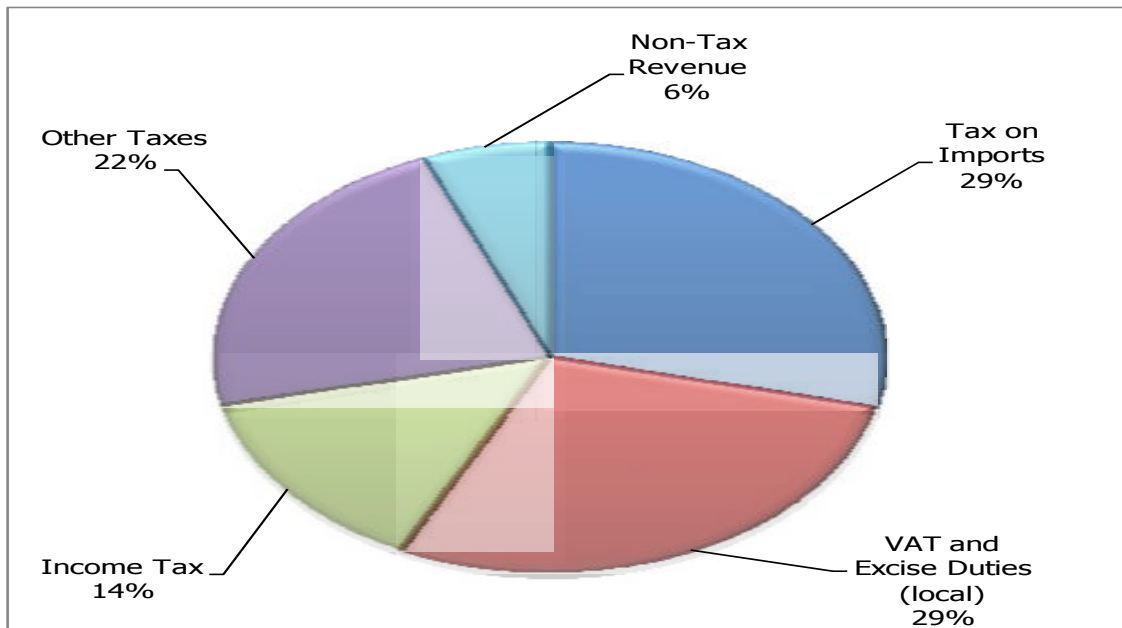
Revenue collections by category indicated that, local VAT and excise duty collections amounted to TZS 4.1 billion, above the target of TZS 4.0 billion. Tax collections on imports amounted to TZS 4.2 billion, exceeding the target of TZS 3.4 billion while income tax collections amounted to TZS 2.1 billion, compared to target of TZS 2.2 billion. Collections of other taxes and their contributions are depicted in **Chart 6.2** and **Chart 6.3**.

Chart 6.2: Government Revenue by Sources – November 2010



Source: Ministry of Finance and Economic Affairs, Zanzibar

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

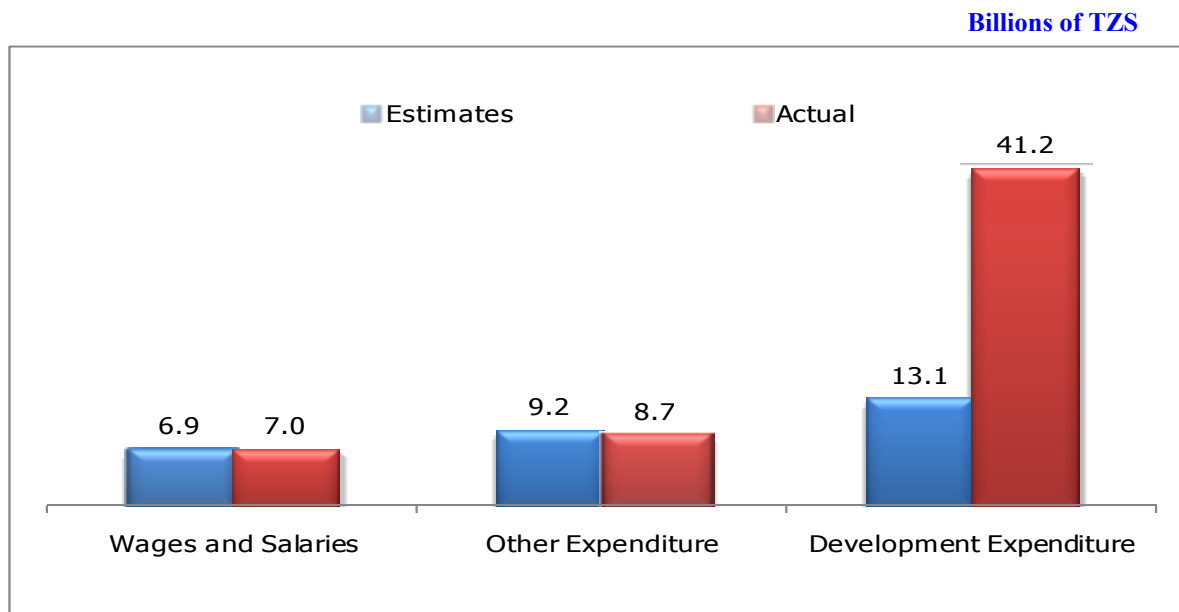


Source: Ministry of Finance and Economic Affairs, Zanzibar

On cumulative basis, **government revenue collections** reached TZS 68.7 billion and accounted for 40.0 percent of the annual target of TZS 171.7 billion for 2010/11 financial year. During the corresponding period in 2009/10, the government revenue collections amounted to TZS 58.8 billion.

Total government expenditure during November 2010, amounted to TZS 56.8 billion, being above the estimate of TZS 29.2 billion. Total recurrent expenditure amounted to TZS 15.6 billion, below the estimates by TZS 0.5 billion, while development expenditure was TZS 41.2 billion above the estimates by TZS 28.1 billion, following huge foreign inflows which was used to fund development expenditure. Out of total development expenditure, government contributions amounted to TZS 2.0 billion, compared to target of TZS 3.0 billion, while foreign funded development expenditure amounted to TZS 39.3 billion, exceeding the target of TZS 10.1 billion. **Chart 6.4** depicts government expenditure by components.

Chart 6.4: Government Expenditure by Components– November 2010



Source: Ministry of Finance and Economic Affairs, Zanzibar

Cumulatively from July – November 2010, government expenditure reached TZS 148.0 billion, accounting for 33.3 percent of the annual target of TZS 444.6 billion. During the corresponding period in 2009, government expenditure was TZS 109.4 billion.

External Sector Performance

Current Account Balance

Zanzibar **current account balance** for the year ending November 2010, recorded a surplus of USD 0.9 million, compared with a surplus of USD 24.3 million recorded in the corresponding period in 2009. This development was associated with a decline in current transfers and exports of goods coupled with an increase in merchandise imports (**Table 6.2**).

Table 6.2: Zanzibar Current Account Balance

Item	Millions of USD								
	2009	2010p				Year Ending November		% Change	
	Nov	Aug	Sep	Oct	Nov	2009	2010p	Monthly	Annual
Goods Account (net)	-5.1	-1.2	-4.0	-6.2	-6.6	-65.7	-78.8	6.3	19.9
Exports	2.9	3.8	4.1	1.8	0.4	28.1	18.2	-77.8	-35.2
Imports (fob)	8.0	5.0	8.1	8.1	7.0	87.6	97.0	-13.6	10.7
Services Account (net)	2.0	6.0	3.4	3.3	2.2	26.9	43.3	-33.3	61.0
Receipts	8.3	9.2	8.3	8.4	7.4	99.0	103.5	-11.9	4.5
Payments	6.3	3.2	4.9	5.1	5.2	72.1	60.2	2.0	-16.5
Goods and Services (net)	-3.1	4.9	-0.7	-2.9	-4.4	-32.6	-35.5	51.7	8.9
Exports of Goods and Services	11.2	13.1	12.4	10.2	7.8	127.1	121.8	-23.5	-4.2
Imports of Goods and Services	14.3	8.2	13.1	13.1	12.2	159.7	157.2	-6.9	-1.6
Income Account (net)	-0.7	0.4	-0.1	-0.1	-0.4	-6.4	-1.9	300.0	-70.3
Receipts	0.0	0.4	0.1	0.1	0.0	0.4	1.0	-100.0	150.0
Payments	0.7	0.0	0.2	0.2	0.4	6.8	2.9	100.0	-57.3
Current Transfers (net)	4.2	4.2	2.8	9.1	0.9	63.3	38.3	-90.0	-39.5
Inflows	4.2	4.2	2.8	9.1	0.9	63.3	38.3	-90.1	-39.5
Outflows	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Current Account Balance	0.5	9.5	2.0	6.1	-3.9	24.3	0.9	-163.9	-96.3

Source: Bank of Tanzania (Zanzibar Branch), TRA

Zanzibar total exports of goods and services in November 2010 amounted to USD 7.8 million, down from USD 10.2 million, recorded in the preceding month, mainly on account of a decline in services proceeds. Service receipts amounted to USD 7.4 million, down from USD 8.4 million recorded in preceding month.

Total exports of goods and services for the year ending November 2010 amounted to USD 121.8 million, down from USD 127.1 million recorded during the year ending November 2009 (**Table 6.2**). This outturn was on account of a decline in exports of cloves and manufactured goods. Cloves exports declined to USD 8.0 million from USD 14.4 million, while manufactured goods fell to USD 3.7 million, from USD 5.0 million (**Table 6.3**).

Table 6.3: Zanzibar Exports by Major Categories

Item	Units	2009	2010p				Year Ending November		% Change	
		Nov	Aug	Sep	Oct	Nov	2009	2010p	Monthly	Annual
Traditional :										
Cloves										
Value	Millions	1.6	3.3	2.8	0.5	0.0	14.4	8.0	-100.0	-44.4
Volume	000 Tons	0.4	1.0	0.8	0.2	0.0	4.1	2.2	-100.0	-46.3
Unit Price	USD/Ton	3,544.9	3,500.5	3,600.0	3,600.0	0.0	3,482.3	3,585.8	-100.0	3.0
Non-Traditional :										
Seaweeds										
Value	Millions	0.3	0.1	0.2	0.3	0.2	2.7	2.8	-33.3	3.7
Volume	000 Tons	1.0	0.4	0.8	1.0	0.9	10.4	11.0	-10.0	5.8
Unit Price	USD/Ton	263.1	250.0	277.7	301.4	222.2	258.9	254.1	-26.3	-1.8
Manufactured Goods	Millions	0.5	0.2	0.7	0.5	0.1	5.0	3.7	-80.0	-26.0
Fish and Fish Produce	Millions	0.0	0.0	0.0	0.1	0.0	0.3	0.4	-100.0	33.0
Others Exports	Millions	0.6	0.2	0.4	0.4	0.1	5.7	3.5	-75.0	-38.6
Sub Total	Millions	1.3	0.5	1.3	1.3	0.4	13.7	10.3	-69.2	-24.8
Grand Total	Millions	2.9	3.8	4.1	1.8	0.4	28.1	18.2	-77.8	35.2

= provisional

Source: Bank of Tanzania (Zanzibar Branch), TRA

During the year ending November 2010, total imports of goods and services amounted to USD 157.2 million, compared with USD 159.7 million registered in the corresponding period in 2009. This development was mainly explained by the decline in payments for services.

During the year ending November 2010, total goods imports (c.i.f) increased to USD 106.6 million, compared with USD 96.3 million registered in the corresponding period in 2009. Specifically, oil imports increased to USD 41.7 million in the year ending November 2010, from USD 25.6 million recorded in the year ending November 2009, while capital goods imports increased slightly to USD 41.8 million compared with USD 41.2 million recorded in the corresponding period in 2009. Food and food stuffs imports decline to USD 6.8 million from USD 8.0 million (**Table 6.4**).

Table 6.4: Zanzibar Imports by Major Categories

Millions of USD

Import Category	2009	2010p			Year Ending November		%Change	
	Nov	Sep	Oct	Nov	2009	2010p	Monthly	Annual
Capital Goods	4.2	3.4	1.6	3.1	41.2	41.8	93.8	1.5
Transport Equipment	2.3	2.0	0.7	1.5	21.6	15.8	114.3	-26.9
Building and Constructions	0.6	0.4	0.4	0.7	8.0	7.9	75.0	-1.2
Machinery	1.3	1.0	0.5	0.9	11.6	18.1	80.0	56.0
Intermediate Goods	2.6	4.2	6.4	2.5	33.1	45.8	-60.9	38.8
Oil imports	2.0	3.7	6.0	2.0	25.6	41.7	-66.7	62.9
Industrial raw materials	0.5	0.5	0.4	0.5	7.5	4.1	25.0	-45.3
Consumer Goods	1.9	1.4	0.9	2.1	22.0	19.1	133.3	-13.2
Food and food stuffs	0.6	0.5	0.4	0.6	8.0	6.8	50.0	-15.0
All other consumer goods	1.3	0.9	0.5	1.5	14.0	12.3	200.0	-12.1
Grand Total (c.i.f)	8.8	9.0	8.9	7.7	96.3	106.6	-13.5	10.7
Grand Total (f.o.b)	8.0	8.1	8.1	7.0	87.6	97.0	-13.6	10.7

p = provisional

Source: Bank of Tanzania (Zanzibar Branch), TRA

During the year ending November 2010, **services account** recorded a surplus of USD 43.3 million, compared with a surplus of USD 26.9 million recorded in the year ending 2009. Total foreign receipts amounted to USD 103.5 million, up from USD 99.0 million, while foreign payments amounted to USD 60.2 million from USD 72.1 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	July to November		November	
		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	2,308,133.5	2,093,832.6	488,000.1	428,775.6
Total Revenue	6,003,590.0	352,598.6	400,607.1	502,511.0	1,665,057.0	428,775.6	2,236,224.4	2,093,832.6	473,618.2	428,775.6
Tax Revenue	5,638,593.4	333,739.6	379,863.8	479,453.0	1,581,421.4	406,061.9	2,086,386.3	1,987,483.3	442,682.3	406,061.9
Taxes on Imports	2,101,289.3	132,907.2	163,543.2	154,273.6	605,629.1	174,831.5	810,396.2	780,460.6	176,483.9	174,831.5
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	475,237.8	440,982.6	108,706.6	87,851.5
Drawings from EPA	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	561,186.1	545,724.8	106,018.1	93,132.3
Other taxes	620,911.9	33,363.2	40,268.2	48,872.1	170,068.8	50,246.6	239,566.3	220,315.4	51,473.7	50,246.6
Non-tax Revenue	364,996.6	18,859.0	20,743.3	23,058.0	83,635.6	22,713.7	149,838.0	106,349.3	30,936.0	22,713.7
LGA Own Sources	172,582.0	0.0	0.0	0.0	0.0	0.0	71,909.2	0.0	14,381.8	0.0
Total Expenditure /2	10,769,611.7	421,540.5	632,814.4	917,915.2	2,756,033.3	753,316.0	4,077,152.1	3,509,349.3	830,344.2	753,316.0
Recurrent expenditure	6,950,560.6	318,958.4	487,587.8	697,677.7	1,972,975.5	605,067.1	2,718,924.7	2,578,042.6	540,593.9	605,067.1
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	27,593.7	37,628.7	6,851.8	6,851.8
Wages and salaries	2,205,429.7	184,325.8	195,625.4	195,625.4	772,166.7	196,590.1	960,637.0	968,756.8	196,480.0	196,590.1
Interest payments	364,469.6	6,420.0	17,603.1	22,115.3	85,136.9	18,477.3	101,705.0	103,614.2	18,715.4	18,477.3
Domestic	235,027.6	4,258.7	16,429.5	14,173.2	58,252.9	13,669.7	71,609.6	71,922.6	13,669.7	13,669.7
Foreign	129,442.0	2,161.3	1,173.6	7,942.0	26,884.0	4,807.5	30,095.4	31,691.6	5,045.7	4,807.5
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	1,628,989.0	1,468,042.9	318,546.6	383,147.9
Dev. Expenditure and net lending	3,819,051.1	102,582.1	145,226.7	220,237.5	783,057.8	148,248.9	1,358,227.4	931,306.7	289,750.3	148,248.9
Local	1,366,143.3	60,335.8	43,989.2	43,989.2	197,734.2	44,430.0	336,182.5	242,164.2	85,341.3	44,430.0
Foreign	2,452,907.8	42,246.3	101,237.5	176,248.3	585,323.6	103,818.9	1,022,044.9	689,142.5	204,409.0	103,818.9
Balance before Grants	-4,593,439.7	-68,941.9	-232,207.3	-415,404.2	-1,090,976.3	-324,540.4	-1,769,018.6	-1,415,516.7	-342,344.1	-324,540.4
Grants	2,020,907.1	101,570.0	72,804.5	37,929.4	606,447.4	21,051.6	982,294.6	627,499.1	115,758.3	21,051.6
Program (CIS/OGL)	631,808.1	67,586.5	45,147.6	0.0	390,057.2	20,390.8	403,503.3	410,448.0	0.0	20,390.8
Project	898,779.4	2,002.5	530.5	5,217.0	8,165.5	660.8	432,720.6	8,826.3	97,294.1	660.8
Basket funds	221,569.5	31,981.0	14,416.6	27,542.4	181,960.5	0.0	92,320.6	181,960.5	18,464.1	0.0
MDRI/MCA(T)	268,750.1	0.0	12,709.7	5,170.0	26,264.3	0.0	53,750.0	26,264.3	0.0	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	-786,724.0	-788,017.7	-226,585.9	-303,488.8
Expenditure float	0.0	-369,695.8	-369,695.8	-7,388.4	-475,522.5	-2,698.4	0.0	-478,220.9	0.0	-2,698.4
Adjustments to cash and other items (net)	0.0	-15,299.8	332,261.9	210,206.2	148,492.3	20,405.2	0.0	168,897.5	0.0	20,405.2
Overall Balance (cheques cleared)	-2,572,532.6	-352,367.5	-196,836.8	-174,657.1	-811,559.1	-285,781.9	-786,724.0	-1,097,341.1	-226,585.9	-285,781.9
Financing:	2,572,532.6	352,367.5	196,836.8	174,657.1	811,559.1	246,218.2	786,724.0	1,057,777.3	226,585.9	246,218.2
Foreign Financing (net)	1,942,532.8	8,215.5	70,358.9	138,318.9	361,083.3	270,746.5	425,025.3	631,829.8	83,531.4	270,746.5
Loans	1,728,639.9	8,262.8	73,580.6	90,980.9	295,897.9	237,400.7	336,495.9	533,298.6	67,299.2	237,400.7
Program loans	189,837.3	0.0	0.0	0.0	0.0	173,806.3	0.0	173,806.3	0.0	173,806.3
Development Project loans	1,538,802.6	8,262.8	73,580.6	90,980.9	295,897.9	63,594.4	336,495.9	359,492.3	67,299.2	63,594.4
Basket Support	256,218.6	0.0	0.0	47,338.0	73,035.4	39,563.7	106,757.7	112,599.2	21,351.5	39,563.7
Amortization	-42,325.7	-47.3	-3,221.7	0.0	-7,850.0	-6,217.9	-18,228.4	-14,067.9	-5,119.4	-6,217.9
Domestic (net) /3	629,999.8	344,152.0	126,477.8	36,338.2	450,475.8	-24,528.3	361,698.7	425,947.5	143,054.5	-24,528.3
Bank & Non Bank Financing (NDF)	599,999.8	344,152.0	126,477.8	36,338.2	450,475.8	-24,528.3	361,698.7	425,947.5	143,054.5	-24,528.3
Bank borrowing	599,999.8	388,122.3	82,253.5	89,977.7	496,595.1	-30,264.9	361,698.7	466,330.2	143,054.5	-30,264.9
Non-Bank (net of amortization)	0.0	-43,970.3	44,224.3	-53,639.6	-46,119.3	5,736.6	0.0	-40,382.7	0.0	5,736.6
Borrowing/Roll over	797,620.0	28,364.6	33,527.4	102,222.4	248,714.4	92,276.2	340,990.6	340,990.6	92,276.2	92,276.2
Domestic & Contingent debt Amortization	-797,620.0	-28,364.6	-33,527.4	-102,222.4	-248,714.4	-92,276.2	-340,990.6	-340,990.6	-92,276.2	-92,276.2
Privatization Proceeds	30,000.0	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		
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		
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		
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		
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		
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		
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		
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		
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		
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		
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		
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		
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		
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		
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		
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		
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		
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		
(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		
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		
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		
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		
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		
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		
<i>Note: Data reflect new series based on the IMF's 2000</i>																			
<i>Monetary and Financial Statistics Manual.</i>																			
<i>Source: Bank of Tanzania; and Fund's staff calculations</i>																			

Table A5(a): Exports by Type of Commodity

Items	2009 ^p	2010		% Change		Year Ending November ^q		% Change
	Nov	Oct	Nov	Nov 09 - Nov 10	Oct 10 - Nov 10	2009	2010	
Traditional Exports:								
COFFEE								
Value	13.3	17.1	19.3	12.4	44.6	116.9	85.7	-26.7
Volume	5.9	5.1	5.1	-0.2	-13.7	58.8	29.7	-49.5
Unit Price	2,251.5	3,352.0	3,352.0	0.0	48.9	1,989.2	2,889.3	45.3
COTTON								
Value	9.7	13.7	3.4	-75.1	-64.9	109.7	97.1	-11.5
Volume	9.0	10.3	2.4	-77.1	-73.7	92.2	80.2	-13.0
Unit Price	1,080.4	1,369.7	1,326.8	-3.1	22.8	1,189.9	1,210.0	1.7
SISAL								
Value	0.0	0.0	0.0	0.0	0.0	0.6	0.0	-100.0
Volume	0.0	0.0	0.0	0.0	0.0	0.5	0.0	-100.0
Unit Price	0.0	0.0	0.0	0.0	0.0	1,179.9	0.0	-100.0
TEA								
Value	6.3	2.4	3.1	26.5	-51.4	42.9	41.1	-4.3
Volume	2.9	1.3	1.7	29.1	-42.8	29.3	20.3	-30.7
Unit Price	2,170.7	1,886.7	1,885.0	-0.1	-13.2	1,463.7	2,020.3	38.0
TOBACCO								
Value	14.1	22.5	27.0	20.2	91.1	137.4	214.4	56.1
Volume	2.8	5.1	6.0	18.4	113.8	39.1	49.7	27.3
Unit Price	5,057.2	4,450.7	4,520.6	1.6	-10.6	3,516.5	4,311.1	22.6
CASHEWNUTS								
Value	2.87	0.5	40.1	--	0.0	51.4	85.6	66.5
Volume	3.94	0.9	50.5	--	0.0	71.9	113.4	57.7
Unit Price	0.0	541.3	530.7	--	0.0	715.1	754.9	5.6
CLOVES								
Value	2.05	0.5	0.0	-97.7	-99.4	14.8	8.2	-44.6
Volume	0.63	0.2	0.0	-97.7	-99.5	4.8	2.5	-48.6
Unit Price	3,275.0	3,600.0	3,600.0	0.0	9.9	3,060.0	3,301.7	7.9
Sub Total	48.4	56.8	92.9	63.6	91.9	473.8	532.1	12.3
Non-Traditional Exports:								
Minerals	116.6	113.7	119.0	4.7	2.1	1,210.9	1,530.3	26.4
Gold	115.2	111.0	117.5	5.9	2.0	1,169.6	1,487.3	27.2
Diamond	0.0	0.2	0.2	--	413.9	15.3	10.4	-32.0
Other minerals ¹	1.4	2.5	1.3	-47.1	--	26.0	32.6	25.1
Manufactured Goods	43.7	108.4	97.8	-9.8	--	565.6	917.2	62.2
Cotton Yarn	1.3	1.8	0.4	-80.4	-73.7	6.5	12.3	87.6
Manufactured Coffee	0.0	0.1	0.1	0.0	0.0	1.5	1.0	-34.5
Manufactured Tobacco	0.5	1.5	1.5	-3.1	201.1	5.6	10.9	94.8
Sisal Products (Yarn & Twine)	0.4	0.8	1.0	26.7	0.0	13.5	9.0	-33.0
Other manufactured Goods ²	41.4	104.2	94.9	-8.9	--	538.4	884.0	64.2
Fish and Fish Products	10.8	15.9	10.3	-35.4	-4.8	226.9	137.6	-39.3
Horticultural products	2.8	2.3	8.5	264.9	209.2	34.2	36.6	7.0
Re-exports	11.1	11.3	14.8	31.4	--	129.5	134.8	4.1
Others Exports³	15.9	39.6	35.8	-9.5	125.7	299.2	337.2	12.7
Sub Total	200.8	291.2	286.3	-1.7	45.1	2,466.1	3,093.7	25.4
GRAND TOTAL	249.2	348.0	379.2	9.0	39.7	2,939.9	3,625.8	23.3

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 November ^P		% Change
	Nov	Oct	Nov	Nov 09 - Nov 10	Oct 10 - Nov 10	2009	2010	
Capital Goods	220.1	234.7	282.2	20.3	28.2	2,523.4	2,655.3	5.2
Transport Equipments	58.6	89.3	105.3	17.9	79.8	742.5	875.8	18.0
Building and Constructions	70.1	47.2	51.1	8.4	-27.1	548.1	613.0	11.8
Machinery	91.4	98.2	125.8	28.2	37.7	1,232.8	1,166.5	-5.4
Intermediate Goods	186.2	224.6	195.6	-12.9	5.0	1,848.7	2,636.5	42.6
Oil imports	130.6	156.7	132.8	-15.2	1.7	1,290.0	1,938.9	50.3
Fertilizers	10.6	18.2	7.1	-61.2	-33.2	94.3	118.8	25.9
Industrial raw materials	45.0	49.7	55.7	12.1	23.8	464.3	578.7	24.6
Consumer Goods	126.4	134.6	140.3	4.2	10.9	1,406.6	1,611.2	14.5
Food and food stuffs	40.0	26.0	33.5	28.9	-16.1	345.2	422.8	22.5
All other consumer goods ¹	86.5	108.6	106.8	-1.7	23.4	1,061.3	1,188.4	12.0
Grand Total (f.o.b)	533.0	593.8	618.1	4.1	16.0	5,778.6	6,903.0	19.5
Grand Total (c.i.f)	585.7	652.6	679.2	4.1	16.0	6,350.2	7,585.7	19.5

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
A. Current Account	-862.8	-1,143.2	-1,578.6	-2,535.8	-1,745.8
Balance on Goods	-1,318.5	-1,946.5	-2,634.1	-3,447.4	-2,679.4
Goods: exports f.o.b.	1,679.1	1,917.6	2,226.6	3,036.0	3,096.3
Traditional	354.5	267.1	319.7	417.7	470.8
Non-traditional	1,324.6	1,476.2	1,704.5	2,270.6	2,163.2
o/w Gold	655.1	786.4	788.2	932.4	1,076.1
Unrecorded trade		174.3	202.4	347.8	462.3
Goods: imports f.o.b.	-2,997.6	-3,864.1	-4,860.6	-6,483.4	-5,775.7
Balance on Services	61.8	278.7	462.1	392.9	321.4
Services: credit	1,269.2	1,528.1	1,875.7	1,998.8	2,059.6
Transportation	222.9	343.7	331.1	364.6	334.4
Travel	823.6	950.2	1,198.8	1,288.7	1,260.1
Other	222.7	234.1	345.8	345.4	465.2
Services: debit	-1,207.3	-1,249.3	-1,413.7	-1,605.8	-1,738.2
Transportation	-319.5	-418.3	-485.0	-658.0	-612.6
Travel	-553.8	-534.5	-595.3	-720.7	-766.2
Other	-334.0	-296.6	-333.4	-227.1	-359.5
Balance on Goods and Services	-1,256.6	-1,667.8	-2,172.0	-3,054.4	-2,358.0
Balance on income	-102.0	-64.1	-58.1	-90.8	-74.0
Income: credit	80.9	80.3	107.3	122.7	155.3
O/W: Investment Income	70.7	73.9	101.3	113.4	143.9
Compensation of employees	10.2	6.4	6.0	9.3	11.4
Income: debit	-182.9	-144.4	-165.4	-213.5	-229.3
O/W: Direct Investment Income	-65.6	-66.4	-67.6	-68.3	-72.0
Interest payments (scheduled)	-56.9	-27.8	-26.0	-65.3	-45.5
Compensation of employees	-24.9	-23.4	-46.4	-54.5	-80.6
Balance on Goods, Services and Income	-1,358.6	-1,731.8	-2,230.1	-3,145.2	-2,432.0
Balance on Current transfers	495.7	588.7	651.5	609.4	686.2
Current transfers: credit	563.3	654.6	724.0	689.0	762.0
Government	477.9	559.7	626.9	588.5	654.1
o/w: Multilateral HIPC relief	75.7	42.1	36.7	0.0	0.0
Other sectors	85.4	94.9	97.1	100.5	107.9
Current transfer: debit	-67.5	-65.9	-72.5	-79.6	-75.8
B. Capital Account	393.2	5,183.5	911.7	537.0	466.5
Capital transfers: credit	393.2	5,183.5	911.7	537.0	466.5
General Government	350.1	5,135.0	858.5	477.3	403.9
Project	238.0	173.3	335.5	477.3	403.9
Debt forgiveness (including MDRI)	112.1	4,961.7	523.0	0.0	0.0
Other sectors	43.1	48.6	53.2	59.8	62.6
Capital transfers: Debit	0.0	0.0	0.0	0.0	0.0
Total, Groups A plus B	-469.7	4,040.3	-666.9	-1,998.8	-1,279.3
C. Financial Account, excl. reserves and related items	555.6	-3,954.6	946.0	1,745.7	1,553.2
Direct investment abroad	0.0	0.0	0.0	0.0	0.0
Direct investment in Tanzania	494.1	597.0	647.0	679.3	645.0
Portfolio investment	2.5	2.6	2.8	2.9	3.0
Other investment	59.0	-4,554.2	296.3	1,063.5	905.2
Assets	-90.9	-187.6	34.1	181.7	-333.8
Liabilities	150.0	-4,366.6	262.2	881.8	1,239.0
Total, Groups A through C	85.9	85.7	279.1	-253.1	274.0
D. Net Errors and Omissions	-314.5	374.9	125.5	401.1	91.0
Overall balance	-228.7	460.7	404.6	148.0	365.0
E. Reserves and Related Items	228.7	-460.7	-404.6	-148.0	-365.0
Reserve assets	254.0	-126.5	-411.4	-147.0	-675.5
Use of Fund credit and loans	-50.5	-334.2	6.8	-0.2	310.6
Exceptional financing	25.1	0.0	0.0	0.0	0.0
Memorandum items					
GDP(mp) billions of TZS	15,965.3	17,941.3	20,948.4	24,617.4	29,375.9
GDP(mp) millions of USD	14,139.1	14,308.4	16,838.6	20,577.8	22,249.2
CAB/GDP	-6.1	-8.0	-9.4	-12.3	-7.8
CAB/GDP (excl. current official transfers)	-9.5	-11.9	-13.1	-15.2	-10.8
Gross Official Reserves	2,049.5	2,136.9	2,724.3	2,872.6	3,551.3
Months of Imports	5.8	5.0	5.2	4.3	5.7
Net International Reserves (year end)	1,702.5	2,121.4	2,706.6	2,855.1	3,220.5
Change in Net International Reserves	180.5	-418.9	-585.2	-148.4	-365.4
Exchange rate (end of period)	1,165.5	1,261.6	1,132.1	1,280.3	1,313.3
Exchange rate (annual average)	1,129.2	1,253.9	1,244.1	1,196.3	1,320.3

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	12.2												
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

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	Non-Food		
	(Combining Food consumed at Home and Food Consumed in Restaurants)	Total Non- Food (All Items Less Food)	All Items Less Food and Energy	Energy and Fuels (Combining Electricity and Other fuels for use at Home with Petrol and Diesel)
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

Source: National Bureau of Statistics

Table A7: National Debt Developments							
					Millions of USD		
Item	2008/09	2009/10	Jul-10	2010/11 Aug-10	Sep-10	Oct-10	Nov-10
1. Overall Total Debt Committed²	8,120.1	9,548.3	9,687.5	9,690.4	9,825.0	9,966.8	9,882.6
Disbursed outstanding debt	5,483.0	6,558.3	6,707.7	6,640.4	6,824.4	6,909.8	6,924.2
Undisbursed debt	2,637.1	2,990.0	2,979.8	3,050.0	3,000.5	3,057.0	2,958.4
2. Disbursed Debt by Creditor Category²	5,483.0	6,558.3	6,707.7	6,640.4	6,824.44	6,909.8	6,924.2
Bilateral debt	933.5	955.4	961.8	954.7	956.5	906.1	900.5
Multilateral debt	3,430.1	4,204.8	4,331.2	4,266.3	4,441.4	4,574.4	4,585.6
Commercial debt	700.3	815.2	831.2	829.7	836.4	844.1	842.6
Export credits	419.1	582.9	583.5	589.6	590.2	585.3	595.6
3. Disbursed Debt by Borrower Category²	5,483.0	6,558.3	6,707.7	6,640.4	6,824.4	6,909.8	6,924.2
Central Government	4,118.2	4,816.9	4,940.1	4,869.0	5,045.7	5,128.9	5,137.8
Parastatal Companies	392.4	534.7	547.3	543.3	553.6	553.9	548.4
Private Sector	972.4	1,206.7	1,220.2	1,228.1	1,225.2	1,227.0	1,238.0
4. Disbursed Debt by Use of Funds²	5,623.6	6,558.3	6,707.7	6,640.4	6,824.4	6,909.8	6,924.2
BOP & Budget Support	1,838.5	2,121.2	2,158.9	2,026.6	2,136.1	2,137.6	2,141.4
Transport & Telecommunication	695.7	720.2	724.4	753.9	760.7	769.0	788.2
Agriculture	599.0	712.2	724.9	687.4	683.6	692.7	738.6
Energy & Mining	808.7	802.2	756.7	717.4	719.0	711.3	651.8
Industries	141.9	178.8	187.8	207.1	214.4	213.6	206.2
Social Welfare & Education	756.8	874.8	900.8	886.0	936.2	980.2	993.1
Finance and Insurance	73.8	88.4	93.5	148.5	154.2	158.5	157.7
Tourism	90.6	101.8	102.3	95.9	96.1	96.2	104.9
Others	618.7	958.6	1,058.5	1,117.5	1,124.2	1,150.7	1,142.4
5. Total Amount of Loan Contracted¹	1,104.3	903.1	23.9	141.7	0.0	6.4	3.0
Government	456.3	647.8	0.0	129.7	0.0	0.0	0.0
Parastatal Companies	336.0	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
6. Disbursements¹	941.2	1,075.1	30.6	16.7	84.8	43.0	34.4
Government	480.2	811.5	6.7	5.3	84.8	36.7	31.3
Parastatal Companies	246.7	92.7	0.0	0.0	0.0	0.0	0.0
Private	214.3	171.0	23.9	11.4	0.0	6.2	3.0
7. Scheduled Debt Service¹	271.0	267.2	26.8	10.5	13.5	29.5	21.8
8. Actual Debt Service¹	54.0	75.9	9.0	5.1	13.3	13.4	6.8
Principal	24.1	39.1	3.0	3.6	9.1	7.6	2.8
Interest	29.9	36.8	6.0	1.5	4.2	5.8	4.0
Others	0.0	0.0	0.0	0.0	0.0	0.0	0.0
9. Net Transfers¹	887.2	999.2	21.6	11.5	71.5	29.6	27.5
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
Principal	1,293.4	1,122.0	1,147.5	1,118.2	1,138.7	1,102.3	1,111.3
Bilateral	452.8	464.5	470.3	467.9	472.2	422.4	416.6
Multilateral	17.2	17.0	17.5	17.6	18.2	18.3	11.7
Commercial	449.3	384.7	398.2	374.7	392.4	402.5	414.3
Export Credits	374.1	255.8	261.4	257.9	255.9	259.2	268.7
Interest	1,516.3	1,639.5	1,669.8	1,672.3	1,695.6	1,648.8	1,650.8
Bilateral	669.5	720.7	734.7	739.2	748.2	680.5	674.2
Multilateral*	10.9	17.0	17.5	17.6	18.2	18.3	18.2
Commercial	562.0	603.9	615.0	613.3	625.8	639.9	639.9
Export Credits	274.0	297.9	302.6	302.1	303.5	310.2	318.5
11. External Debt Stock	6,999.4	8,197.8	8,377.5	8,312.6	8,520.1	8,558.6	8,575.0
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
13. Total Debt Stock	8,740.5	10,207.3	10,441.8	10,383.9	10,797.5	10,835.2	10,863.3
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
*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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