



BANK OF TANZANIA

Monthly Economic Review

August 2010

TABLE OF CONTENTS

1.0	INFLATION DEVELOPMENTS	1
	FOOD SUPPLY SITUATION	2
2.0	MONETARY AND FINANCIAL DEVELOPMENTS	4
	MONEY SUPPLY AND CREDIT DEVELOPMENTS.....	4
	INTEREST RATE DEVELOPMENTS	8
	FINANCIAL MARKETS DEVELOPMENTS	9
3.0	GOVERNMENT BUDGETARY OPERATIONS.....	13
4.0	EXTERNAL SECTOR PERFORMANCE	14
	CURRENT ACCOUNT BALANCE	14
	WORLD COMMODITY PRICES	21
5.0	NATIONAL DEBT DEVELOPMENTS	22
6.0	ECONOMIC DEVELOPMENTS IN ZANZIBAR.....	25
	INFLATION DEVELOPMENTS	25
	FISCAL PERFORMANCE	26
	EXTERNAL SECTOR PERFORMANCE	28
	CURRENT ACCOUNT	28
	GLOSSARY	42

1.0 Inflation Developments

Annual headline inflation rate slowed to 6.3 percent in July 2010 from 7.2 percent recorded in June 2010 mainly due to decline in food inflation (**Table 1.1 and Chart 1.1**). Similarly, the 12-month average annual headline inflation declined to 10.2 percent in July 2010 from 11.9 percent recorded in the corresponding period a year before (August 2008 to July 2009). **Month-to-month headline inflation rate** was negative 0.4 percent in July 2010 compared to negative 1.1 percent in the preceding month driven mainly by non-food inflation.

Annual food inflation rate, declined to 5.6 percent in July 2010 from 7.1 percent in June 2010 mainly on account of movements in the prices of cereal and cereal products. Likewise, the 12-month average food inflation eased to 12.3 percent in July 2010, lower than 16.6 percent registered in the corresponding period of 2009. **Month-to-month food inflation** was negative 1.5 percent in July 2010 compared to negative 2.0 percent recorded in the previous month following decrease in the average prices of cereals and cereal products, cooking banana, fruits and cowpeas. Between May and July food prices normally decline in most parts of the country following increased food supplies from seasonal harvests.

Annual non-food inflation rate eased marginally to 7.4 percent in July 2010 from 7.5 percent recorded in the preceding month, mainly associated with decrease in the average prices of items under clothing and footwear and education sub-groups. On the other hand, the 12-month average annual non-food inflation rate was 6.8 percent in July 2010, higher than the average rate of 4.8 percent recorded in the corresponding period of 2009. **Month-to-month non-food inflation rate** increased to 1.6 percent from 0.5 percent in the preceding month, largely due to increase in the average prices of tobacco, kerosene and charcoal.

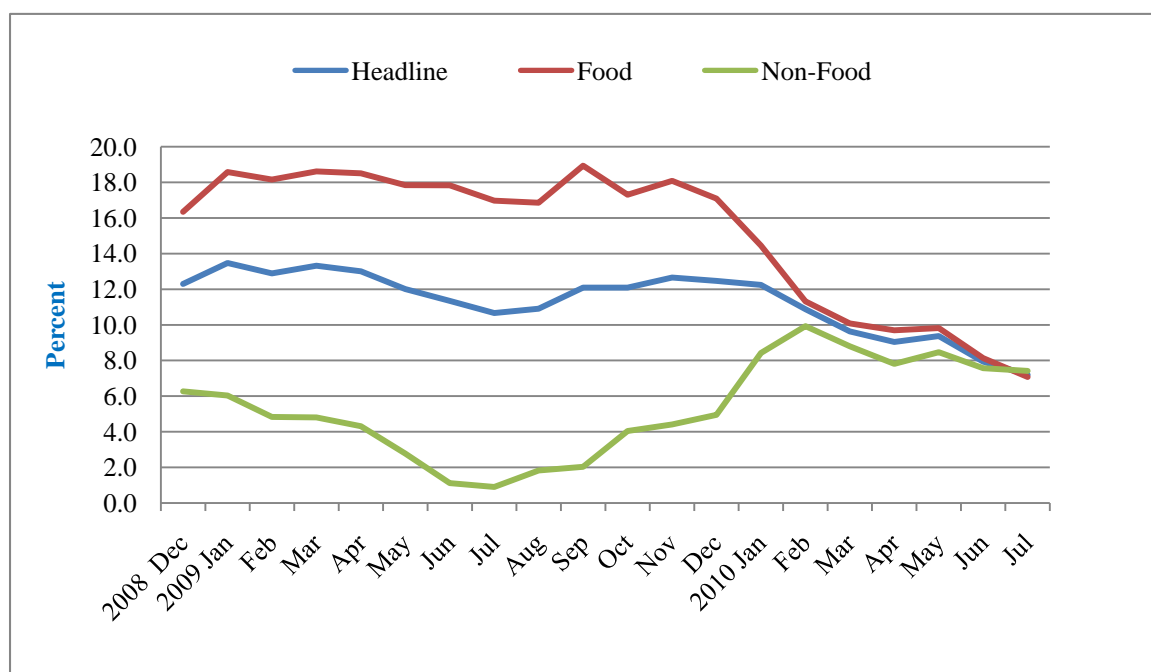
Table 1.1: Annual Percentage Change in Consumer Price Index (ALL-Urban)

(Base: Dec 2001 = 100)

Major Commodity Group	Weight (%)	2008			2009			2010		
		May	Jun	Jul	May	Jun	Jul	May	Jun	Jul
Headline/Overall	100	9.1	9.3	9.5	11.3	10.7	10.9	7.9	7.2	6.3
Food	55.9	11.0	11.4	11.2	17.8	17.0	16.9	8.1	7.1	5.6
Non-food	44.1	6.5	6.3	6.8	1.2	1.0	1.8	7.7	7.5	7.4
Transportation	9.7	6.0	6.7	6.0	-1.0	-2.0	-1.9	7.6	8.0	7.0
Fuel, Power and Water	8.5	11.7	10.6	12.0	-9.0	-10.1	-9.1	14.5	15.4	19.3
Drinks and Tobacco	6.9	7.5	7.7	7.9	6.6	6.8	9.9	10.1	9.6	7.0
Clothing & Footwear	6.4	1.1	0.9	1.3	5.0	7.2	8.5	3.0	0.8	-0.7
Education	2.6	6.4	6.3	7.2	10.3	11.4	11.7	2.5	0.9	-0.4
Furniture & Household Equip.	2.1	5.1	5.5	5.4	6.9	6.0	6.4	2.3	2.9	2.1
H/h Operations Maintenance	2.1	2.5	2.8	2.0	5.2	4.5	4.4	2.8	3.1	3.1
Personal Care & Health	2.1	3.9	4.0	4.9	7.1	7.7	7.1	5.6	5.0	4.6
Rents	1.4	2.1	2.1	3.5	12.2	12.2	12.6	2.8	2.7	1.7
Recreation & Entertainment	0.8	4.2	4.0	4.4	8.8	9.1	9.0	2.1	1.6	-0.6
Misc. Goods & Services	1.5	0.4	0.4	1.8	4.1	3.8	3.8	-5.0	-4.5	4.8

Source: National Bureau of Statistics

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



Source: Bank of Tanzania

Food Supply Situation

In July 2010, food situation in the country was satisfactory despite the incidences of food shortage in some districts. During the month, Iringa rural district received 1,000 tons of food assistance to alleviate food shortages in some parts of the district. Cumulatively, from July 2009

to July 2010, government distributed 162,894 tons of grain at subsidised prices or freely to districts facing food shortages.

On annual basis, wholesale prices for major food crops increased in July 2010 with the exception of maize and rice (**Table 1.2**). Nonetheless, on month-to-month basis wholesale prices for all food items decreased, except for maize, owing to improved domestic food supply from the on-going food crop harvests.

Table 1.2: National Average Wholesale Prices for Selected Food Items

TZS per 100 kg

	2009	2010		Percentage change	
Item	Jul	Jun	Jul	Jul 09 to Jul 10	Jun to Jul 2010
Maize	34,119	27,055	27,596	-19.1	2.0
Rice	99,302	87,838	83,472	-15.9	-5.0
Beans	88,469	95,775	94,167	6.4	-1.7
Sorghum	44,323	53,189	45,511	2.7	-14.4
Potatoes	48,521	50,368	49,836	2.7	-1.1

Source: Ministry of Industry, Trade and Marketing

National Food Reserves

Stocks of maize and sorghum held by the National Food Reserve Agency (NFRA) declined to 47,143 tons at the end of July 2010, from 48,248 tons recorded in the preceding month (**Table 1.3**). The decline in the stocks was on account of sale of grains to the Government for distribution to the areas facing food shortages. Meanwhile, NFRA plan to purchase a total of 140,000 tons from the domestic markets during 2010/11 to replenish the drawn down stocks during the previous year.

Table 1.3: National Food Reserve Agency (NFRA) Stock (Tons)

Period	2007	2008	2009	2010	% Change 2009-2010
January	112,343	139,765	128,919	66,267	-48.6
February	117,838	133,898	125,430	64,461	-48.6
March	121,046	119,022	124,252	60,694	-51.2
April	125,509	94,509	122,849	53,821	-56.2
May	128,350	79,369	109,876	50,312	-54.2
June	128,804	76,649	94,699	48,248	-49.1
July	129,306	75,438	88,841	47,143	-46.9
August	125,653	83,131	93,231		
September	131,937	102,225	110,278		
October	143,717	114,464	107,177		
November	142,624	122,209	86,542		
December	142,044	129,253	77,644		

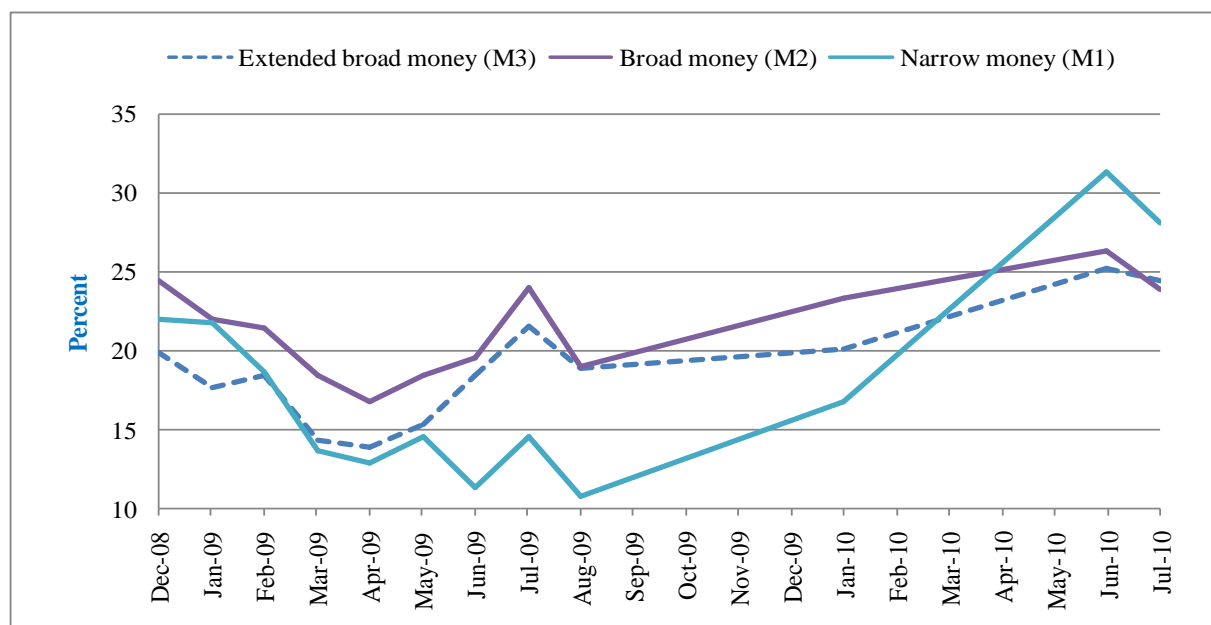
Source: National Food Reserve Agency

2.0 Monetary and Financial Developments

Money Supply and Credit Developments

Annual growth rate of extended broad money supply (M3) decreased to 24.4 percent in July 2010, from 25.1 percent recorded in the preceding month, but was higher than 21.5 percent recorded in the corresponding period of 2009. Similarly, the annual growth rate of broad money supply (M2) was 23.8 percent in July 2010, being lower than 26.3 percent recorded in the preceding month but was nearly the same as 23.9 percent registered in July 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								
				Monthly Change		Annual Growth Rates (%)			
	Jul-09	Jun-10	Jul-10	Jun-10	Jul-10	Jul-09	Jun-10	Jul-10	
Net Foreign Assets of the Banking System	4,642.7	5,265.5	5,348.7	328.1	83.1	26.6	25.3	15.2	
Bank of Tanzania	3,797.4	3,949.3	4,079.2	1.8	129.9	25.8	16.1	7.4	
Other Depository Corporations	845.3	1,316.2	1,269.5	326.3	-46.8	30.5	64.2	50.2	
Net Domestic Assets of the Banking System	3,584.7	4,535.8	4,884.7	188.8	348.8	15.5	25.0	36.3	
Domestic Claims	4,701.8	6,174.1	6,642.6	466.7	468.4	29.4	28.0	41.3	
Claims on central government (net)	20.1	712.8	1,100.9	331.3	388.1	---	---	---	
Claims on Central Government	2,499.3	3,591.8	4,006.5	374.6	414.6	19.9	41.9	60.3	
Liabilities to Central Government	2,479.1	2,879.0	2,905.5	43.3	26.5	17.9	19.8	17.2	
Claims on Other Sectors	4,681.7	5,461.3	5,541.6	135.4	80.3	28.2	16.3	18.4	
Extended Broad Money Supply (M3)	8,227.4	9,801.4	10,233.3	516.9	432.0	21.5	25.1	24.4	
Foreign Currency Deposits (FC) in National currency	2,122.3	2,513.8	2,675.1	137.5	161.3	15.2	22.0	26.0	
<i>FCD in millions of USD</i>	<i>1,615.9</i>	<i>1,822.4</i>	<i>1,935.3</i>	<i>95.4</i>	<i>112.9</i>	<i>2.1</i>	<i>14.9</i>	<i>19.8</i>	
Broad Money Supply (M2)	6,105.1	7,287.5	7,558.3	379.4	270.7	23.9	26.3	23.8	
Other Deposits in National Currency	2,763.4	3,152.8	3,279.5	9.5	126.7	37.4	20.2	18.7	
Narrow Money Supply (M1)	3,341.7	4,134.7	4,278.7	369.9	144.0	14.6	31.3	28.0	
Currency in circulation	1,493.9	1,680.5	1,813.2	86.3	132.7	13.8	18.0	21.4	
Transferable deposits in national currency	1,847.9	2,454.3	2,465.5	283.6	11.2	15.2	42.3	33.4	

Source: Bank of Tanzania

The slowdown in the annual growth of money supply from June 2010 to July 2010 was explained by a notable deceleration in the annual growth of Net Foreign Assets (NFA) of the

banking system from 25.3 percent to 15.2 percent during the period. In particular, the annual growth of NFA of the Bank declined to 7.4 percent in July 2010 from 16.1 percent recorded in June 2010, partly due to delays in the disbursement of the donor funds during the month. In July 2010 donor funds amounting to USD 72.6 million were received by the Bank compared with USD 311.45 million received in July 2009. Likewise, the annual growth of NFA of banks declined to 50.2 percent from 64.2 percent in the same period. This development mirrors the acceleration in the expansion of credit to private sector which picked up to 18.4 percent in July 2010 from 16.3 percent recorded in June 2010, as well as the increase in the holdings of government securities by the banks. In July 2010 alone, net holdings of government securities by banks increased by TZS 104.0 billion compared with decline of TZS 31.5 billion and 27.6 billion recorded in June 2010 and July 2009, respectively.

Despite the acceleration in the annual growth of credit to the private sector in the year ending July 2010, the recorded rate was significantly lower than 28.2 percent recorded in July 2009.

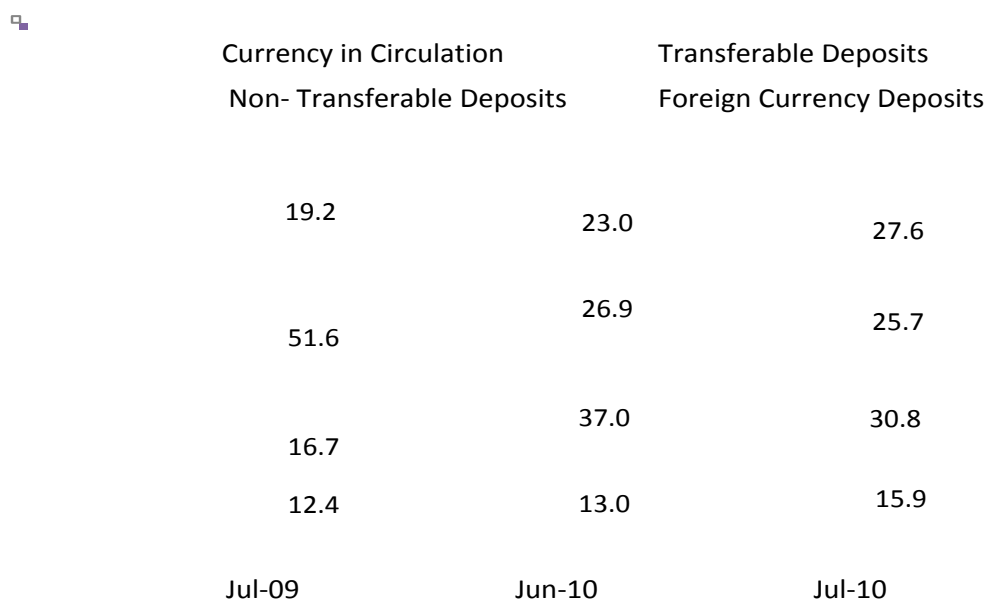
Meanwhile, net claims on government continued to increase partly due to shortfalls in donor funds as well as revenue collections. In July 2010, the government borrowed on net basis TZS 388.1 billion from the banking system, compared with a net repayment of TZS 108.2 billion recorded in a similar period a year earlier.

All major economic activities experienced slower annual growth of banks' credit in the year ending July 2010, compared with the preceding year, with exception of manufacturing, whose credit growth increased to 34.7 percent, compared with a growth rate 18.0 percent recorded in the year ending July 2009. Mixed developments on annual growth of all major economic activities were observed when comparing with the preceding month.

On monthly basis, net banks' credit to the private sector increased by TZS 73.3 billion in July 2010, compared with a decline of TZS 13.3 billion recorded in the corresponding period a year before. Personal loans continued to hold the largest share, accounting for 20.7 percent of the total outstanding loans, followed by trade - 20.6 percent, manufacturing -14.0 percent and agriculture -11.2 percent.

Change in money supply in the year ending July 2010 was dominated by transferable deposits (demand deposits) and foreign currency deposits ([Chart 2.2](#)).

Chart 2.2: Percentage Contribution of Changes in the Components of Money Supply to 12-Month Percentage Change in M3



Source: Bank of Tanzania

This development was mainly associated with large government payments for infrastructure projects and depreciation of the Shilling against US dollar. As the result of these developments the share of transferable deposits in total money supply increased to 24.1 percent in July 2010 from 22.5 percent recorded in July 2009 and that of foreign currency deposits increased to 26.1 percent from 25.8 percent in the same period (**Chart 2.3**).

Chart 2.3: Percentage Share of the Components of Money Supply to Total Extended Broad Money Supply (M3)

	Currency in Circulation	Transferable Deposits
	Non- Transferable Deposits	Foreign Currency Deposits
	25.8	25.6
	33.6	32.2
	22.5	25.0
	18.2	17.1
Jul-09		26.1
		32.0
		24.1
		17.7
	Jun-10	
		Jul-10

Source: Bank of Tanzania

Interest Rate Developments

Interest rates on money market instruments, showed mixed developments in July 2010. The weighted average Treasury bill yield continued to increase reaching 3.89 percent in July 2010 from 3.33 percent and 2.68 percent recorded in May and June 2010 respectively. Similar developments were also observed in the Treasury bond market where a 2-year bond was auctioned in June and July 2010. The average interbank rate and Repo rate exhibited mixed developments; overall interbank cash market rate increased between May and June 2010, but declined in July 2010 while the repo rate declined in May and June 2010, but increased in July 2010 ([Table 2.2](#)).

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

Item	2009	2010						
	Jul	Jan	Feb	Mar	Apr	May	Jun	Jul
Overall Interbank cash market rate	3.86	1.80	1.89	1.29	0.92	0.87	0.97	0.92
<i>Overnight interbank cash market</i>	2.44	1.67	1.66	0.98	0.86	0.67	0.86	0.82
REPO Rate	2.23	1.22	1.22	1.06	0.79	0.65	0.54	0.58
Discount Rate	6.95	7.58	7.58	7.58	7.58	7.58	7.58	7.58
Overall Treasury bills rate	5.81	7.20	6.32	4.15	2.70	2.68	3.33	3.89
<i>35 days</i>	3.45	4.57	4.09	1.99	1.26	0.89	0.65	0.78
<i>91 days</i>	4.14	6.35	5.57	3.25	1.77	2.16	2.89	3.22
<i>182 days</i>	6.27	7.20	6.33	4.45	2.58	2.26	2.59	3.91
<i>364 days</i>	8.28	9.06	8.24	6.32	4.86	4.96	6.08	6.26
Savings Deposit Rate	2.68	2.84	2.89	2.88	2.83	2.82	2.82	2.63
Treasury Bonds Rates								
<i>2-years</i>	11.51	10.89	9.40	9.40	9.40	9.40	8.79	8.88
<i>5-years</i>	16.58	13.77	13.77	13.77	13.77	9.52	9.52	9.70
<i>7-years</i>	17.06	14.15	14.15	12.11	12.11	10.38	10.38	10.38
<i>10-years</i>	16.95	16.73	16.73	16.73	11.99	11.99	11.68	11.68
Overall Time Deposits Rate	6.96	6.12	5.82	6.11	5.96	5.60	5.73	5.05
<i>12 month time deposit rate</i>	9.06	9.06	8.84	8.78	8.67	7.53	7.30	7.27
Negotiated Deposit Rate	10.52	7.44	7.16	9.41	9.63	9.47	9.57	8.76
Overall Lending rate	15.14	14.39	14.86	14.83	14.59	14.53	14.72	14.38
<i>Short-term lending rate (up to 1year)</i>	13.94	13.76	14.73	14.61	13.88	14.03	13.95	14.11
Negotiated Lending Rate	14.26	13.68	13.79	13.71	13.97	13.80	14.13	13.84
Margin between short-term lending and one-year time deposit rates	4.88	4.71	5.89	5.84	5.21	6.50	6.65	6.84

Source: **Bank of Tanzania**

Interest rates offered and charged by banks exhibited a declining trend. Overall time deposit rate fell to 5.05 percent in July 2010 from 5.73 percent recorded in the preceding month and 6.96 percent posted in July 2009. Likewise the negotiated deposit rate declined to 8.76 percent from 9.57 percent and 10.52 percent in the same period. Overall lending rate decreased to 14.38 percent in July 2010 from 14.72 percent in June 2010 and 15.14 percent recorded in July 2009 while negotiated lending rate decreased to 13.84 percent from 14.13 percent and 14.26 percent recorded in the same period. The spread between one year lending and deposit rates widened to 6.84 percentage points in July 2010 from 4.88 percentage points recorded in July 2009 and 6.65 percentage points in June 2010, consistent with the increased cautiousness of banks to lending.

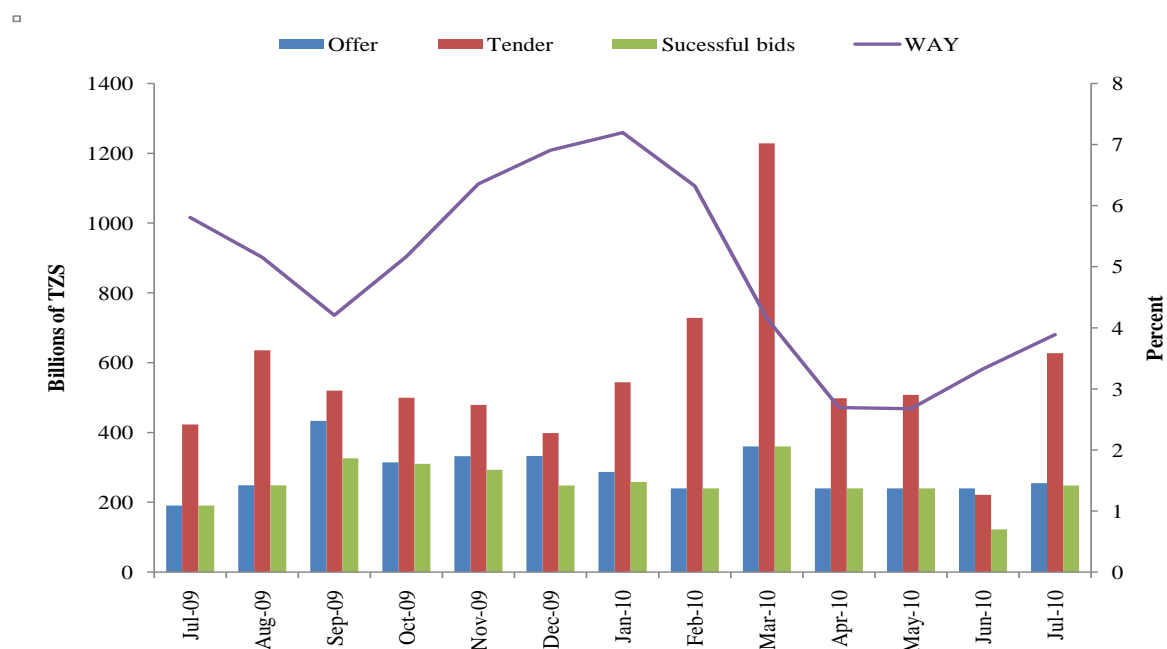
Financial Markets Developments

Treasury Bills and Bonds Market

During July 2010, the market was supplied with **Treasury bills** worth TZS 255 billion, compared with TZS 240.0 billion offered during the preceding month. Demand was TZS 627.3 billion being significantly higher than TZS 423.3 billion recorded in a similar period a year earlier, and almost three times the amount registered in the preceding month (**Chart 2.4**). The

Bank accepted Treasury bills worth TZS 242.1 billion (cost value), against matured obligation of TZS 210.7 billion.

Chart 2.4: Treasury bills Market Developments



Source: Bank of Tanzania

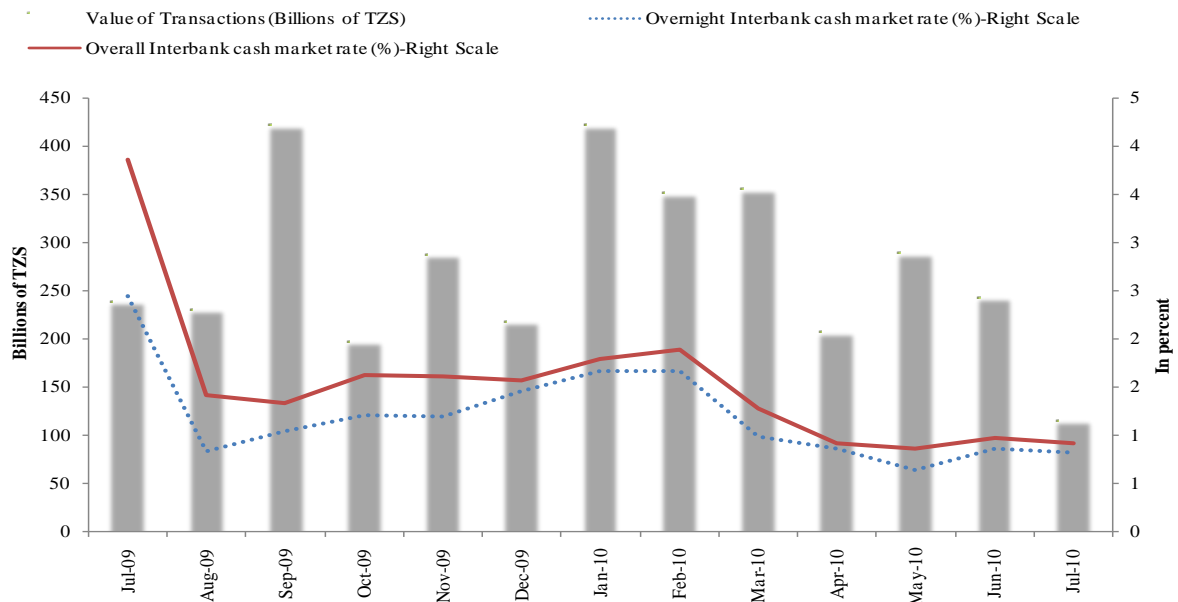
In July 2010, **Treasury bonds** market was supplied with a 2-year bond worth TZS 30.0 billion, less than TZS 60 billion offered in June 2010. Demand stood at TZS 174.3 billion being lower than TZS 201.9 billion recorded in the preceding month. The Bank intervened in the auction and accepted bids worth TZS 88.3 billion (cost value), the proceeds of which went into financing of infrastructure developments and rolling over maturing bonds. Commercial banks remained the dominant participants in both markets, followed by pension funds.

Repurchase Agreements and Inter-Bank Cash Market Developments

During July 2010, the Bank continued to conduct **repurchase agreements** with banks to smooth out daily liquidity fluctuations in the banking system. During the month, Repos worth TZS 854.0 billion were conducted by the Bank, being significantly higher than TZS 388.0 billion recorded in June 2010 and TZS 465.5 billion transacted in the corresponding period in 2009. The Bank conducted more Repos in July 2010 to address large frontloading injection of liquidity arising from government expenditure float.

In the **interbank cash market**, the volume of transactions was TZS 115.4 billion in July 2010, being lower than TZS 242.4 billion transacted in June 2010, and TZS 238.6 billion transacted in July 2009 (**Chart 2.5**).

Chart 2.5: Interbank Cash Market Developments

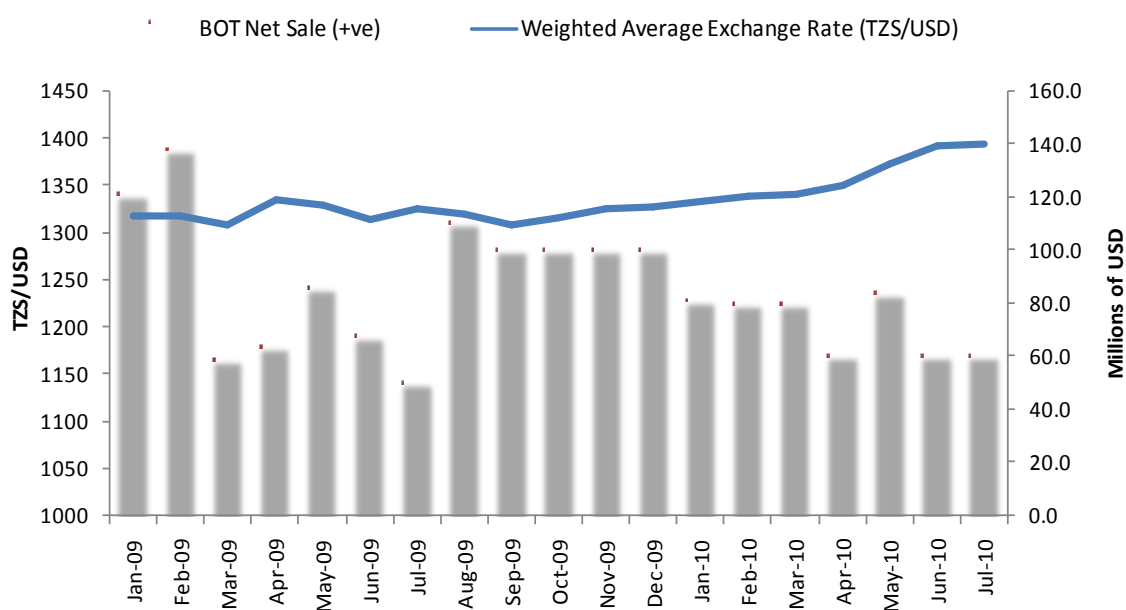


Source: Bank of Tanzania

Inter-Bank Foreign Exchange Market

During July 2010, the Bank participated in the **Interbank Foreign Exchange Market (IFEM)** to supplement other monetary policy instruments in managing liquidity in the economy. The Bank remained the main supplier, selling 99.8 percent of the total USD 60.1 million traded in the market. The shilling recorded a slight depreciation of 0.22 percent from an average of TZS 1,391.64 per USD in June 2010 to an average of TZS 1,394.72 per USD in the month under review. The official depreciation was less than what was reported by commercial banks as well as bureaux (**Chart 2.6**).

Chart 2.6: Interbank Foreign Exchange Market Operations



Source: Bank of Tanzania

Bureau de Change Operations

During the month of July 2010, total volume of transactions conducted by the **Bureaux de Change** increased by 1.8 percent to USD 60.3 million from USD 59.2 million transacted in the preceding month. Bureau de Changes’ average buying and selling rates increased by 1.9 percent in July 2010. The average buying rate rose to TZS 1,456.5 per USD from TZS 1,429.2 per USD recorded in June 2010, while average selling rate increased to TZS 1,483.5 per USD from TZS 1,455.2 per USD (**Table 2.3**).

Table 2.3: Bureau de Change Operations

Item	2009	2010		Monthly Percentage Change
	July	June	July	
Sales*	28.4	30.3	31.1	2.8
Purchases*	28.9	28.9	29.1	0.8
Volume of Transactions*	57.3	59.2	60.3	1.8
Buying Rate**	1,309.0	1,429.2	1,456.5	1.9
Selling Rate**	1,325.3	1,455.2	1,483.5	1.9

Notes: * Millions of USD,

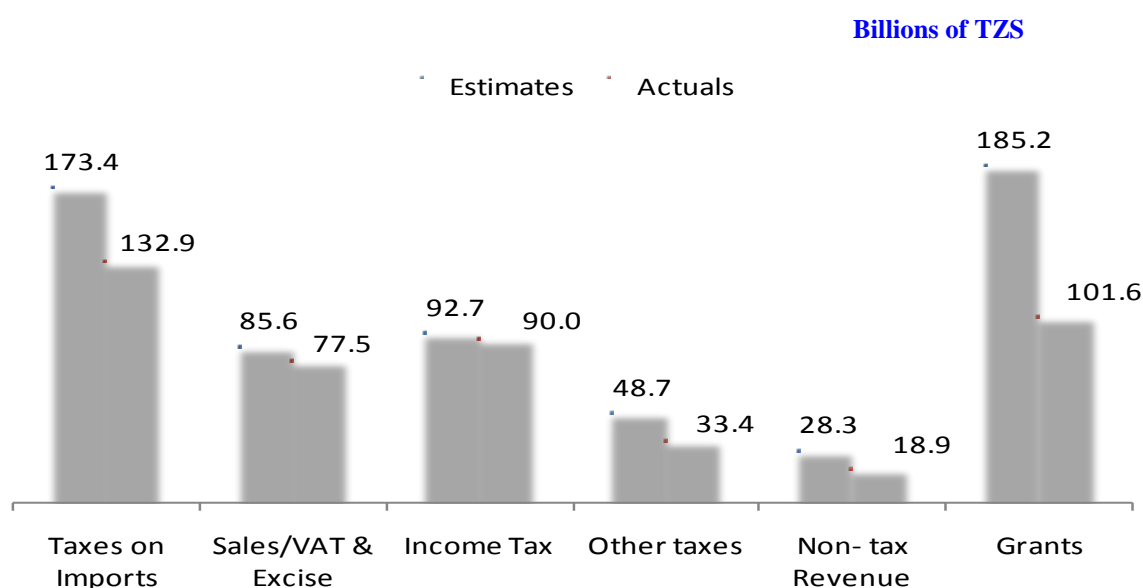
** Tanzanian Shillings (TZS) per US dollar

Source: Bank of Tanzania

3.0 Government Budgetary Operations

Revenue collections in July 2010 amounted to TZS 352.60 billion, equivalent to 82.2 percent of the target. Tax revenue collections amounted to TZS 333.7 billions equivalent to 83.3 percent of the target, while non-tax revenue collection was TZS 18.9 billion equivalent to 66.6 percent of the target. The shortfall in tax revenue was recorded in all tax categories save for income tax which was 97 percent of the target (**Chart 3.1**).

Chart 3.1: Government Resources, July 2010

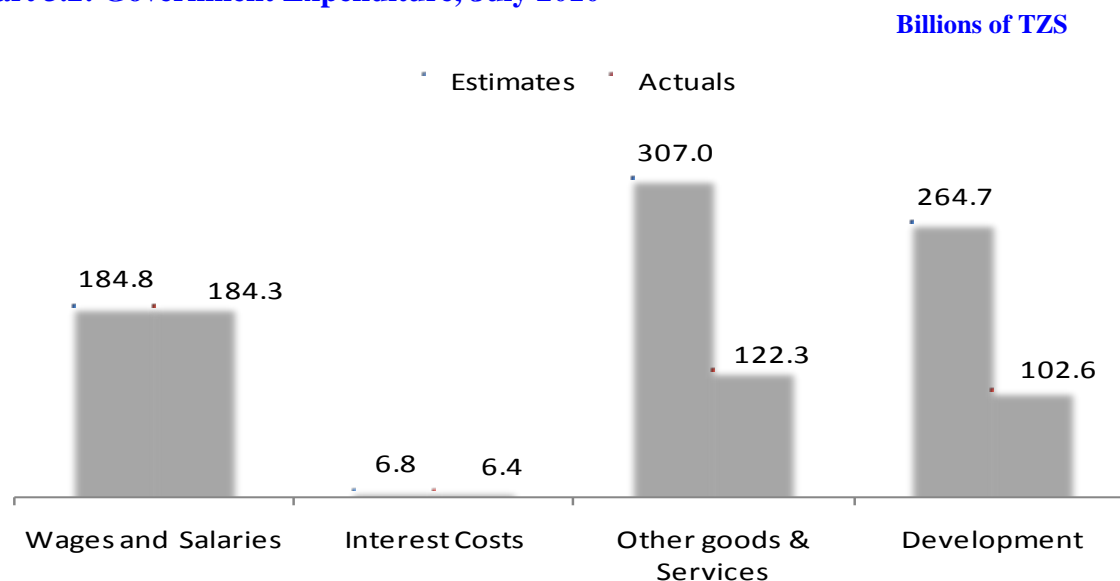


Source: Bank of Tanzania

During the month of July 2010, **total expenditure** amounted to TZS 421.5 billion out of which recurrent expenditure amounted to TZS 319.0 billion and development expenditure amounted to TZS 102.6 billion (**Chart 3.2**).

Total expenditure including expenditure float amounted to TZS 791.2 which is 2.8 percent of above the target of TZS 769.3 billion.

Chart 3.2: Government Expenditure, July 2010



Source: Bank of Tanzania

Financing

During the month of July 2010, fiscal operations registered an overall deficit (adjusted to cash) amounting to TZS 352.4 billion, which was financed by foreign and domestic sources amounting to TZS 8.2 billion and TZS 344.2 billion, respectively.

4.0 External Sector Performance

Current Account Balance

During the year ending July 2010, **overall balance of payments** recorded a surplus of USD 304.5 million, compared with a surplus of USD 291.5 million recorded in the corresponding period a year earlier. The improvement was mainly explained by the allocation of Special Drawing Rights (SDR)¹ and disbursement of 2nd and 3rd tranche of the Exogenous Shock Facility from the IMF. On the other hand, the current account deficit widened to USD 2,886.5 million from USD 2,292.3 million recorded during the year to July 2009, following a significant decline in official current transfers (**Table 4.1**).

¹ SDR Allocations were released in August and September 2009.

Table 4.1: Current Account Balance

Millions of USD

Items	Jul		2010		Year Ending July		% Change
	2008	2009	Jun	Jul	2009p	2010p	
Goods Account (net)	-285.5	-311.4	-315.5	-371.6	-3,380.6	-3,487.7	3.2
Exports	278.3	238.3	290.2	240.5	2,557.4	3,140.0	22.8
Imports	563.8	549.7	605.7	612.1	5,938.0	6,627.6	11.6
Services Account (net)	56.25	-1.20	26.59	60.2	135.6	290.4	114.1
Receipts	183.7	133.8	158.0	202.0	1,810.1	1,972.2	9.0
Payments	127.5	135.0	131.4	141.9	1,674.5	1,681.8	0.4
Goods and Services (net)	-229.2	-312.6	-288.9	-311.4	-3,245.0	-3,197.3	-1.5
Exports of goods and services	462.1	372.1	448.2	442.5	4,367.5	5,112.2	17.1
Imports of goods and services	691.3	684.7	737.1	754.0	7,612.5	8,309.4	9.2
Income Account (net)	-5.7	7.4	-13.1	-13.9	-90.8	-81.4	-10.3
Receipts	10.6	21.2	9.2	10.4	142.2	142.4	0.1
Payments	16.3	13.8	22.2	24.3	233.0	223.8	-3.9
Current Transfers (net)	2.7	9.0	1.0	74.6	1,043.5	392.1	-62.4
Inflows	8.8	15.0	8.2	81.6	1,111.5	482.2	-56.6
o/w General Government	0.4	6.6	0.0	72.6	1,013.6	372.4	-63.3
Outflows	6.1	6.0	7.2	7.0	68.0	90.1	32.4
Current Account Balance	-232.2	-296.3	-301.0	-250.7	-2,292.3	-2,886.5	25.9

Note: P = Provisional

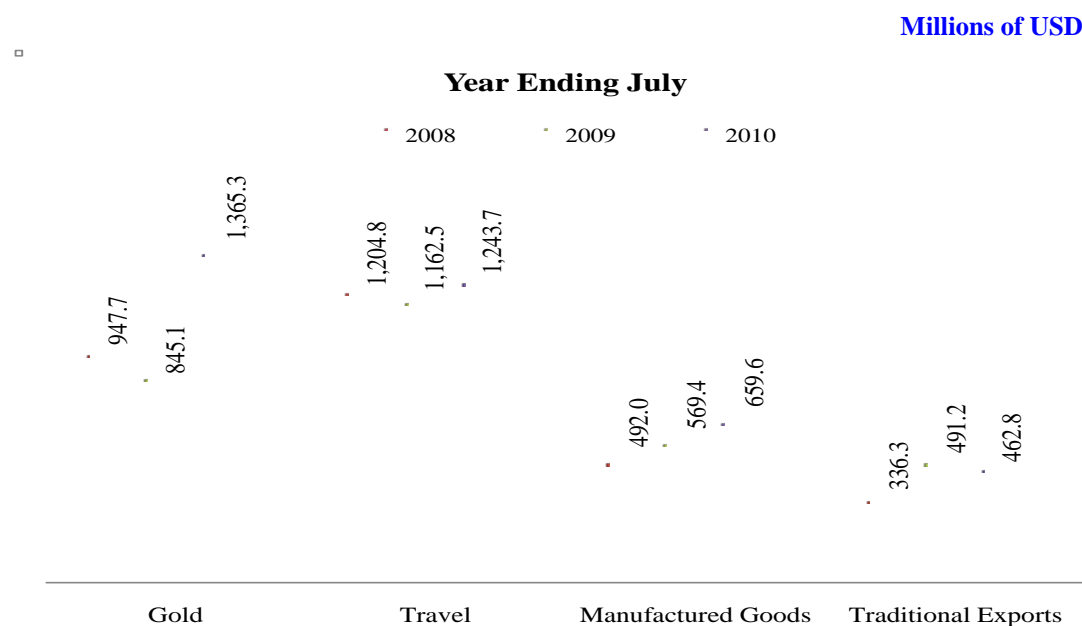
Source: Bank of Tanzania

Gross official reserves increased to USD 3,589.8 million at the end of July 2010 from USD 3,203.3 million recorded at end July 2009, sufficient to cover about 5.7 months of import of goods and services. Meanwhile, gross foreign assets of banks increased from USD 825.3 million in July 2009 to USD 1,066.5 million at the end of July 2010. In total, gross foreign reserves of the banking system increased from USD 4,028.6 million to USD 4,656.3 million during the period under review, sufficient to cover about 7.4 months of import of goods and services.

Exports Performance

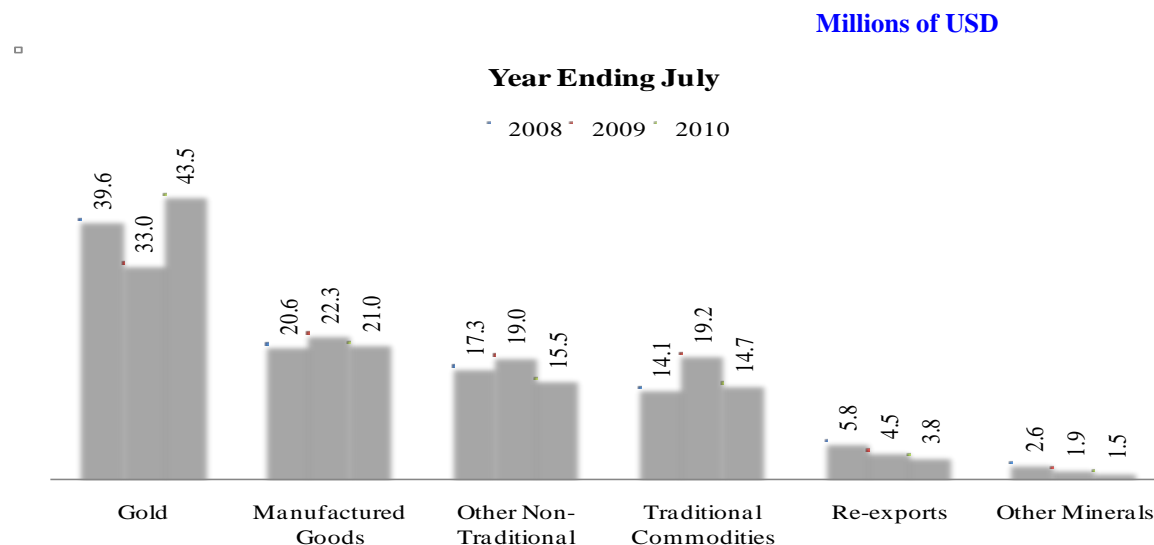
During the year ending July 2010, the value of **exports of goods and services** increased by 17.1 percent to USD 5,112.2 million, compared with the level recorded in the corresponding period a year earlier. This improvement was largely due to a surge in exports of gold. **Chart 4.1** shows the dominance of receipts from gold followed by travel and manufactured goods while **Chart 4.2** shows contribution of selected items to total export of goods.

Chart 4.1: Performance of Selected Goods and Services Export



Source: Bank of Tanzania

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



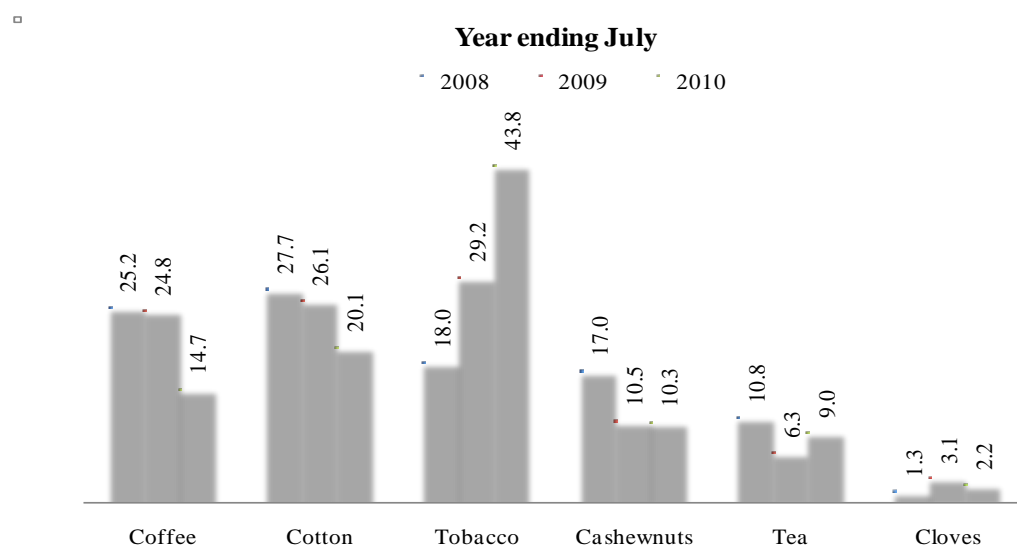
Source: Bank of Tanzania

In July 2010, the value of **traditional exports** shipped was USD 24.4 million, compared to USD 20.8 million recorded in the preceding month, largely due to increase in the volume and export price of cotton.

However, on annual basis, the value of traditional exports went down by 5.8 percent to USD 462.8 million when compared to the value recorded in the corresponding period in 2009,

following a drop in the export volumes and unit prices of coffee, cotton, cashew nuts and cloves. Conversely, the value of tobacco exports increased by 41.4 percent to USD 202.5 million during the year ending July 2010, owing to a significant increase in price. **Chart 4.3** depicts the composition of traditional exports for the past three years.

Chart 4.3: Percentage Composition to Total Traditional Exports



Source: Bank of Tanzania

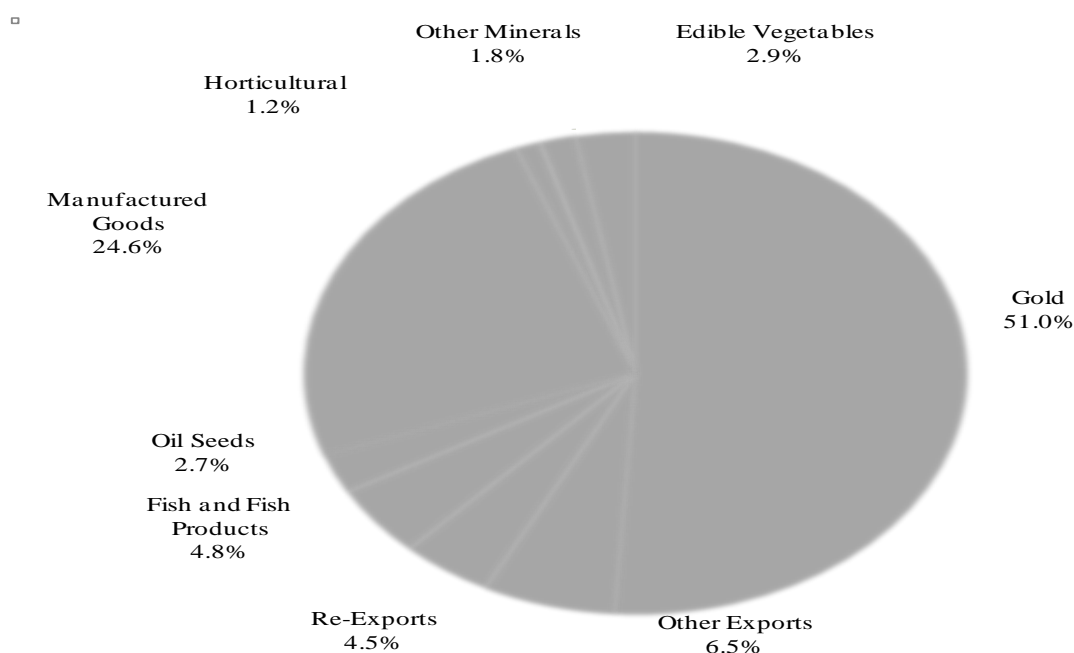
In July 2010, the value of **non-traditional exports** shipped was USD 216.2 million, being 19.8 percent lower than the amount shipped in June 2010, largely due to a decline in exports of manufactured goods particularly textile apparels and paper products.

However on annual basis, non-traditional exports increased to USD 2,667.1 million in July 2010, compared with USD 2,066.2 million recorded during the preceding year, largely due to increase in the export values of manufactured goods and gold. The value of gold exports went up by 61.5 percent to USD 1,365.3 million, following a rise in the export volume as well as price in the world market. Export volume of gold increased to 38.1 tons from 29.1 tons recorded in the preceding year, partly on account of commencement of export by the Buzwagi Gold Mine in June 2009 while the price increased to USD 1,112.9 per troy ounce compared with USD 873.1 per troy ounce recorded in the year ending July 2009.

Likewise, the value of manufactured goods increased to USD 659.6 million, being 15.9 percent higher than the value recorded during the preceding year. The improvement in the export of manufactured goods is partly associated with the recovery from the global financial crisis.

Chart 4.4 depicts the composition of non-traditional exports for the year ending July 2010.

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



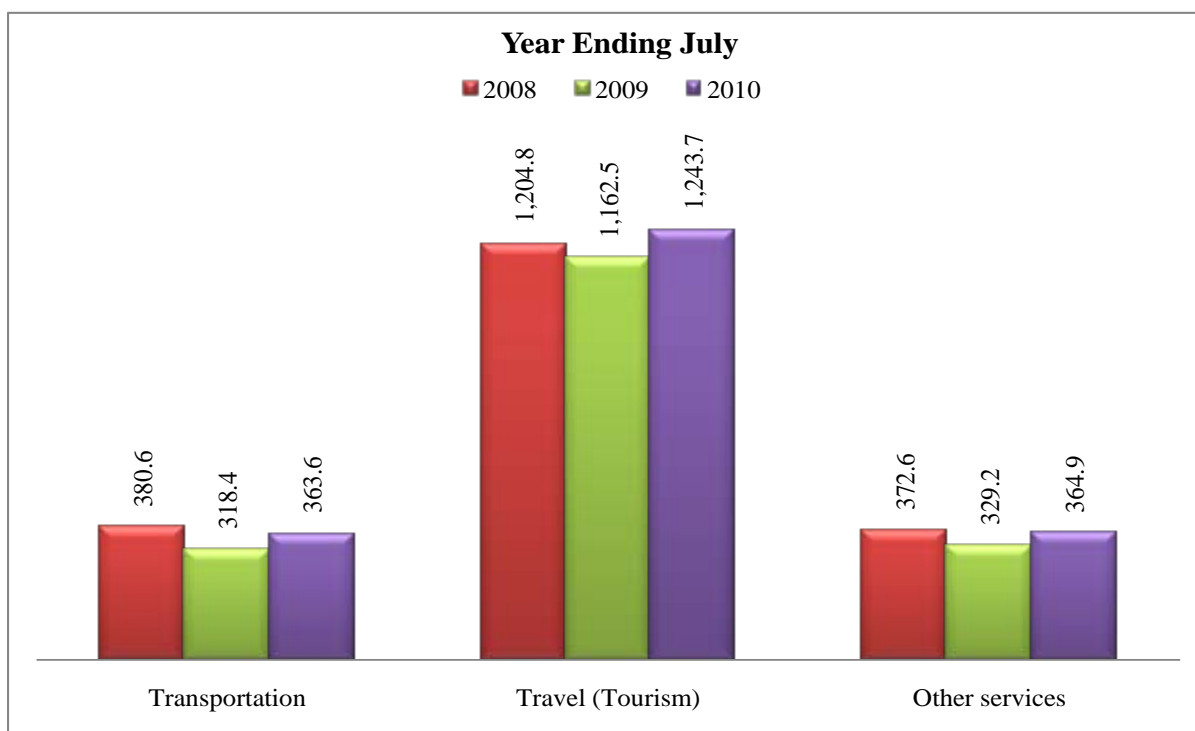
Source: Bank of Tanzania

During July 2010, **services receipt** were USD 202.0 million compared to 158.0 million recorded during the preceding month, mainly due to an increase in receipts from travel.

In the year ending July 2010, services receipt amounted to USD 1,972.2 million, being higher than USD 1,810.1 million recorded during the year ending July 2009, following improvement in travel, transportation and other business receipts. Travel receipts increased by 7.0 percent to USD 1,243.7 million as the global economy began to recover from the impact of the global financial crisis. Provisional statistics show that the number of international arrivals from July 2009 to June 2010 was 749,582 compared to 718,378 recorded during the year to July 2009. Likewise, transportation receipts grew by 14.2 percent to USD 363.6 million, largely due to the increase in transit goods to the neighbouring countries. Provisional statistics indicate that transit goods for the year ending July 2010 increased to 762,547 tons from 530,210 tons recorded in the corresponding period last year. This development is partly associated with the recovery of the global economy coupled with reduction of the container dwell time. Dwell time [the time that cargo remains in the port terminal storage area before clearance] has dropped 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 service receipts for the past four 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 July 2010, **import of goods and services** amounted to USD 8,309.4 million compared with USD 7,612.5 million recorded in the corresponding period a year earlier largely due to a rise in the value of imported oil, food stuffs, fertilizers and other consumer goods. The value of imported oil increased to USD 1,871.5 million compared to USD 1,455.2 million recorded in the preceding year due to volume as well as prices effects, while that of food stuff was largely on account of a rise in import of wheat. **Table 4.2** summarizes the performance of goods imports, while **Chart 4.6** shows the contribution of import sub-categories to total imports for the past three years.

Table 4.2: Imports

Item	Millions of USD							
	2009 ^p Jul	2010		% Change		Year Ending July ^p		% Change
		Jun	Jul	Jul 09- Jul10	Jun10 - Jul10	2009	2010	
Capital Goods	211.6	196.6	253.2	19.6	28.8	2,563.9	2,547.3	-0.6
Transport Equipment	71.4	64.3	89.2	25.0	38.8	746.4	770.2	3.2
Building and Constructions	36.9	44.8	59.0	59.6	31.5	571.2	597.5	4.6
Machinery	103.4	87.5	105.1	1.6	20.1	1,246.4	1,179.5	-5.4
Intermediate Goods	212.5	276.6	185.8	-12.6	-32.8	2,016.8	2,517.8	24.8
Oil imports	168.2	214.2	128.4	-23.7	-40.1	1,455.2	1,871.5	28.6
Fertilizers	4.0	7.2	10.5	161.6	46.4	98.7	95.6	-3.1
Industrial raw materials	40.3	55.2	46.9	16.4	-15.0	463.0	550.7	18.9
Consumer Goods	125.5	132.4	173.1	37.9	30.7	1,357.3	1,562.6	15.1
Food and food stuffs	15.0	29.2	43.3	187.9	48.3	356.1	414.2	16.3
All other consumer goods ¹	110.4	103.2	129.7	17.5	25.8	1,001.1	1,148.4	14.7
Grand Total (f.o.b)	549.9	605.7	612.1	11.3	1.1	5,938.0	6,627.6	11.6
Grand Total (c.i.f)	604.2	665.6	672.6	11.3	1.1	6,525.3	7,283.1	11.6

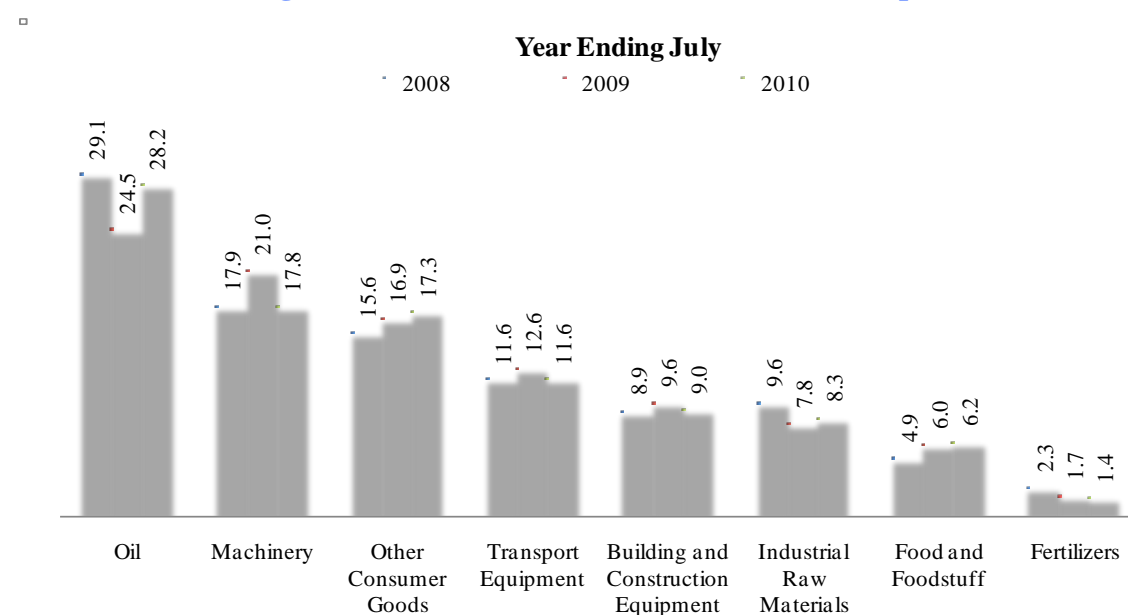
Note: p = Provisional

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

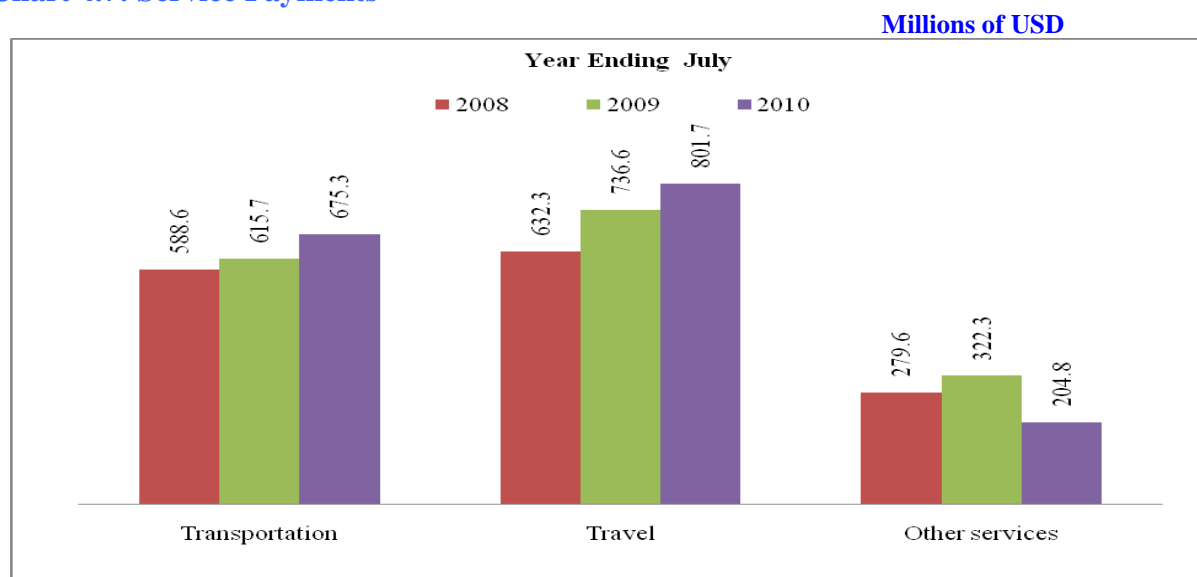
Chart 4.6: Percentage Contribution of Selected Items to Total Imports



Source: Bank of Tanzania

Services payment was USD 1,681.8 million in the year ending July 2010 compared with USD 1,674.5 million recorded in a similar period of 2009, largely due to increase in payments for travel, freight as well as computer and information services. **Chart 4.7** shows the performance of major services payment categories for the past four years.

Chart 4.7: Service Payments



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 July 2010, the world market prices of most agricultural and non agricultural commodities declined except prices of **coffee**, **tea** and **sisal**. The prices of **coffee** went up largely on account of a decline in coffee production in Brazil and Colombia following unfavourable weather condition, while that of **sisal** remained unchanged. During the period under review, the average prices of **crude oil** (UK Brent and Dubai f.o.b) and **white petroleum products** declined slightly while that of **gold** fell to USD 1,193.0 per troy ounce from USD 1,233.0 per troy ounce recorded in the previous month.

On annual basis, the prices of **coffee** (Arabica), **tea**, **cotton** and **cloves** increased in July 2010, while that of **coffee** (Robusta) and **sisal** declined. The increase in prices of **tea** was largely attributed to the shortfall in production in Kenya, India and Sri Lanka following unfavourable weather condition, while the rise in prices of **cotton** was due to strong demand for cotton in China. During the period under review, the prices of **crude oil** (UK Brent, Dubai f.o.b) and **white petroleum products** recorded modest increases following improvement in global oil demand, particularly in the United States. Likewise, the price of **gold** went up by 27.5 percent to USD 1,112.9 per troy ounce **Table 4.3**).

Table 4.3: World Commodity Prices

COMMODITY	Units	2010			%	Year ending July			%
		May	June	July		2008	2009	2010	
Robusta Coffee	USD per kg	1.56	1.70	1.88	10.85	2.28	1.87	1.60	-14.59
Arabica Coffee	USD per kg	3.82	4.21	4.48	6.44	3.08	2.97	3.64	22.58
Tea (Average price)	USD per kg	2.80	2.86	2.86	0.14	2.36	2.41	2.91	20.65
Tea (Mombasa Auction)	USD per kg	2.33	2.24	2.35	5.15	2.02	2.24	2.70	20.44
Cotton, "A Index"	USD per kg	1.99	2.05	1.86	-9.51	1.61	1.35	1.73	28.22
Cotton, "Memphis"	USD per kg	1.99	2.03	n.a	-	1.64	1.41	1.81	28.16
Sisal (UG)	USD per metric ton	850.00	850.00	850.00	0.00	1090.67	1,213.00	847.50	-30.13
Cloves	USD per metric ton	4700.00	4750.00	4,670.00	-1.68	4164.58	3,913.10	4466.74	14.15
Crude oil*	USD per barrel	75.62	74.73	74.58	-0.20	99.28	63.07	75.57	19.81
Crude oil**	USD per barrel	76.87	73.98	72.65	-1.80	95.44	62.14	74.98	20.67
White products***	USD per ton	679.74	674.68	655.52	-2.84	922.86	598.16	661.96	10.67
Jet/Kerosine	USD per ton	682.03	687.75	662.41	-3.68	978.58	620.69	665.79	7.27
Premium Gasoline	USD per ton	698.82	691.30	686.41	-0.71	860.78	575.08	695.81	20.99
Heat Oil	USD per ton	658.37	645.00	617.74	-4.23	929.27	598.69	624.28	4.27
Gold	USD per troy ounce	1,205.00	1,233.00	1,193.00	-3.24	845.84	873.12	1,112.88	27.46

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

** f.o.b. Dubai

***f.o.b West Mediterranean

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

5.0 National Debt Developments

During the year ending July 2010, **national debt stock** increased by USD 1,185.3 million to USD 10,114.2 million. The increase is attributed to new external disbursements and relatively large amount of domestic debt issuances compared to maturing obligations. Out of the national debt stock, USD 7,650.7 million was Central Government debt while, private sector debt and public corporations debt amounted to USD 1,545.2 million and USD 918.3 million respectively.

External debt stock increased to USD 8,052.6 million at the end of July 2010 from USD 7,156.8 million at the end of July 2009. Out of the external debt stock, USD 6,375.7 million or 79.2 percent was disbursed outstanding debt (DOD) and the remaining portion was interest arrears.

The profile of external debt stock by borrower category indicates that the Central Government was the largest borrower with debt accounting for 69.4 percent of the total external debt followed by Private sector debt (**Table 5.1**).

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

Borrower	Millions of USD					
	Jul-08	Share (%)	Jul-09	Share (%)	Jul-10	Share (%)
Central	4,434.5	72.6	4,845.3	67.7	5,586.4	69.4
DOD	3,818.9	62.5	4,166.6	58.2	4,846.6	60.2
Interest Arrears	615.7	10.1	678.7	9.5	739.8	9.2
Private Sector	1,179.0	19.3	1,560.1	21.8	1,545.2	19.2
DOD	749.2	12.3	1,063.5	14.9	1,011.0	12.6
Interest Arrears	429.8	7.0	496.6	6.9	534.3	6.6
Public Corporations	492.4	8.1	751.4	10.5	918.3	11.4
DOD	156.3	2.6	392.3	5.5	518.1	6.4
Interest Arrears	336.1	5.5	359.1	5.0	400.2	5.0
External Debt	6,105.9	100.0	7,156.8	100.0	8,049.9	100.0

Source: Bank of Tanzania

In terms of creditor category, debt owed to multilateral creditors amounted to USD 4,282.4 million accounting for 53.2 percent of total external debt, while debt owed to bilateral creditors accounted for 20.8 percent. Debt owed to other creditors is as shown in [Table 5.2](#).

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

Creditor	Millions of USD					
	Jul-08	Share (%)	Jul-09	Share (%)	Jul-10	Share (%)
Bilateral	1,547.9	25.4	1,605.2	22.4	1,673.9	20.8
Paris Club	553.1	9.1	578.0	8.1	614.3	7.6
Non Paris Club	994.8	16.3	1,027.2	14.4	1,059.6	13.2
Multilateral	2,859.1	46.8	3,580.6	50.0	4,282.4	53.2
AfDB	641.6	10.5	670.7	9.4	810.7	10.1
World Bank	1,861.0	30.5	2,229.0	31.1	2,717.9	33.8
IMF	18.2	0.3	263.3	3.7	350.0	4.3
Others	338.3	5.5	417.6	5.8	403.8	5.0
Commercial	1,056.4	17.3	1,275.8	17.8	1,230.5	15.3
Export Credit	642.6	10.5	695.3	9.7	863.1	10.7
Total External Debt	6,105.9	100.0	7,156.8	100.0	8,049.9	100.0

Source: Bank of Tanzania

External debt contracted and recorded during the period amounted to USD 594.1 million, a decline of 50.0 percent when compared to USD 1,188.8 million recorded during the corresponding period in 2009. Debt contracted by the Government and private sector amounted to USD 397.8 million and USD 196.3 million, respectively. Disbursements received and recorded was USD 798.0 million, out of which USD 691.1 million was disbursed to the Government and the remaining USD 63.4 million and USD 43.4 million were disbursed to public corporations and private sector, respectively. External debt service amounted to USD 58.2 million, out of which, USD 33.7 million was principal repayments and USD 24.5 was interest payment.

During the year ending July 2010, the stock of **domestic debt** increased by TZS 526.1 billion to TZS 2,853.6 billion, mainly due to large issuance of Government bonds compared to maturing obligations. Out of the total domestic debt, Government securities were TZS 2,845.3 billion (99.7 percent) and other debts were TZS 8.3 billion (**Table 5.3**).

Table 5.3: Government Domestic Debt by Instruments

	Billions of TZS					
	Jul-08	Share (%)	Jul-09	Share (%)	Jul-10	Share (%)
Government Securities	1,967.9	99.6	2,319.2	99.6	2,845.3	99.7
Treasury Bills	367.96	18.6	283.98	12.2	288.82	10.1
Government Stocks	312.56	15.8	258.99	11.1	257.89	9.0
Government Bonds	1,287.30	65.1	1,776.19	76.3	2,298.49	80.5
Tax Certificates	0.06	0.0	0.06	0.0	0.06	0.0
Other Gov't Debt	8.3	0.4	8.3	0.4	8.3	0.3
Mabibo Hostel	8.24	0.4	8.24	0.4	8.28	0.3
Others	0.0	0.0	0.0	0.0	0.0	0.0
Total Dom. Debt	1,976.2	100.0	2,327.5	100.0	2,853.6	100.0
Interest Arrears	0.2	0.0	0.0	0.0	0.0	0.0
Total Dom. Debt Stock	1,976.3	100.0	2,327.5	100.0	2,853.6	100.0

Source: Bank of Tanzania

New domestic debt issued during the period amounted to TZS 1,032.8 billion out of which, TZS 360.0 billion were Treasury bills, and TZS 672.8 billion were Government bonds. Domestic debt service amounted to TZS 686.3 billion, out of which, interest amounting to TZS 295.9 billion was paid out of government resources; while principal amounting to TZS 390.0 billion was rolled over.

6.0 Economic Developments in Zanzibar

Inflation Developments

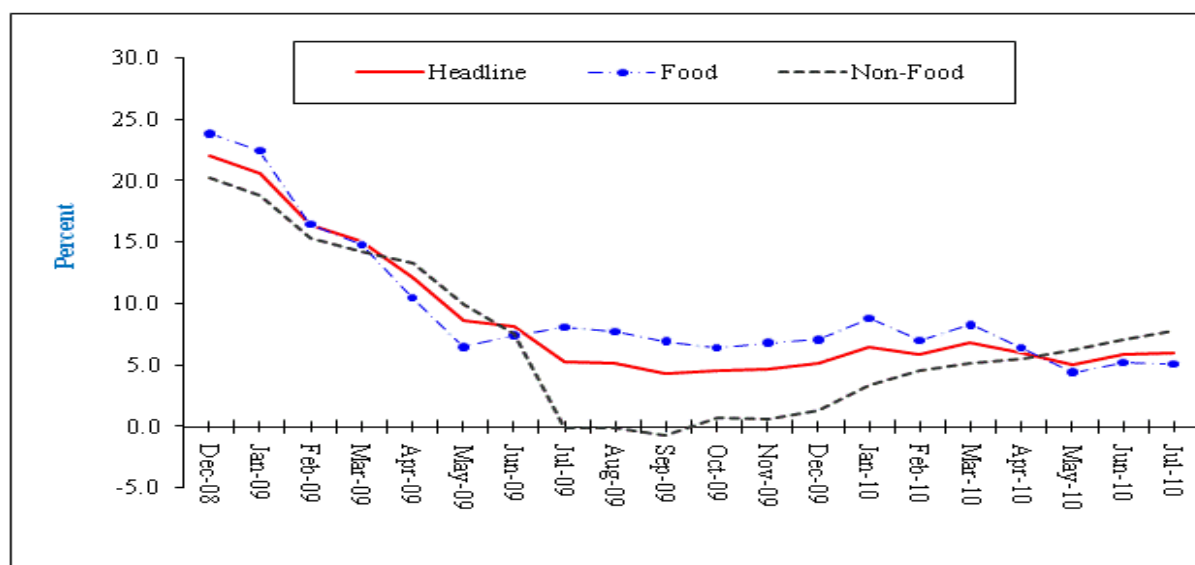
Annual headline inflation rate increased slightly to 6.0 percent in July 2010 from 5.9 percent recorded in the preceding month. **Month-to-month headline inflation rate** increased to 0.8 percent compared to 0.7 percent registered in June 2010, on account of increase in non-food inflation (**Table 6.1** and **Chart 6.1**).

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

Major Commodity Group	Weights (%)	Base: Dec.2005=100								
		2008			2009			2010		
		May	Jun	Jul	May	Jun	Jul	May	Jun	Jul
Headline/Overall	100	21.5	22.4	22.2	8.6	8.1	5.3	5.0	5.9	6.0
Food	57.4	28.7	28.8	21.8	6.5	7.4	8.1	4.4	5.2	5.1
Non-Food	42.6	13.0	14.8	24.0	10.0	7.5	-0.1	6.2	7.1	7.8
Alcoholic Beverages, Tobacco & Narcotics	0.6	-0.7	-0.1	15.0	17.7	16.9	10.3	27.2	27.2	31.5
Clothing & Footwear	6.2	4.7	9.3	9.5	9.9	5.2	5.7	5.0	4.7	4.4
Housing, Water, Electricity, Gas & Other Fuels	15.6	11.2	12.7	36.6	20.3	18.6	-2.1	4.8	5.9	6.5
Furnishing, Household Equipment & Routine Household Maintenance	5.3	12.5	15.4	14.0	9.3	7.0	7.5	3.1	2.9	3.5
Health	2.1	18.6	25.1	24.6	12.0	6.1	6.6	10.4	10.6	10.7
Transport	3.4	27.7	19.9	30.3	-8.2	-10.0	-15.3	6.2	10.4	8.7
Communication	2.4	-2.3	-0.8	-0.8	0.0	0.0	0.0	0.0	0.0	0.0
Recreation & Culture	0.4	9.9	7.3	5.2	3.4	4.3	4.7	6.6	3.7	3.1
Education	1.1	7.8	7.8	7.8	4.4	4.4	4.5	12.6	12.6	12.6
Restaurants & Hotels	3.1	24.3	28.2	25.3	11.6	8.1	10.5	16.2	17.6	22.3
Miscellaneous Goods & Services	2.4	21.4	26.3	19.2	9.3	5.1	12.4	3.7	3.6	3.4

Source: Office of Chief Government Statistician

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



Source: Office of Chief Government Statistician (OCGS)

Annual food inflation rate decreased slightly to 5.1 percent in July 2010, from 5.2 percent registered in June 2010, mainly due to decrease in average prices of cooking oil and fish.

Month-to-month food inflation rate remained stable at 0.6 percent same rate as recorded in June 2010.

Annual non-food inflation rate rose to 7.8 percent in July 2010 from 7.1 percent in June 2010, mainly on account of increase in prices of diesel and petrol. Similarly, **month -to-month non-food inflation rate** increased from 0.9 percent in June 2010 to 1.2 percent in July 2010 due to increase in prices of alcoholic beverages and cigarettes.

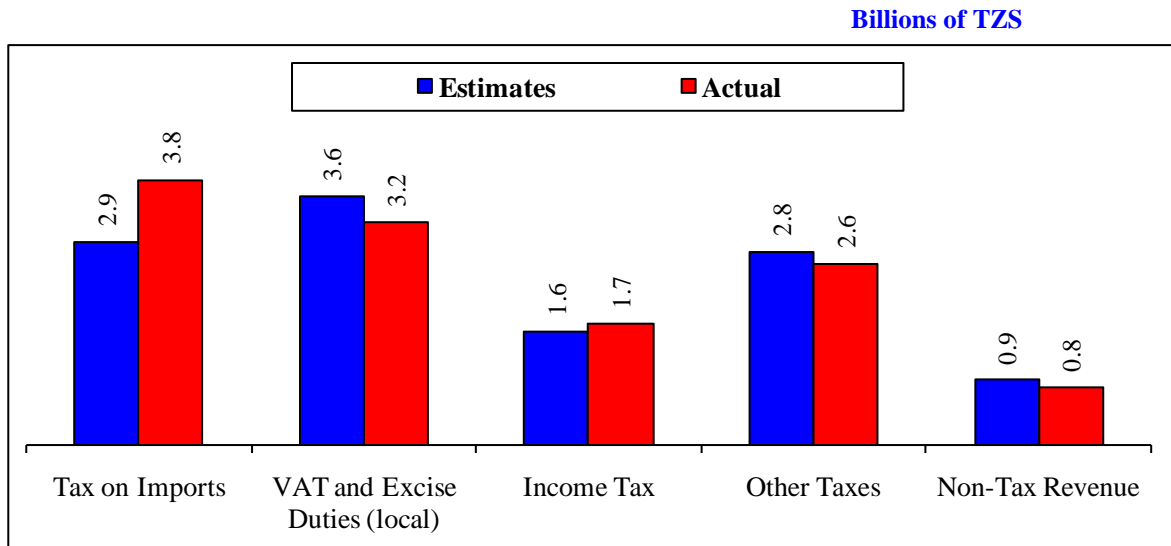
Fiscal Performance

Government budgetary operations on cheques issued basis registered a deficit after grants of TZS 4.5 billion in July 2010; while after adjustment to cash it amounted to TZS 6.1 billion. The budget deficit was financed through foreign sources. Total resources during the month under review amounted to TZS 17.2 billion, above the target by 8.9 percent out of which domestic resources accounted for 70.9 percent, and the balance was grants. Total expenditure during the month under review reached TZS 21.7 billion, below the estimate by TZS 8.0 billion.

Total revenue collections during July 2010 amounted to TZS 12.2 billion, above the target by TZS 0.4 billion. Tax collections amounted to TZS 11.4 billion, being above the monthly target

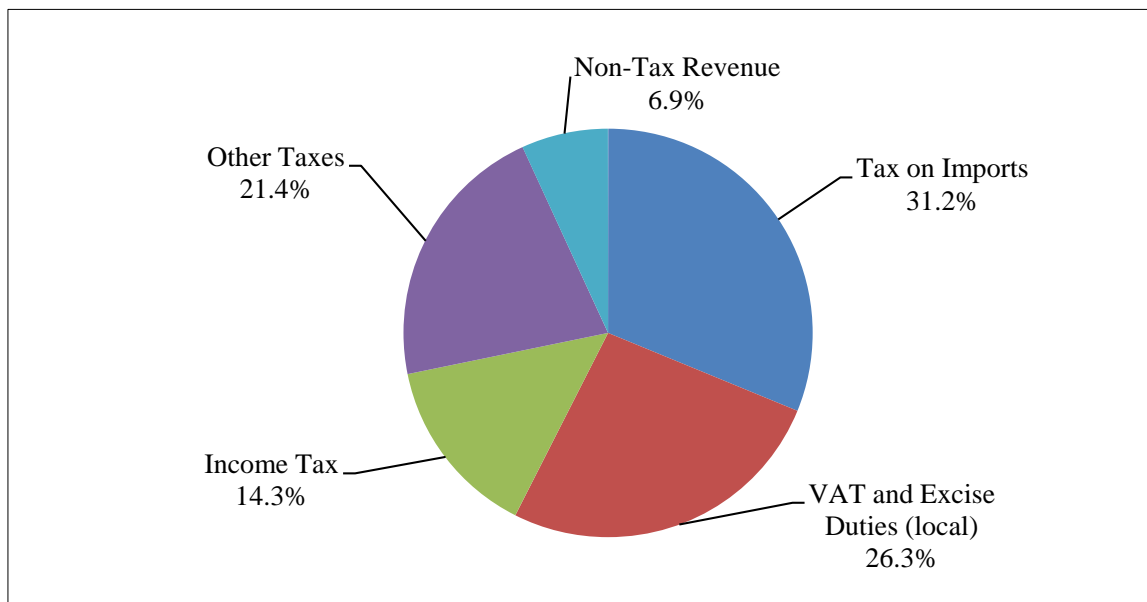
by 4.2 percent and accounted for 93.4 percent of the total revenue collections while non-tax revenue amounted to TZS 0.8 billion, below the target by TZS 0.1 billion. Performance of revenue collection by sources is as shown in **Chart 6.2 and 6.3**).

Chart 6.2: Government Revenue by Sources, Actual versus Target – July 2010



Source: Ministry of Finance and Economic Affairs, Zanzibar

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



Source: Ministry of Finance and Economic Affairs, Zanzibar

Tax collection on imports was above the target, mainly associated with increase in taxable imports due to high demand of goods during the coming holy month of Ramadan and Idd-El-Fitr.

During July 2010, **recurrent expenditure** was TZS 12.7 billion, accounting for 58.5 percent of total expenditure, while the balance was development expenditure. Out of total recurrent expenditure, wages and salaries amounted to TZS 6.9 billion, same as estimate while expenditure on other charges was TZS 5.8 billion, below estimate by TZS 1.8 billion. Development expenditure reached TZS 9.0 billion and was below the estimate by TZS 6.3 billion. Government contribution to development expenditure amounted to TZS 1.0 billion, below the estimate of TZS 3.0 billion, while foreign funded portion was TZS 8.0 billion, below the estimate of TZS 12.3 billion.

External Sector Performance

Current Account

During July 2010, Zanzibar **current account** balance registered a surplus of USD 1.6 million, compared to a deficit of USD 9.4 million recorded in June 2010. This development was associated with the increase in official current transfers as well as export proceeds coupled with decline in goods imports. The current account balance for the year ending July 2010 registered a surplus of USD 9.4 million from a deficit of USD 6.1 million recorded during the corresponding period in 2009. The improvement emanated mostly from current transfers that rose by 60.3 percent to USD 61.7 million. However, deficit in the trade account widened to USD 78.3 million, from a deficit of USD 70.6 million recorded in the year ending July 2009; following a decline in goods exports 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 July		% Change	
	Jul	May	Jun	Jul	2009	2010p	Monthly	Annual
Goods Account (net)	-4.8	-7.7	-12.0	-6.8	-70.6	-78.3	43.3	-10.9
Exports	1.5	0.8	0.3	1.0	21.1	20.5	233.3	-2.8
Imports (fob)	6.3	8.4	12.4	7.8	91.7	98.8	-37.1	7.7
Services Account (net)	2.0	2.5	2.4	5.1	30.7	30.9	112.5	0.70
Receipts	8.4	8.5	8.2	9.6	98.0	99.7	17.1	1.7
Payments	6.4	6.0	5.8	4.4	67.3	68.8	-24.1	2.2
Goods and Services (net)	-2.8	-5.1	-9.6	-1.7	-39.8	-47.5	82.3	19.30
Exports of Goods and Services	9.8	9.3	8.5	10.6	119.2	120.2	24.7	0.8
Imports of Goods and Services	12.6	14.4	18.2	12.2	159.0	167.7	-33.0	5.5
Income Account (net)	-0.6	-0.2	-0.2	-0.3	-4.8	-4.8	-50.0	0.00
Receipts	0.1	0.0	0.0	0.0	0.3	0.5	0.0	66.7
Payments	0.7	0.2	0.2	0.3	5.1	5.3	50.0	3.9
Current Transfers (net)	0.6	0.6	0.4	3.6	38.5	61.7	800.0	60.30
Inflows	0.6	0.6	0.4	3.6	38.5	61.7	800.0	60.3
Outflows	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Current Account Balance	-2.9	-4.7	-9.4	1.6	-6.1	9.4	118.3	239.10

Note: p = provisional

Source: Tanzania Revenue Authority and BOT computations

Exports of goods and services amounted to USD 120.2 million in the year ending July 2010, compared with USD 119.2 million registered during the year ending July 2009; due to a rise in services receipts. However, export of goods declined from USD 21.1 million to USD 20.5 million largely due to fall in clove and manufactured goods exports (**Table 6.3**).

Table 6.3: Zanzibar Goods Exports by Major Categories

Item	Units	Millions of USD							
		2009	2010p			Year Ending July		%Change	
		Jul	May	Jun	Jul	2009	2010p	Monthly	Annual
Traditional:									
Cloves									
Value	Millions	0.2	0.0	0.0	0.2	8.7	8.4	0.0	-3.4
Volume	000 Tons	0.0	0.0	0.0	0.1	2.4	2.4	0.0	0.0
Unit Price	USD/Ton	3,545.8	0.0	0.0	3,500.0	3,586.0	3,486.7	0.0	-2.8
Non-Traditional :									
Seaweeds									
Value	Millions	0.3	0.3	0.2	0.2	2.4	2.9	0.0	20.8
Volume	000 Tons	1.0	1.1	1.0	0.6	10.2	11.2	-40.0	9.8
Unit Price	USD/Ton	299.0	248.8	247.6	275.0	239.5	260.7	11.1	8.8
Manufactured Goods	Millions	0.4	0.1	0.0	0.3	5.1	4.2	0.0	-17.6
Fish and Fish Produce	Millions	0.0	0.0	0.0	0.0	0.2	0.4	0.0	100.0
Others Exports	Millions	0.6	0.2	0.0	0.3	4.7	4.7	-	0.0
Sub Total	Millions	1.3	0.6	0.3	0.8	12.4	12.1	166.7	-0.8
Grand Total	Millions	1.5	0.6	0.3	1.0	21.1	20.5	233.3	-2.8

Note: Other exports mainly souvenirs and spices,
p = provisional

Source: Tanzania Revenue Authority and BOT computations

During the year ending July 2010, total **imports of goods and services** increased to USD 167.7 million, from USD 159.0 million registered in the corresponding period in 2009, mainly due to increase in the value of oil import from USD 26.7 million to USD 36.4 million. Meanwhile, value of capital goods declined to USD 42.8 million from USD 43.5 million. Foods and foods stuffs imports increased by 19.4 percent to USD 8.0 million from USD 6.7 million (**Table 6.4**).

Table 6.4: Zanzibar Imports by Major Categories

Import Category	Millions of USD							
	2009	2010p			Year Ending July		% Change	
	Jul	May	Jun	Jul	2009	2010p	Monthly	Annual
Capital Goods	2.7	2.7	5.6	4.1	43.5	42.8	-26.8	-1.6
Transport Equipment	1.3	1.2	1.5	1.8	25.2	20.3	-16.7	-19.4
Building and Constructions	0.4	0.7	1.6	0.9	8.3	8.9	-43.7	7.2
Machinery	1.0	0.8	2.5	1.3	10.0	13.7	-48.0	37.0
Intermediate Goods	2.5	5.2	3.3	1.9	35.0	41.8	-42.4	19.4
Oil imports	2.2	4.9	3.1	1.2	26.7	36.4	-61.3	36.3
Industrial raw materials	0.3	0.3	0.2	0.7	8.2	5.5	250.0	-32.9
Consumer Goods	1.7	1.4	4.7	2.6	22.3	23.9	-44.7	7.2
Food and food stuffs	0.5	0.6	1.1	0.6	6.7	8.0	-45.5	19.4
All other consumer goods	1.2	0.8	3.6	2.1	15.6	15.9	-41.7	1.9
Grand Total (c.i.f)	6.9	9.3	13.6	8.6	100.7	108.6	-36.8	7.8
Grand Total (f.o.b)	6.3	8.4	12.4	7.8	91.7	98.8	-37.1	7.7

Note: p = provisional

Source: Tanzania Revenue Authority

Statistical Tables

Table A1: Selected Economic Indicators (Annual)

Item	Unit	2004	2005	2006	2007	2008 ^r	2009 ^p
1. National Accounts and Prices							
1.1 Change in GDP at Market Prices--Current Prices	Percent	15.4	14.3	12.4	16.8	18.3	13.8
1.2 Change in GDP at Market Prices-Constant 2001 Prices	Percent	7.8	7.4	6.7	7.1	7.4	6.0
1.3 GDP Per Capita ¹	TZS	395,795.8	441,152.1	478,051.4	546,955.7	630,577.1	693,185.4
1.4 GDP Per Capita ¹	USD	363.3	390.6	381.7	439.5	527.1	525.0
1.5 Change in Consumer Price Index (Inflation)	Percent	4.2	4.4	7.3	7.0	10.3	12.1
1.6 Saving to GNDI Ratio ²	Percent	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	13.5	38.2	22.0	20.5	19.8	18.4
2.2 Change in Broad Money supply (M2)	Percent	19.8	36.9	13.7	27.2	24.4	20.8
2.3 Change in Narrow Money Supply (M1)	Percent	22.7	33.7	9.8	29.1	21.9	13.7
2.4 Change in Reserve Money	Percent	21.1	27.7	16.8	24.9	21.1	32.2
2.5 Total Credit to GDP Ratio ¹	Percent	7.4	10.5	11.7	13.5	17.1	18.0
2.6 Private Sector Credit to GDP Ratio ¹	Percent	9.4	8.9	11.3	15.0	18.4	17.7
2.7 Ratio of Private Credit to Total Credit	Percent	126.2	84.6	96.3	111.3	107.9	98.5
2.8 Average Deposit Rate (12-Month) ³	Percent	5.7	6.2	8.3	9.3	8.9	8.9
2.9 Weighted Average Treasury Bill Rate	Percent	9.6	14.8	15.0	11.4	11.0	6.9
2.10 Average Long-Term Lending Rate ³	Percent	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	1,481.6	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	-2,482.8	-2,997.6	-3,864.1	-4,860.6	-6,483.4	-5,775.7
3.3 Trade Balance	Mill. USD	-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	-365.9	-862.8	-1,143.2	-1,580.3	-2,535.8	-1,745.8
3.5 Overall Balance	Mill. USD	284.0	-227.8	460.7	412.6	148.0	365.0
3.7 Gross Official Reserves	Mill. USD	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	6.6	4.5	4.6	4.8	4.5	5.6
3.9 Exchange Rate:							
3.9.1 Annual Average	TZS/USD	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	1,043.0	1,165.5	1,261.6	1,132.1	1,280.3	1,313.3
4. Population (TZ Mainland)	Million	35.3	36.2	37.5	38.3	39.3	40.7
5. Public Finance							
5.1 Current Revenue to GDP Ratio ¹	Percent	11.8	12.5	14.1	15.9	16.2	
5.2 Grants to GDP Ratio ¹	Percent	4.8	5.9	4.9	5.0	4.4	
5.2 Current Expenditure to GDP Ratio ¹	Percent	14.0	15.7	16.1	14.9	17.7	
5.3 Development Expenditure to GDP Ratio ¹	Percent	7.2	7.9	6.9	7.9	7.7	
5.4 Deficit to GDP Ratio (excluding grants) ¹	Percent	-9.3	-10.3	-8.9	-7.4	-9.2	
5.5 Deficit to GDP Ratio (including grants) ¹	Percent	-4.5	-4.4	-4.0	-2.4	-4.8	
6. Total External Debt Stock	Mill. USD	8,134.8	8,229.5	4,660.8	5,846.4	7,137.2	
Disbursed Debt	Mill. USD	6,799.5	6,971.1	3,442.3	4,483.1	5,623.6	
Interest	Mill. USD	1,335.3	1,258.3	1,218.6	1,363.3	1,513.6	
Total External Debt as % of GDP	Percent	60.2	57.6	29.8	31.0	33.9	

Note:

1 Calculated on the basis of GDP at Market Prices (Current Prices)

2 GNDI stands for gross national disposable income

3 Annual Average

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

r Revised

P = Provisional

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

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

Item	BUDGET 2010/11	July 2010 Estimate	Actual
Total Revenue (including LGAs) /1	6,176,172.0	443,145.2	352,598.6
Total Revenue	6,003,590.0	428,763.3	352,598.6
Tax Revenue	5,638,593.4	400,438.1	333,739.6
Taxes on Imports	2,101,289.3	173,381.6	132,907.2
Sales/VAT and Excise on Local Goods	1,266,435.8	85,615.8	77,512.3
Drawings from EPA	0.0	0.0	0.0
Income Taxes	1,649,956.3	92,718.3	89,956.9
Other taxes	620,911.9	48,722.4	33,363.2
Non- tax Revenue	364,996.6	28,325.3	18,859.0
LGA Own Sources	172,582.0	14,381.8	0.0
Total Expenditure /2	10,769,611.7	769,321.9	421,540.5
Recurrent expenditure	6,950,560.6	504,577.1	318,958.4
Roadtoll fund		0.0	
Retention fund	134,225.0	5,955.7	5,955.7
Wages and salaries	2,205,429.7	184,773.0	184,325.8
Interest payments	364,469.6	6,819.0	6,420.0
Domestic	235,027.6	4,840.4	4,258.7
Foreign	129,442.0	1,978.6	2,161.3
Other goods, services and transfers	4,246,436.2	307,029.4	122,256.9
Dev. Expenditure and net lending	3,819,051.1	264,744.8	102,582.1
Local	1,366,143.3	60,335.8	60,335.8
Foreign	2,452,907.8	204,409.0	42,246.3
Balance before Grants	-4,593,439.7	-326,176.7	-68,941.9
Grants	2,020,907.1	185,153.3	101,570.0
Program (CIS/OGL)	631,808.1	69,395.0	67,586.5
Project	898,779.4	97,294.1	2,002.5
Basket funds	221,569.5	18,464.1	31,981.0
MDRI/MCA(T)	268,750.1	0.0	0.0
Balance (cheq.issued) after Grants	-2,572,532.6	-141,023.5	32,628.1
Expenditure float	0.0	0.0	-369,695.8
Adjustments to cash and other items (net)	0.0	0.0	-15,299.8
Overall Balance (cheques cleared)	-2,572,532.6	-141,023.5	-352,367.5
Financing:	2,572,532.6	141,023.5	352,367.5
Foreign Financing (net)	1,942,532.8	85,081.0	8,215.5
Loans	1,728,639.9	67,299.2	8,262.8
Program loans	189,837.3	0.0	0.0
Development Project loans	1,538,802.6	67,299.2	8,262.8
Basket Support	256,218.6	21,351.5	0.0
Amortization	-42,325.7	-3,569.8	-47.3
Domestic (net) /3	629,999.8	55,942.5	344,152.0
Bank & Non Bank Financing (NDF)	599,999.8	55,942.5	344,152.0
Bank borrowing	599,999.8	55,942.5	388,122.3
Non-Bank (net of amortization)	0.0	0.0	-43,970.3
Borrowing/Roll over	797,620.0	28,364.6	28,364.6
Domestic & Contingent debt Amortization	-797,620.0	-28,364.6	-28,364.6
Privatization Proceeds	30,000.0	0.0	0.0
Memorandum Items			
Total Expenditure including Float		769,321.9	791,236.3
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-10
	Jul-09	Aug-09	Sep-09	Oct-09	Nov-09	Dec-09	Jan-10	Feb-10	Mar-10	Apr-10	May-10	Jun-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
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
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
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
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
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
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
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
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
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
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
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
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
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
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
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
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
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
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
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
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
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
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

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

Monetary and Financial Statistics Manual.

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

Table A4 : Interest Rate Structure

Percent

Item	2009 ^P						2010 ^P						
	Jul	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	Jul
A: Domestic Currency													
1. Interbank Cash Market Rates													
Overnight	2.44	0.82	1.04	1.21	1.19	1.46	1.67	1.66	0.98	0.86	0.67	0.86	0.82
2 to 7 days	4.06	1.44	1.28	1.55	1.81	1.64	1.96	2.22	1.55	0.99	1.14	1.04	1.16
8 to 14 days	4.43	1.90	1.55	1.41	1.67	1.72	2.08	2.50	1.76	1.27	1.01	0.93	1.47
15 to 30 days	4.19	1.54	2.28	3.28	3.28	3.25	3.51	4.00	1.61	1.61	1.10	1.44	1.22
31 to 60 days	4.58	2.82	2.69	3.04	3.91	3.43	3.43	4.00	4.00	4.00	4.00	4.00	2.00
61 to 90 days	12.15	12.15	12.15	12.15	5.00	5.00	5.00	7.30	3.37	3.37	3.37	3.37	3.37
91 to 180 days	9.17	3.27	3.68	4.00	4.00	4.00	4.00	4.00	4.00	4.00	3.70	3.70	3.70
181 and above	5.56	7.05	6.47	9.00	5.47	5.47	5.47	5.47	5.47	4.85	4.00	8.50	4.50
Overall Interbank cash market rate	3.86	1.42	1.34	1.63	1.62	1.57	1.80	1.89	1.29	0.92	0.87	0.97	0.92
2. Lombard Rate	4.13	3.18	2.48	3.61	4.00	4.55	5.48	4.91	2.38	1.51	1.07	0.78	0.93
3. REPO Rate	2.23	1.21	1.12	1.32	1.28	1.26	1.22	1.22	1.06	0.79	0.65	0.51	0.68
4. Treasury Bills Rates													
35 days	3.45	2.65	2.07	3.01	3.33	3.80	4.57	4.09	1.99	1.26	0.89	0.65	0.78
91 days	4.14	3.53	2.97	3.38	5.29	6.06	6.35	5.57	3.25	1.77	2.16	2.89	3.22
182 days	6.27	5.46	4.84	4.90	5.28	6.59	7.20	6.33	4.45	2.58	2.26	2.59	3.91
364 days	8.28	7.72	7.79	8.22	8.60	8.83	9.06	8.24	6.32	4.86	4.96	6.08	6.26
Overall Treasury bills rate	5.81	5.16	4.52	5.17	6.36	6.91	7.20	6.32	4.15	2.70	2.68	3.33	3.89
5. Treasury Bonds Rates													
2-years	11.51	11.51	11.51	10.89	10.89	10.89	10.89	9.40	9.40	9.40	9.40	8.79	8.88
5-years	16.58	16.58	13.45	13.45	13.45	13.45	13.77	13.77	13.77	13.77	9.52	9.52	9.52
7-years	17.06	14.14	14.14	14.14	14.15	14.15	14.15	14.15	12.11	12.11	10.38	10.38	10.38
10-years	16.95	16.95	16.95	16.95	16.95	16.73	16.73	16.73	11.99	11.99	11.68	11.68	11.68
6. Discount Rate	6.95	5.20	4.40	3.70	3.70	3.70	7.58	7.58	7.58	7.58	7.58	7.58	7.68
7. Savings Deposit Rate	2.68	2.68	2.66	2.65	2.67	2.83	2.84	2.89	2.88	2.83	2.82	2.82	2.64
8. Overall Time Deposits Rate	6.96	6.89	6.73	6.41	6.52	6.36	6.12	5.82	6.11	5.96	5.65	5.88	5.42
Call Accounts	1.10	1.14	1.13	0.96	0.99	0.74	0.81	0.84	0.66	0.85	1.01	0.87	0.78
1 month	6.45	6.49	6.09	5.70	5.76	5.10	5.14	5.02	5.40	5.45	5.31	4.58	5.60
2 months	8.92	8.17	7.80	7.48	7.31	6.99	7.21	7.79	7.72	7.47	7.38	6.81	6.86
3 months	8.38	7.81	8.17	7.45	7.34	6.67	7.54	7.00	7.24	6.52	6.09	6.33	5.89
6 months	8.21	8.46	8.31	7.91	8.11	8.50	7.76	7.71	7.50	7.67	7.47	7.62	7.49
12 months	9.06	9.04	8.83	8.83	8.76	8.99	9.06	8.84	8.78	8.67	7.53	8.43	7.86
24 months	6.59	7.10	6.80	6.52	7.40	7.56	5.33	3.51	5.44	5.12	4.75	6.53	3.49
9. Negotiated Deposit Rate	10.52	10.47	10.60	10.11	9.85	9.94	7.44	7.16	9.41	9.63	9.47	9.57	8.76
10. Overall Lending rate	15.14	15.12	14.90	14.75	14.74	14.38	14.39	14.86	14.83	14.59	14.53	14.71	14.39
Call Loans	22.25	22.25	23.25	24.25	25.25	26.25	27.25	28.25	29.25	30.25	31.25	32.25	33.25
Short-term (up to 1 year)	13.94	13.77	13.98	13.92	14.00	13.96	13.76	14.74	14.62	13.88	14.02	13.92	14.14
Medium-term (1-2 years)	15.38	15.74	15.27	15.11	15.37	15.01	15.06	15.12	15.11	15.44	15.64	15.41	15.55
Medium-term (2-3 years)	14.61	14.75	14.69	14.66	15.02	14.74	14.42	14.44	14.51	14.41	14.30	14.80	14.15
Long-term (3-5 years)	15.20	14.98	14.91	14.78	14.67	14.52	14.79	14.99	14.97	14.75	14.77	14.73	14.27
Term Loans (over 5 years)	16.59	16.36	15.62	15.31	14.63	13.67	13.91	15.01	14.94	14.47	13.92	14.69	13.85
11. Negotiated Lending Rate	14.26	14.24	13.81	13.51	13.38	13.18	13.68	13.79	13.71	13.97	13.80	14.13	13.84
B: Foreign Currency													
Deposits Rates													
Call Accounts													
Savings Deposits Rate	2.37	1.53	1.46	1.46	1.38	1.46	1.46	1.32	1.43	1.48	1.52	1.49	1.51
Overall Time Deposits Rate	2.36	2.26	3.68	2.12	2.13	1.68	1.99	1.76	1.97	2.07	2.06	1.95	2.45
1-months	1.85	2.09	3.68	2.06	2.04	1.40	1.73	1.76	1.68	1.63	1.64	1.59	1.44
2-months	2.34	2.49	3.46	2.03	2.01	1.64	1.93	1.44	1.93	2.02	1.86	1.94	1.74
3-months	2.93	2.10	4.24	2.09	2.06	1.00	1.95	1.64	2.01	1.89	1.85	1.83	2.55
6-months	2.55	2.15	3.95	1.96	1.99	1.94	1.95	1.85	1.84	1.84	1.92	1.83	3.42
12-months	2.12	2.49	3.07	2.48	2.53	2.42	2.40	2.10	2.41	2.97	3.05	2.55	3.10
Overall Lending Rate	9.69	9.76	9.72	8.11	9.02	9.03	8.85	8.90	8.78	7.95	8.57	9.14	9.02
Short-term (up to 1 year)	6.94	6.94	6.95	6.49	3.84	3.86	3.73	3.52	3.27	2.01	1.86	4.74	4.14
Medium-term (1-2 years)	10.77	11.03	11.03	8.17	11.06	11.12	10.04	10.17	10.07	6.64	10.16	10.13	10.13
Medium-term (2-3 years)	10.27	10.28	10.23	8.76	10.28	10.26	10.39	10.42	10.42	1.47	10.21	10.57	10.59
Long-term (3-5 years)	10.50	10.52	10.41	8.65	10.29	10.29	10.47	10.76	10.49	11.01	11.00	11.00	10.96
Term Loans (over 5 years)	10.00	10.01	10.01	8.47	9.63	9.64	9.64	9.64	9.64	9.64	9.64	9.27	9.28

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 July ^P		% Change
	Jul	Jun	Jul	Jul 09 - Jul 10	Jun 10 - Jul 10	2009	2010	
Traditional Exports:								
COFFEE								
Value	4.8	1.0	0.9	-82.2	-17.5	121.4	67.9	-44.1
Volume	3.1	0.5	0.5	-85.4	-8.4	60.5	28.9	-52.2
Unit Price	1,556.0	2,114.2	1,903.7	22.3	-10.0	2,005.5	2,344.2	16.9
COTTON								
Value	6.3	0.9	6.6	5.5	627.0	127.8	93.1	-27.1
Volume	5.3	1.2	5.9	12.4	382.6	107.4	84.0	-21.8
Unit Price	1,188.2	740.4	1,115.2	-6.1	50.6	1,189.3	1,107.6	-6.9
SISAL								
Value	0.0	0.0	0.0	0.0	0.0	1.2	0.0	-100.0
Volume	0.0	0.0	0.0	0.0	0.0	0.7	0.0	-100.0
Unit Price	0.0	0.0	0.0	0.0	0.0	1,802.4	0.0	-100.0
TEA								
Value	2.0	2.8	2.7	31.3	-4.7	31.1	41.5	33.6
Volume	1.2	1.6	1.5	23.4	-6.3	18.8	20.0	6.3
Unit Price	1,673.4	1,750.3	1,780.2	6.4	1.7	1,649.3	2,071.6	25.6
TOBACCO								
Value	0.0	16.0	14.0	155,711.1	-12.5	143.3	202.5	41.4
Volume	0.0	3.8	3.2	7,483.3	-15.8	45.9	46.5	1.2
Unit Price	214.3	4,236.5	4,402.8	1,954.7	3.9	3,120.0	4,356.9	39.6
CASHEWNUTS								
Value	0.00	0.0	0.0	0.0	-100.0	51.5	47.8	-7.1
Volume	0.00	0.1	0.0	0.0	-100.0	71.8	65.8	-8.4
Unit Price	0.0	551.5	0.0	0.0	-100.0	717.1	727.1	1.4
CLOVES								
Value	0.24	0.0	0.2	-27.1	--	15.0	10.0	-33.1
Volume	0.05	0.0	0.1	0.0	--	4.4	3.3	-25.5
Unit Price	4,800.0	0.0	3,500.0	-27.1	--	3,363.9	3,023.9	-10.1
Sub Total	13.4	20.8	24.4	81.7	16.9	491.2	462.8	-5.8
Non-Traditional Exports:								
Minerals	114.4	118.1	98.1	-14.3	-16.9	893.8	1,412.3	58.0
Gold	110.7	112.5	93.1	-15.9	-17.3	845.1	1,365.3	61.5
Diamond	0.3	0.0	0.3	18.0	--	17.8	17.2	-3.8
Other minerals ¹	3.4	5.5	4.7	--	-15.3	30.8	29.8	-3.3
Manufactured Goods	47.8	102.1	56.7	--	-44.5	569.4	659.6	15.9
Cotton Yarn	0.3	0.8	0.5	72.0	-35.2	14.9	12.6	-15.5
Manufactured Coffee	0.0	0.0	0.1	0.0	0.0	0.4	0.9	149.2
Manufactured Tobacco	0.2	0.8	0.9	301.6	15.7	3.2	7.1	118.6
Sisal Products (Yarn & Twine)	0.1	0.6	0.9	0.0	60.8	5.8	8.1	38.7
Other manufactured Goods ²	47.2	99.9	54.2	--	-45.7	545.0	630.9	15.8
Fish and Fish Products	17.6	10.8	8.7	-50.5	-19.3	134.2	128.7	-4.1
Horticultural products	2.5	2.6	1.9	-22.6	-25.8	36.2	32.4	-10.5
Re-exports	7.5	1.4	20.5	--	1,371.9	116.3	119.9	3.1
Others Exports³	35.1	34.5	30.3	-13.6	-12.1	316.3	324.3	2.5
Sub Total	224.9	269.4	216.2	19.8	-19.8	2,066.2	2,677.1	29.6
GRAND TOTAL	238.3	290.2	240.5	21.8	-17.1	2,557.4	3,140.0	22.8

Note:

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

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

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

p = Provisional data.

- = Small value

-- = Very big value

--- = Information not available

Totals may not add up due to rounding of numbers.

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

Source: Bank of Tanzania, TRA

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

Millions of USD

Items	2009 ^P	2010		% Change		Year Ending July ^P		% Change
	Jul	Jun	Jul	Jul 09 - Jul 10	Jun 10 - Jul 10	2009	2010	
Capital Goods	211.6	196.6	253.2	19.6	28.8	2,563.9	2,547.3	-0.6
Transport Equipments	71.4	64.3	89.2	25.0	38.8	746.4	770.2	3.2
Building and Constructions	36.9	44.8	59.0	59.6	31.5	571.2	597.5	4.6
Machinery	103.4	87.5	105.1	1.6	20.1	1,246.4	1,179.5	-5.4
Intermediate Goods	212.5	276.6	185.8	-12.6	-32.8	2,016.8	2,517.8	24.8
Oil imports	168.2	214.2	128.4	-23.7	-40.1	1,455.2	1,871.5	28.6
Fertilizers	4.0	7.2	10.5	161.6	46.4	98.7	95.6	-3.1
Industrial raw materials	40.3	55.2	46.9	16.4	-15.0	463.0	550.7	18.9
Consumer Goods	125.5	132.4	173.1	37.9	30.7	1,357.3	1,562.6	15.1
Food and food stuffs	15.0	29.2	43.3	187.9	48.3	356.1	414.2	16.3
All other consumer goods ¹	110.4	103.2	129.7	17.5	25.8	1,001.1	1,148.4	14.7
Grand Total (f.o.b)	549.9	605.7	612.1	11.3	1.1	5,938.0	6,627.6	11.6
Grand Total (c.i.f)	604.2	665.6	672.6	11.3	1.1	6,525.3	7,283.1	11.6

Note:

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

^P = Provisional data

Totals may not add up due to rounding of numbers

Source: Bank of Tanzania, TRA.

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

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

Period	Headline (General Index)	Food	Non-Food											
			Total	Drinks & Tobacco	Clothing & Footwear	Rent	Fuel, Power & Water	Furniture Household Equip.	Household operations	Personal care & Health	Recreation & Entertain.	Transportation	Education	Miscel. goods & services
Weight (%)	100.0	55.9	44.1	6.9	6.4	1.4	8.5	2.1	2.1	2.1	0.8	9.7	2.6	1.5
2004	4.2	5.9	1.6	-0.5	2.3	2.3	4.6	0.2	0.9	0.5	2.1	1.0	0.6	-0.5
2005	4.4	5.9	2.9	2.1	-0.5	-0.4	7.7	-1.1	0.5	3.5	-1.5	4.7	-0.1	-1.4
2006	7.3	7.0	7.6	7.7	7.0	5.5	8.5	7.8	2.0	11.2	5.0	9.1	2.5	8.0
2007	7.0	7.0	7.0	10.5	5.9	3.6	6.2	7.9	8.7	2.9	8.9	7.0	9.7	0.8
2008	10.3	12.7	6.7	8.2	1.5	2.4	10.7	6.0	3.2	5.0	5.5	6.9	7.0	1.8
2009	12.1	17.6	3.7	8.8	6.3	12.5	-1.5	6.1	5.2	6.8	9.2	0.1	10.1	3.3
2007 Jun	5.9	4.6	7.6	12.3	7.3	3.2	6.4	8.7	10.1	4.2	10.1	5.8	10.3	2.5
Jul	9.0	10.3	7.4	10.8	5.5	1.7	7.3	7.6	10.7	4.5	10.6	6.8	8.6	2.0
Aug	7.8	9.2	6.0	7.3	6.4	2.1	4.2	6.9	9.5	3.5	10.8	6.5	8.8	0.0
Sep	8.3	11.4	4.1	6.2	4.5	2.8	1.4	4.1	6.5	2.2	9.7	4.3	9.2	-0.8
Oct	7.1	8.4	5.1	7.0	5.4	2.8	3.8	4.6	5.8	1.6	10.5	5.6	7.8	0.3
Nov	7.3	7.5	6.5	10.0	5.2	2.8	6.8	6.6	4.8	2.1	7.6	6.2	7.8	1.7
Dec	6.4	6.6	6.1	10.3	2.5	2.8	8.0	6.2	3.0	1.9	6.1	5.4	6.8	0.8
2008 -Jan	8.6	10.1	6.4	10.4	1.1	2.4	10.1	4.9	3.6	3.7	5.9	5.7	5.6	2.1
Feb	8.9	11.4	5.3	10.2	0.3	2.4	6.8	4.1	2.9	3.4	4.0	4.9	5.6	1.8
Mar	9.0	11.2	5.8	9.1	1.0	1.7	8.3	4.9	2.9	3.1	3.5	6.0	5.6	1.0
Apr	9.7	11.6	6.9	8.6	1.1	2.1	11.3	4.9	2.8	3.3	4.2	7.6	6.1	1.5
May	9.1	11.0	6.5	7.5	1.1	2.1	11.7	5.1	2.5	3.9	4.2	6.0	6.4	0.4
Jun	9.3	11.4	6.3	7.7	0.9	2.1	10.6	5.5	2.8	4.0	4.0	6.7	6.3	0.4
Jul	9.5	11.2	6.8	7.9	1.3	3.5	12.0	5.4	2.0	4.9	4.4	6.0	7.2	1.8
Aug	9.8	11.1	7.8	8.6	-0.1	3.1	12.7	6.9	1.1	5.9	5.2	9.9	7.9	1.5
Sep	11.6	13.4	8.9	8.8	2.2	2.4	15.0	8.2	3.4	6.9	6.9	9.7	8.3	3.4
Oct	11.8	14.6	7.9	8.3	1.8	2.4	12.9	7.9	4	5.9	6.9	7.9	7.9	3.9
Nov	12.3	16.3	6.3	5.5	2.5	2.4	8.7	7.0	4.7	7.3	8.3	6.9	8.5	2.1
Dec	13.5	18.6	6.0	5.5	4.3	2.4	8.1	6.8	5.4	8.0	8.7	5.1	8.5	1.9
2009-Jan	12.9	18.2	4.8	5.4	3.4	12.5	2.6	7.1	4.8	7.7	9.6	4.2	9.1	3.1
Feb	13.3	18.6	4.9	5.3	4.6	12.6	2.5	6.9	5.1	7.6	10.9	3.4	9.9	3.6
Mar	13.0	18.5	4.3	5.7	4.4	12.6	0.3	7.1	4.7	7.7	10.5	3.2	11.2	3.5
Apr	12.0	17.8	2.9	6.1	4.9	12.2	-4.1	7.3	4.6	7.5	9.2	0.4	10.8	5.6
May	11.3	17.8	1.3	6.6	5.0	12.2	-9.0	6.9	5.2	7.1	8.8	-1.0	10.3	4.1
Jun	10.7	17.0	1.0	6.8	7.2	12.2	-10.1	6.0	4.5	7.7	9.1	-2.0	11.4	3.8
Jul	10.9	16.9	1.9	9.9	8.5	12.6	-9.1	6.3	4.5	7.1	9.0	-1.9	11.7	3.8
Aug	12.1	18.9	2.0	10.9	9.8	12.6	-7.2	6.5	6.3	7.5	8.4	-4.9	10.3	5.0
Sep	12.1	17.3	4.0	11.3	8.1	12.6	-0.9	7.0	5.2	7.0	9.1	-2.0	9.5	3.1
Oct	12.7	18.1	4.2	12.1	6.3	12.6	0.5	5.8	5.8	7.0	8.5	-1.4	9.6	0.9
Nov	12.5	17.1	5.0	12.7	6.5	12.8	2.2	4.0	6.6	4.5	7.7	-0.8	9.1	1.8
Dec	12.2	14.5	8.5	12.2	6.6	12.8	14.3	2.6	4.9	3.2	9.3	3.8	7.8	1.1
2010- Jan	10.9	11.3	10.1	12.1	5.3	2.6	23.3	3.5	6.0	3.7	7.5	3.3	7.5	1.0
Feb	9.6	10.1	8.8	11.5	4.5	2.6	20.3	1.6	4.7	4.9	3.4	3.4	6.0	-1.8
Mar	9.0	9.7	7.9	9.7	5.5	2.9	16.3	2.2	5.0	5.6	3.0	4.1	3.5	-2.0
Apr	9.4	9.8	8.6	10.1	3.6	2.8	19.9	1.7	4.7	5.8	4.4	5.4	2.9	-5.2
May	7.9	8.1	7.6	10.1	3.0	2.7	14.5	2.3	2.8	5.6	2.1	7.6	2.5	-5.0
Jun	7.2	7.1	7.4	9.6	0.8	2.7	15.4	2.9	3.1	5.0	1.6	8.0	0.9	-4.5
Jul	6.3	5.6	7.4	7.0	-0.7	1.7	19.5	2.1	3.1	4.6	0.6	7.0	-0.4	-4.8

Note: Base (1) 2001=100 up to 2005 (2) Dec 2001=100 from January 2006

Source: National Bureau of Statistics

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

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

Note: Base (1) 2001=100 up to 2005 (2) Dec 2001=100 from January 2006

Source: National Bureau of Statistics

Table A7: National Debt Developments

Millions of USD

Item	2009/10											
	Aug-09	Sep-09	Oct-09	Nov-09	Dec-09	Jan-10	Feb-10	Mar-10	Apr-10	May-10	Jun-10	Jul-10
1. Overall Total Debt Committed²	8,642.7	8,730.9	8,781.3	8,877.7	8,889.0	9,192.4	8,982.4	8,982.2	9,090.2	8,948.0	9,020.9	9,095.0
Disbursed outstanding debt	5,850.5	5,954.9	6,015.2	6,073.7	6,163.1	6,228.4	6,127.9	6,077.9	6,180.7	6,115.3	6,207.0	6,375.7
Undisbursed debt	2,792.2	2,776.0	2,766.0	2,804.1	2,725.9	2,963.9	2,854.5	2,904.3	2,909.5	2,832.7	2,813.9	2,719.3
2. Disbursed Debt by Creditor Category²	5,850.5	5,954.9	6,015.2	6,073.7	6,163.1	6,228.4	6,127.9	6,077.9	6,180.7	6,115.3	6,207.0	6,375.7
Bilateral debt	938.5	944.3	941.5	949.7	938.6	940.0	939.4	931.3	913.1	911.2	932.8	938.6
Multilateral debt	3,791.2	3,837.3	3,874.8	3,944.9	4,049.0	4,109.6	4,015.4	4,012.8	4,131.3	4,062.3	4,112.9	4,263.9
Commercial debt	702.0	709.2	713.5	640.8	638.1	639.4	634.2	595.2	592.8	598.8	603.2	614.3
Export credits	418.8	464.1	485.5	538.2	537.5	539.5	538.9	538.5	543.5	543.0	558.2	558.9
3. Disbursed Debt by Borrower Category²	5,864.5	5,916.4	5,939.9	6,073.7	6,163.1	6,228.4	6,127.9	6,077.9	6,180.7	6,115.3	6,207.0	6,375.7
Central Government	4,460.1	4,510.7	4,532.0	4,620.9	4,649.2	4,710.2	4,629.3	4,620.8	4,722.9	4,656.9	4,729.6	4,846.6
Parastatal Companies	394.6	396.7	398.9	442.7	506.6	503.9	488.3	486.1	484.1	475.6	475.4	518.1
Private Sector	1,009.8	1,009.0	1,009.0	1,010.1	1,007.4	1,014.4	1,010.3	971.0	973.7	982.9	1,002.0	1,011.0
4. Disbursed Debt by Use of Funds²	5,828.5	5,932.8	5,980.7	6,073.7	6,163.1	6,228.4	6,127.9	6,077.9	6,180.7	6,115.3	6,207.0	6,375.7
BOP & Budget Support	1,842.9	1,851.8	1,857.3	1,885.0	1,971.4	1,908.5	1,902.8	1,876.0	2,017.2	1,981.7	2,010.6	2,056.1
Transport & Telecommunication	656.2	705.5	707.1	723.1	723.1	721.8	719.9	661.0	658.3	659.6	679.5	689.9
Agriculture	609.8	614.3	654.4	653.0	658.2	677.7	687.7	676.2	670.3	664.5	671.9	690.4
Energy & Mining	816.1	820.4	823.3	810.2	801.1	800.3	756.4	726.8	723.6	716.0	756.8	720.7
Industries	148.6	152.9	154.0	153.1	183.4	184.6	184.1	179.7	179.3	178.3	178.5	178.8
Social Welfare & Education	815.6	829.9	832.9	847.9	849.2	848.7	833.2	848.6	846.1	821.7	825.3	849.8
Finance and Insurance	73.9	80.2	80.6	80.8	79.0	80.7	80.0	78.6	78.2	84.2	84.1	85.5
Tourism	90.7	90.7	91.0	96.6	87.0	86.6	86.5	87.0	92.0	95.6	96.0	96.5
Others	774.8	787.1	780.1	823.9	810.8	919.4	877.3	944.0	915.6	914.3	904.3	1,008.1
5. Total Amount of Loan Contracted¹	9.5	15.3	4.2	1.0	101.8	250.1	60.0	102.3	4.0	15.0	0.6	3.9
Government	0.0	0.0	0.0	0.0	101.8	243.6	0.0	30.9	0.0	0.0	0.0	0.0
Parastatal Companies	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Private	9.5	15.3	4.2	1.0	0.0	6.5	60.0	71.4	4.0	15.0	0.6	3.9
6. Disbursements¹	159.1	50.0	20.3	6.8	115.0	37.9	147.1	71.7	175.4	45.4	164.5	8.9
Government	157.6	19.9	20.3	6.8	49.0	32.4	147.1	71.7	173.8	30.7	45.9	4.9
Parastatal Companies	0.0	0.0	0.0	0.0	63.4	0.0	0.0	0.0	0.0	0.0	0.0	29.2
Private	1.4	30.1	0.0	0.0	2.5	5.5	0.0	0.0	1.6	14.6	89.4	3.9
7. Scheduled Debt Service¹	8.6	13.5	22.3	12.2	38.5	37.8	7.8	13.7	21.5	15.0	30.0	26.8
8. Actual Debt Service¹	3.4	5.3	3.4	4.9	5.7	6.8	0.9	5.4	7.4	4.5	5.4	2.6
Principal	2.9	4.5	2.5	1.8	3.3	4.0	0.2	2.8	2.9	3.4	4.1	1.3
Interest	0.5	0.7	0.9	3.1	2.4	2.9	0.7	2.6	4.4	1.0	1.4	1.4
Others	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
9. Net Transfers¹	155.7	44.7	16.9	1.9	108.9	31.0	146.2	66.2	168.1	40.9	159.1	6.2
10. Total Arrears by Creditors Category²	2,791.8	2,807.9	2,869.2	2,885.3	2,789.0	2,771.9	2,759.6	2,703.4	2,704.7	2,705.8	2,760.8	2,823.3
Principal	1,262.5	1,266.0	1,301.1	1,306.4	1,184.0	1,151.4	1,151.6	1,111.6	1,100.8	1,102.2	1,121.2	1,149.1
Bilateral	460.4	468.3	468.9	468.9	472.4	476.8	479.7	472.7	456.1	457.6	464.5	470.3
Multilateral	19.5	20.0	23.6	20.1	22.8	15.9	15.9	15.9	16.3	16.2	16.2	19.2
Commercial	454.0	456.4	461.5	470.0	380.2	405.6	402.2	369.4	372.6	373.7	384.7	398.2
Export Credits	328.6	321.3	347.2	347.4	308.7	253.1	253.8	253.6	255.9	254.7	255.8	261.4
Interest	1,529.2	1,541.9	1,568.1	1,578.8	1,604.9	1,620.5	1,608.0	1,591.8	1,603.9	1,603.6	1,639.7	1,674.2
Bilateral	680.7	689.0	689.4	703.9	715.8	724.5	722.0	716.4	710.3	713.8	721.4	735.3
Multilateral*	15.5	16.0	16.0	16.1	16.9	17.1	17.2	17.4	17.4	17.4	18.7	18.4
Commercial	558.7	562.2	580.1	573.5	584.2	588.2	579.4	572.6	585.9	575.8	599.5	616.2
Export Credits	274.3	274.8	282.5	285.4	288.0	290.7	289.4	285.4	290.3	296.6	300.0	304.3
11. External Debt Stock	7,393.7	7,458.4	7,508.0	7,652.5	7,768.1	7,849.0	7,735.8	7,669.7	7,784.6	7,718.9	7,846.7	8,049.9
12. Domestic Debt Stock	1,809.4	1,856.2	1,885.3	1,907.3	1,962.7	1,903.5	1,905.7	1,938.1	1,921.4	1,919.1	2,009.5	2,064.4
13. Total Debt Stock	9,203.1	9,314.5	9,393.3	9,559.8	9,730.8	9,752.5	9,641.5	9,607.8	9,706.0	9,638.0	9,856.2	10,114.2
End Period Exchange Rate	1,301.8	1,302.7	1,307.6	1,314.7	1,313.3	1,323.6	1,326.0	1,330.2	1,343.5	1,376.0	1,379.4	1,382.3

*Multilateral arrears are those owed by the private companies

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

Source: Bank of Tanzania

Glossary

Currency in Circulation Outside Banks

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

Discount Rate also known as Bank Rate

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

Exchange Rate

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

Lombard Facility

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

Lombard Rate

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

Money Supply, M

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

M1, Narrow Money

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

M2, Broad Money

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

M3, Extended Broad Money

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

Non-Food Inflation

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

Other Depository Corporations

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

Repurchase Agreement (REPO)

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

Reserve Money (M0)

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

Seasonally Adjusted Series

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

Seasonally adjusted series are series that have been processed to remove the impact of seasonal factors.

Weighted Annualized Yields of Treasury Bills of all Maturities

This is the average yield of Treasury bills, which is weighted by the volume sold of 35-day, 91-day, 182-day, and 364-day Treasury bills, expressed in percentage per year.

ISSN 0856 – 6844