



BANK OF TANZANIA

Monthly Economic Review

June 2010

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1.0 Inflation Developments

Annual headline inflation rate eased to 7.9 percent in May 2010 from 9.4 percent in April 2010 (**Table 1.1 and Chart 1.1**), largely due to decrease in both food and non-food inflation. Similarly, the 12-month average annual headline inflation declined to 10.8 percent in May 2010 from 11.7 recorded in the corresponding period a year before (June 2008 to May 2009). **Month-to-month headline inflation rate** declined to negative 1.8 percent in May 2010 from negative 0.1 percent in April 2010, due to fall in average prices of food.

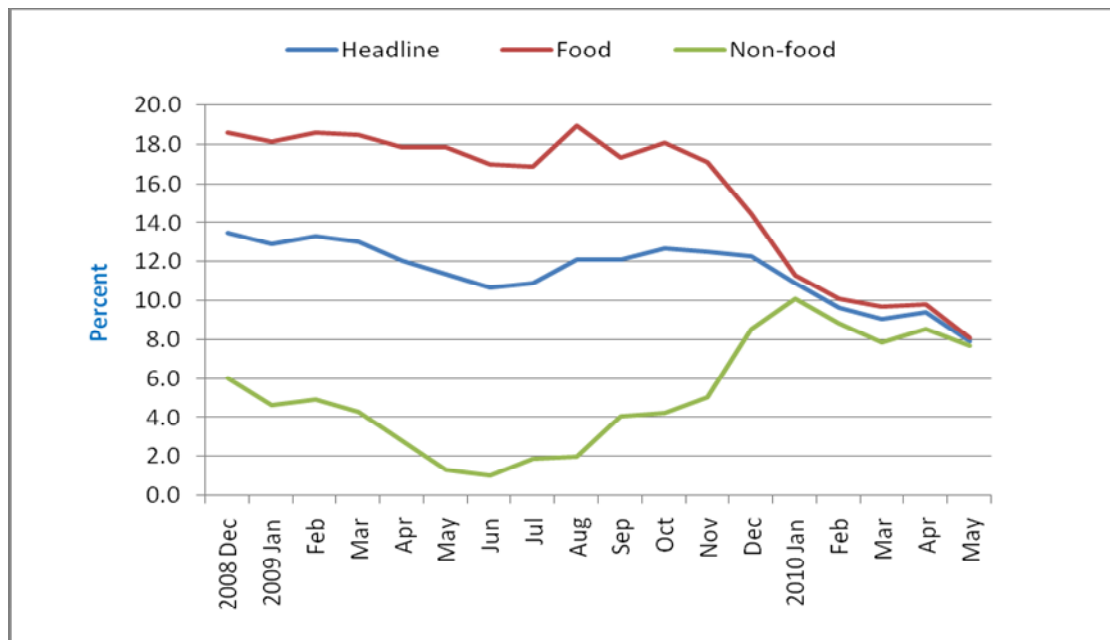
Table 1.1: Annual Percentage Change in Consumer Price Index (ALL-Urban)

(Base: Dec 2001 = 100)

Major Commodity Group	Weight (%)	2008			2009			2010		
		Mar	Apr	May	Mar	Apr	May	Mar	Apr	May
Headline/Overall	100	9.0	9.7	9.1	13.0	12.0	11.3	9.0	9.4	7.9
Food	55.9	11.2	11.6	11	18.5	17.8	17.8	9.7	9.8	8.1
Non-food	44.1	5.8	6.9	6.5	4.3	2.9	1.2	7.8	8.5	7.7
Transportation	9.7	6.0	7.6	6	3.2	0.4	-1	4.1	5.4	7.6
Fuel, Power and Water	8.5	8.3	11.3	11.7	0.3	-4.1	-9	16.3	19.9	14.5
Drinks and Tobacco	6.9	9.1	8.6	7.5	5.7	6.1	6.6	9.7	10.1	10.1
Clothing & Footwear	6.4	1.0	1.1	1.1	4.4	4.9	5.0	5.5	3.6	3.0
Education	2.6	5.6	6.1	6.4	11.2	10.8	10.3	3.5	2.9	2.5
Furniture & Household Equip.	2.1	4.9	4.9	5.1	7.1	7.3	6.9	2.2	1.7	2.3
H/h Operations										
Maintenance	2.1	2.9	2.8	2.5	4.7	4.6	5.2	5.0	4.7	2.8
Personal Care & Health	2.1	3.1	3.3	3.9	7.7	7.5	7.1	5.6	5.8	5.6
Rents	1.4	1.7	2.1	2.1	12.6	12.2	12.2	2.9	2.8	2.8
Recreation & Entertainment	0.8	3.5	4.2	4.2	10.5	9.2	8.8	3.0	4.4	2.1
Misc. Goods & Services	1.5	1.0	1.5	0.4	3.5	5.6	4.1	-2.0	-5.2	-5.0

Source: National Bureau of Statistics

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



Source: National Bureau of Statistics

Annual non-food inflation rate declined to 7.7 percent in May 2010 from 8.5 percent recorded in April 2010. The decline is associated with the slowdown in inflation of fuel, power and water; clothing and footwear; recreation, and education subgroups. On the other hand, the 12-month average annual non-food inflation rate was 5.8 percent in May 2010, higher than the average rate of 5.6 percent recorded in the corresponding period of 2009. **Month-to-month non-food inflation rate** declined to negative 1.3 percent in May 2010 from 0.1 percent in April 2010, mainly due to decline in average prices of clothing, charcoal, education materials, and items under recreation and entertainment sub-group.

Annual food inflation rate, declined to 8.1 percent in May 2010 from 9.8 percent recorded in April 2010. Likewise, the 12-month average food inflation rate eased to 14.1 percent in May 2010, lower than 15.6 percent registered in the corresponding period of 2009. **Month-to-month food inflation rate** decreased to negative 2.1 percent in May 2010 from negative 0.1 percent in April 2010, on account of decreases in average prices of cereals, potatoes, vegetables, fruits and meat. It deserves noting that, while May is a month of seasonal decline in food prices, in 2010 the decline has been significantly larger than in the past three years, reflecting substantial improvement in food supply in the country.

Food Supply Situation

In May 2010, food situation in the country was satisfactory despite the incidences of food shortage in some districts. Cumulatively, from July 2009 to May 2010, government distributed 162,381 tons of grain at subsidized prices or freely to districts facing food shortages.

On annual basis, wholesale prices for major food crops increased in May 2010 with exception of maize and rice (**Table 1.2**). Nonetheless, on month-to-month basis wholesale prices for selected food items decreased, except for beans and potatoes following improved domestic supply from the short rain crop harvest.

Table 1.2: National Average Wholesale Price for Selected Food Items

TZS per 100 kg

Item	2009	2010		Percentage Change	
	May	Apr	May	May 09 to May 10	Apr to May 2010
Maize	34,568	34,600	29,774	-13.9	-13.9
Rice	108,442	100,428	94,185	-13.1	-6.2
Beans	88,374	93,104	95,495	8.1	2.6
Sorghum	46,875	49,435	48,759	4.0	-1.4
Potatoes	43,584	49,340	49,669	14.0	0.7

Source: Ministry of Industry, Trade and Marketing

National Food Reserves

Stock of maize and sorghum held by the NFRA declined to 50,312 tons at the end of May 2010, from 53,851 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 districts facing food shortages. Meanwhile, NFRA purchased 73,883 tons of maize from the domestic markets for the period July 2009 to May 2010; the amount is 53.8 percent of the 2009/10 target of 160,000 tons.

Table 1.3: National Food Reserve Agency (NFRA) Stock

Period	2005	2006	2007	2008	2009	2010	Tons
							% Change 2009-2010
January	119,924	76,813	112,343	139,765	128,919	66,267	-48.6
February	116,383	43,593	117,838	133,898	125,430	64,461	-48.6
March	114,760	8,055	121,046	119,022	124,252	60,694	-51.2
April	115,262	3,165	125,509	94,509	122,849	53,821	-56.2
May	113,823	6,210	128,350	79,369	109,876	50,312	-54.2
June	112,823	15,560	128,804	76,649	94,699		
July	112,323	13,811	129,306	75,438	88,841		
August	112,067	28,440	125,653	83,131	93,231		
September	111,971	80,248	131,937	102,225	110,278		
October	111,695	87,461	143,717	114,464	107,177		
November	106,428	100,828	142,624	122,209	86,542		
December	93,051	110,203	142,044	129,253	77,644		

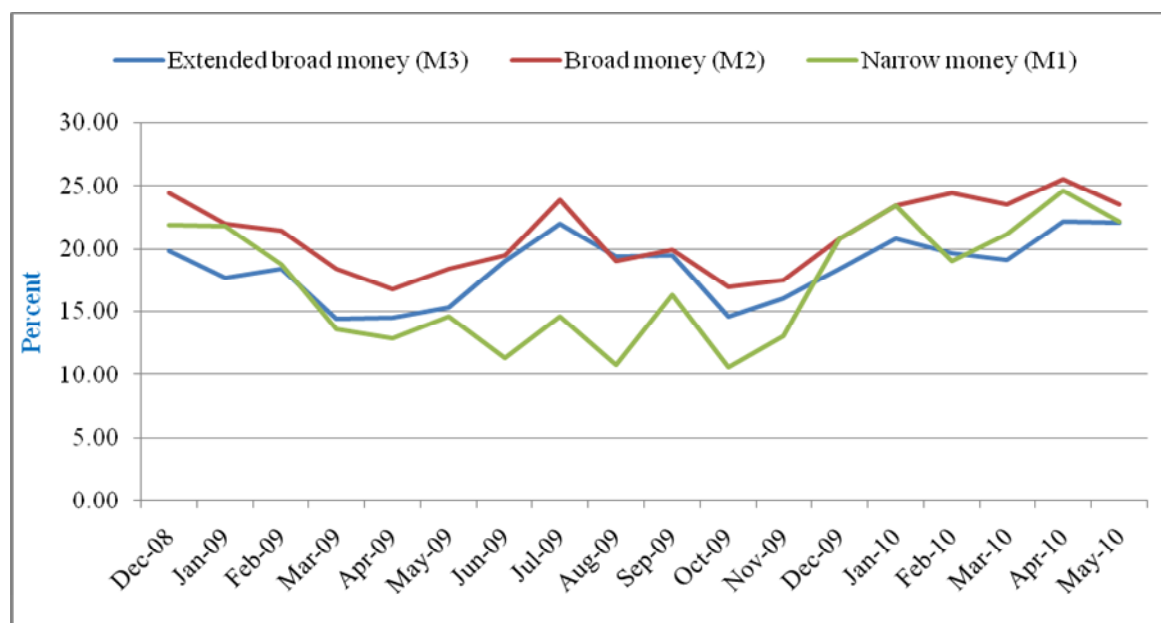
Source: National Food Reserve Agency

2.0 Monetary and Financial Developments

Money Supply and Credit Developments

Extended broad money supply (M3) grew by 22.1 percent in the year ending May 2010, slightly lower than 22.7 percent recorded in the preceding month, but substantially higher than 15.3 percent recorded in the year ending May 2009. Similarly, growth of **broad money supply** (M2) decelerated to 23.5 percent from 25.5 percent recorded in the preceding month, but was higher than 18.4 percent recorded in the corresponding period of 2009 (**Chart 2.1**). The recorded slowdown was mainly explained by a deceleration in the growth of Net Foreign Assets (NFA) of Other Depository Corporations (ODCs).

Chart 2.1: Annual Growth Rates of Monetary Aggregates



Source: Bank of Tanzania

The annual growth of ODCs' NFA dropped to 39.3 percent in May 2010, from 77.4 percent recorded in April 2010, which partly mirrors the increase in their holdings of government securities that recorded an annual increase of TZS 672.9 billion in May 2010, compared with an increase of TZS 499.3 billion recorded in the preceding month (**Table 2.1**).

Table 2.1: Selected Money Supply Components

Item	<i>Billions of TZS</i>								
				Monthly Change		Annual Growth Rates (%)			
	May-09	Apr-10	May-10	Apr-10	May-10	May-09	Apr-10	May-10	
Net Foreign Assets of the Banking System	4,140.8	5,155.5	4,937.4	239.6	-218.1	11.4	22.8	19.2	
Bank of Tanzania	3,430.3	3,999.6	3,947.5	154.6	-52.1	9.2	12.8	15.1	
Other Depository Corporations	710.5	1,155.9	989.9	85.0	-166.0	23.7	77.4	39.3	
Net Domestic Assets of the Banking System	3,470.1	4,204.4	4,352.8	32.2	148.3	20.4	22.6	25.4	
Domestic Claims	4,419.0	5,672.8	5,713.2	227.8	40.4	31.0	32.5	29.3	
Claims on central government (net)	(266.0)	338.9	387.2	19.7	48.4	---	---	---	
Claims on Central Government	2,055.7	3,081.4	3,217.3	150.7	135.8	-11.6	48.8	56.5	
o/w Securities held by ODCs	1,422.0	1,932.5	2,094.9	33.7	162.5	-16.8	34.8	47.3	
Liabilities to Central Government	2,321.6	2,742.6	2,830.0	131.0	87.4	-6.9	13.2	21.9	
Claims on Other Sectors	4,684.9	5,334.0	5,326.0	208.1	-8.0	32.2	15.1	13.7	
Extended Broad Money Supply (M3)	7,610.9	9,359.9	9,290.2	271.8	-69.7	15.3	22.7	22.1	
Foreign Currency Deposits (FCD)									
in National Currency	2,016.4	2,392.5	2,382.0	189.4	-10.5	7.6	15.3	18.1	
<i>FCD in millions of US dollar</i>	1,538.8	1,780.8	1,731.2	124.6	-49.6	-1.7	13.3	12.5	
Broad Money Supply (M2)	5,594.5	6,967.4	6,908.2	82.5	-59.2	18.4	25.5	23.5	
Other Deposits in National Currency	2,514.9	3,151.1	3,143.3	22.1	-7.8	23.5	26.6	25.0	
Narrow Money Supply (M1)	3,079.7	3,816.3	3,764.8	60.3	-51.4	14.6	24.6	22.2	
Currency in Circulation	1,366.3	1,543.3	1,594.2	0.3	50.9	15.5	14.4	16.7	
Transferable Deposits in National Currency	1,713.4	2,272.9	2,170.7	60.0	-102.3	13.9	32.6	26.7	

Source: Bank of Tanzania

On monthly basis, ODCs holding of government securities increased by TZS 162.5 billion in May 2010 compared with an increase of TZS 33.7 billion recorded in April 2010, mainly

associated with increase in the sale of Treasury bond for infrastructure developments, coupled with decline in maturing obligations.

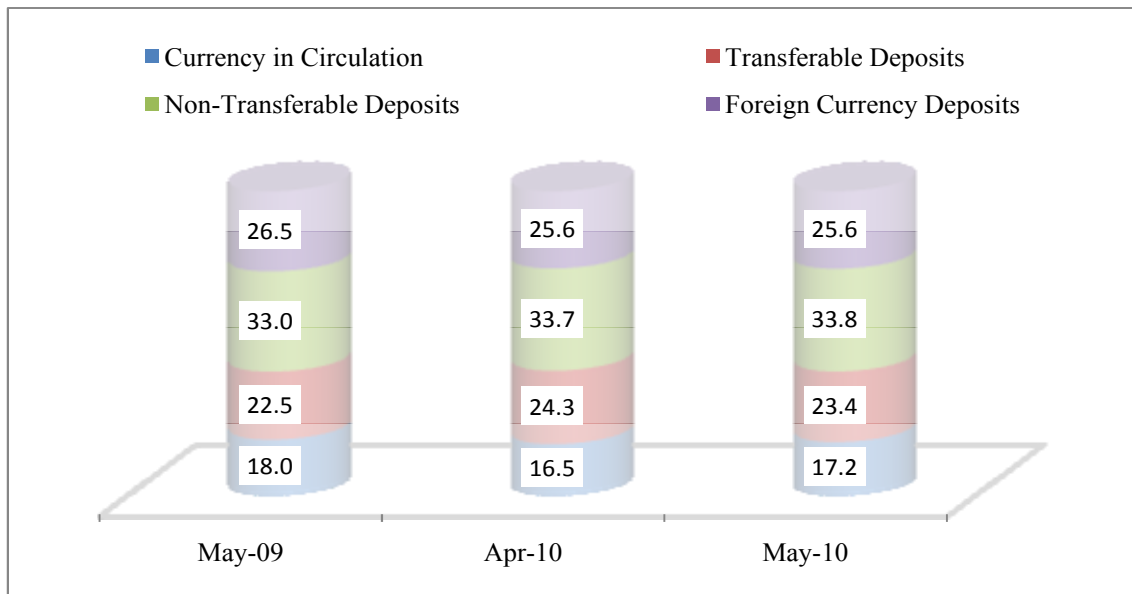
Meanwhile, Net Domestic Asset (NDA) of the banking system increased by TZS 882.7 billion in the year ending May 2010, compared with an increase of TZS 774.8 billion recorded in the year ending April 2010, mainly due to increase in net claims on government by the banking system, that offset the decline in credit to the private sector. The increase in net claims on the government was mainly explained by borrowing to cater for infrastructure investments in line with the Policy Support Instrument (PSI) Program. On the other hand, annual growth of credit to the private sector declined to 13.7 percent in May 2010 from 15.1 percent recorded in the preceding month, and well below the 32.2 percent recorded in the year ending May 2009.

Growth of credit to selected economic activities slowed during the year ending May 2010, compared to April 2010, except for agriculture, manufacturing, and personal activities. When compared with the growth rates recorded in the corresponding period of 2009, all selected economic activities continued to experience slow growth rates of credit, except for Transport and communication.

On a month-to-month basis, ODCs credit to the private sector decreased by TZS 8.0 billion in May 2010, compared with an increase of TZS 208.1 billion recorded in the preceding month and an increase of TZS 50.9 billion posted in the corresponding period a year earlier. Personal loans continued to hold the largest share accounting for 22.3 percent of the total stock of outstanding loans in May 2010, slightly above the 21.4 percent recorded in the preceding month. Out of the total personal loans, foreign currency component was 3.6 percent, a decline from 4.7 percent recorded in April 2010. The second largest share of credit was held in trade activities that accounted for 18.5 percent.

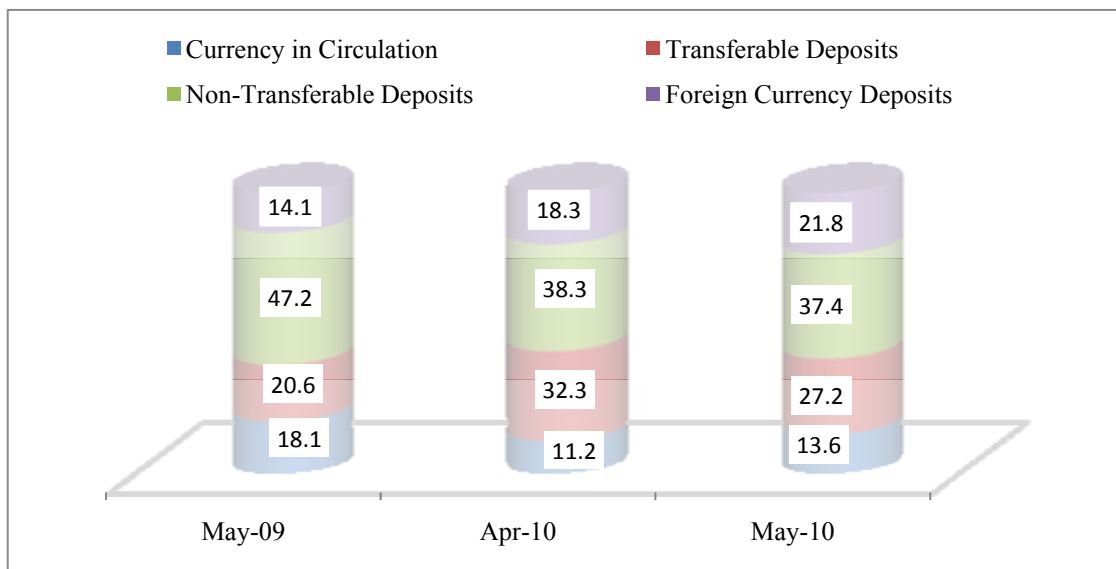
In terms of composition of money supply, non transferable deposits (savings and time deposits) remained the dominant component as well as dominant variant in the changes in M3 during the period under review. This is broadly consistent with the continued improvement in banking services and financial products offered by ODCs. Foreign currency deposits is the second largest component of M3, stabilizing at 25.6 percent when compared with the preceding month, but a slight decline from 26.5 percent recorded in May 2009 ([Charts 2.2 and 2.3](#)). This pattern is mainly explained by the stability in the Shilling in the recent past.

Chart 2.2: Percentage Share of the Components to Total Extended Broad Money Supply (M3)



Source: Bank of Tanzania

Chart 2.3: Percentage Change in the Components of Money Supply to 12-Month Change in M3



Source: Bank of Tanzania

Interest Rate Developments

In May 2010, money market interest rates sustained a gradual declining trend consistent with the prevailing monetary policy stance. The overall weighted average yields of Treasury bills declined to 2.68 percent in May 2010 from 2.70 percent registered in April 2010, and well below 9.27 percent recorded in May 2009. Similarly, Treasury bonds yields recorded a decline across

5-year and 7-year maturities, which were auctioned during the month. The overall repo rate continued to decline reaching 0.65 percent in May 2010, which was lower than 0.79 percent recorded in the previous month and 6.10 percent recorded in the corresponding month last year (Table 2.2).

Table 2.2: Weighted Average Interest Rates Structure

In Percent

Item	2009		2010				
	April	May	January	February	March	April	May
Overall Interbank cash market rate	9.58	6.80	1.80	1.89	1.29	0.92	0.87
<i>Overnight interbank cash market</i>	9.29	6.49	1.67	1.66	0.98	0.86	0.67
REPO Rate	8.25	6.10	1.22	1.22	1.06	0.79	0.65
Discount Rate	16.01	13.00	7.58	7.58	7.58	7.58	7.58
Overall Treasury bills rate	11.01	9.27	7.20	6.32	4.15	2.70	2.68
<i>35 days</i>	7.03	6.40	4.57	4.09	1.99	1.26	0.89
<i>91 days</i>	10.55	8.25	6.35	5.57	3.25	1.77	2.16
<i>182 days</i>	12.04	10.20	7.20	6.33	4.45	2.58	2.26
<i>364 days</i>	12.57	10.69	9.06	8.24	6.32	4.86	4.96
Savings Deposit Rate	2.72	2.72	2.84	2.89	2.88	2.83	2.82
Treasury Bonds Rates							
<i>2-years</i>	15.28	15.28	10.89	9.40	9.40	9.40	9.40
<i>5-years</i>	17.32	16.58	13.77	13.77	13.77	13.77	9.52
<i>7-years</i>	17.06	17.06	14.15	14.15	12.11	12.11	10.38
<i>10-years</i>	19.92	19.92	16.73	16.73	16.73	11.99	11.99
Overall Time Deposits Rate	7.10	7.08	6.12	5.82	6.11	5.96	5.65
<i>12 month time deposit rate</i>	8.98	9.41	9.06	8.84	8.78	8.67	7.53
Negotiated Deposit Rate	11.27	11.03	7.44	7.16	9.41	9.63	9.47
Overall Lending rate	15.45	15.39	14.39	14.86	14.83	14.59	14.53
<i>Short-term lending rate (up to 1 year)</i>	13.87	13.68	13.76	14.73	14.62	13.88	14.02
Negotiated Lending Rate	14.03	14.17	13.68	13.79	13.71	13.97	13.80
Margin between short-term lending and one-year time deposit rates	4.90	4.27	4.71	5.89	5.84	5.21	6.48

Source: Bank of Tanzania

Interest rates offered by ODCs exhibited similar trends as those in the money market though in a subdued manner. Overall time deposits rate declined to 5.65 percent in May 2010, from 5.96 percent recorded in the preceding month, and 7.08 percent recorded in the corresponding period in 2009. Likewise, negotiated deposit rate declined to 9.47 percent in May 2010, from 9.63 percent recorded in the same period. Savings deposit rate remained broadly unchanged at 2.8 percent.

On the other hand, overall lending rates declined to 14.53 percent from 14.59 percent recorded in April 2010, and 15.39 percent recorded in May 2009. Meanwhile, negotiated lending rates fell to 13.80 percent from 13.97 percent and 14.17 percent during the period under review. The spread between short-term lending rate (up to one year) and one year time deposit rate increased to 6.48 percentage points in May 2010, from 5.21 percentage points recorded in the preceding month.

Financial Markets Developments

Treasury Bills and Bonds Market

During May 2010, the Bank offered **Treasury bills** worth TZS 240 billion, while demand was TZS 507.4 billion. Similar developments were observed in the **Treasury bonds** market where the Bank offered a 5-year Treasury bond worth TZS 30.0 billion, and a 7-year Treasury bond worth TZS 30.0 billion to cater for infrastructure developments. Demand for the 5-year Treasury bond was TZS 100.2 billion, while that of 7-year was TZS 101.6 billion. In the two auctions the Bank accepted bids which were equal to the amount offered. ODCs remained the dominant players in both markets, followed by pension funds (**Chart 2.4**).

Chart 2.4: Treasury Bills Market Developments



Source: Bank of Tanzania

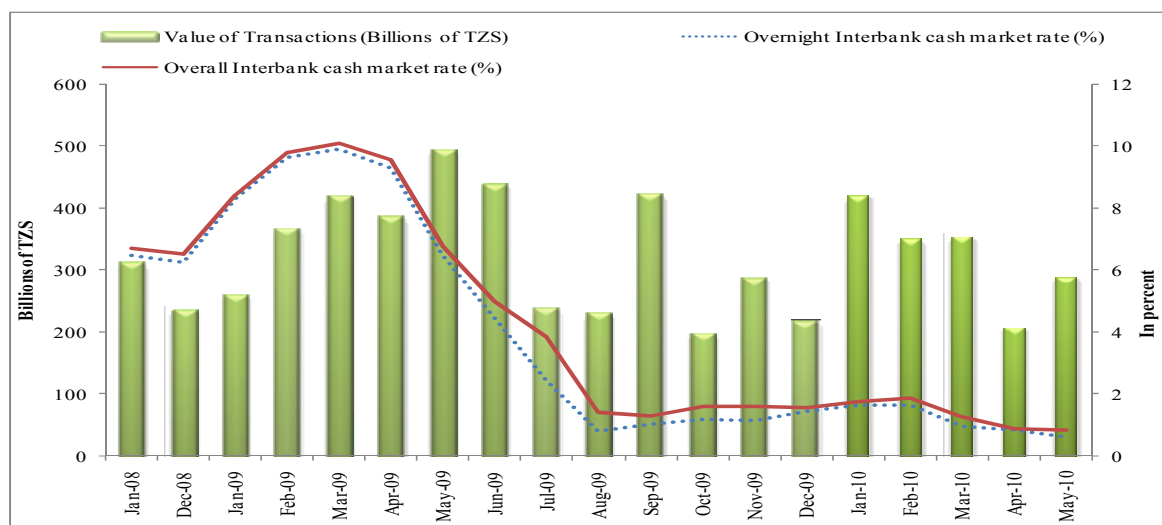
Repurchase Agreements and Inter-Bank Cash Market Developments

During May 2010, the Bank continued to conduct **repurchase agreements** with ODCs in order to manage liquidity in the economy. During the month under review, Repos worth TZS 429.3 billion were conducted, being lower than TZS 494.5 billion conducted in April 2010, but higher than 140.5 billion conducted in May 2009.

During the period under review, volumes of transaction in the **interbank cash market** was TZS 288.3 billion, compared with TZS 206.7 billion transacted in the preceding month, and significantly lower than TZS 494.4 billion transacted in the corresponding period a year earlier.

The overnight interbank cash market rate declined to 0.63 percent in May 2010 from 0.86 percent recorded in April 2010, and far below the 6.8 percent registered in the corresponding period a year earlier, suggesting high liquidity among ODCs (**Chart 2.5**).

Chart 2.5: Interbank Cash Market Developments

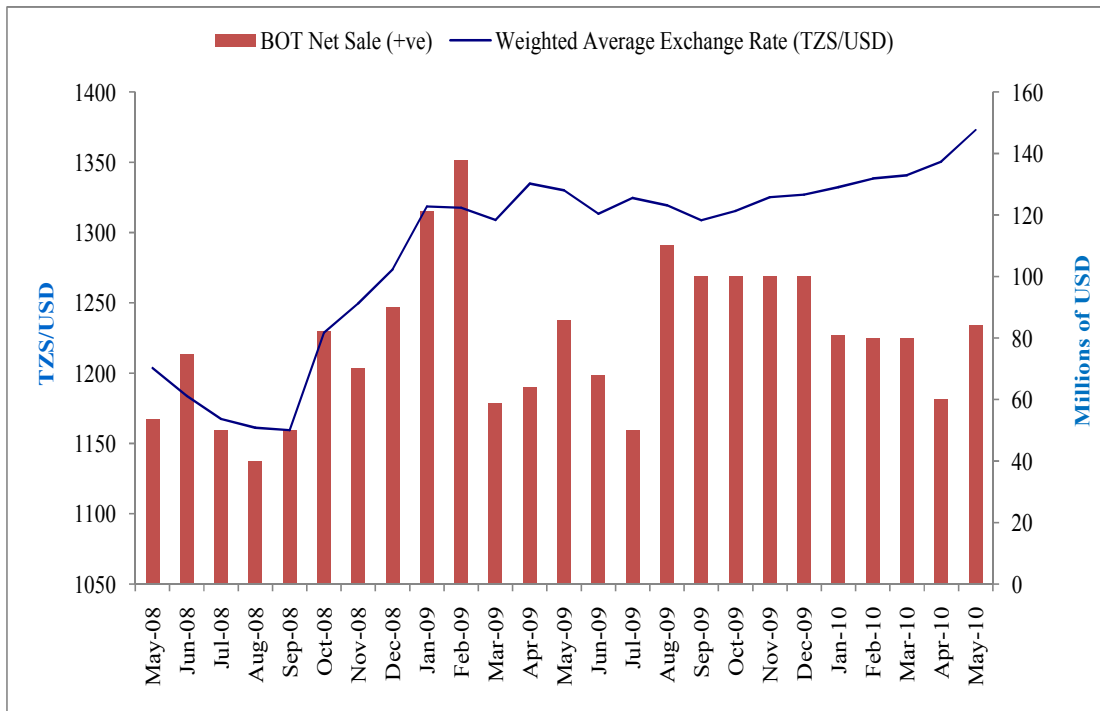


Source: Bank of Tanzania

Inter-Bank Foreign Exchange Market

During May 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 continued to be the main supplier of foreign exchange in the IFEM, selling USD 84.0 million on net basis, accounting for 97.6 percent of the total volume traded. The share of the Bank’s participation during the month was higher than the 89.7 percent and 58.5 percent recorded in the preceding month and May 2009, respectively. During the month under review, the shilling depreciated to an average weighted rate of TZS 1,373.0 per USD from TZS 1,350.4 per USD recorded in April 2010 and TZS 1,330.1 per USD in May 2009 (**Chart 2.6**).

Chart 2.6: Inter-bank Foreign Exchange Market Operations



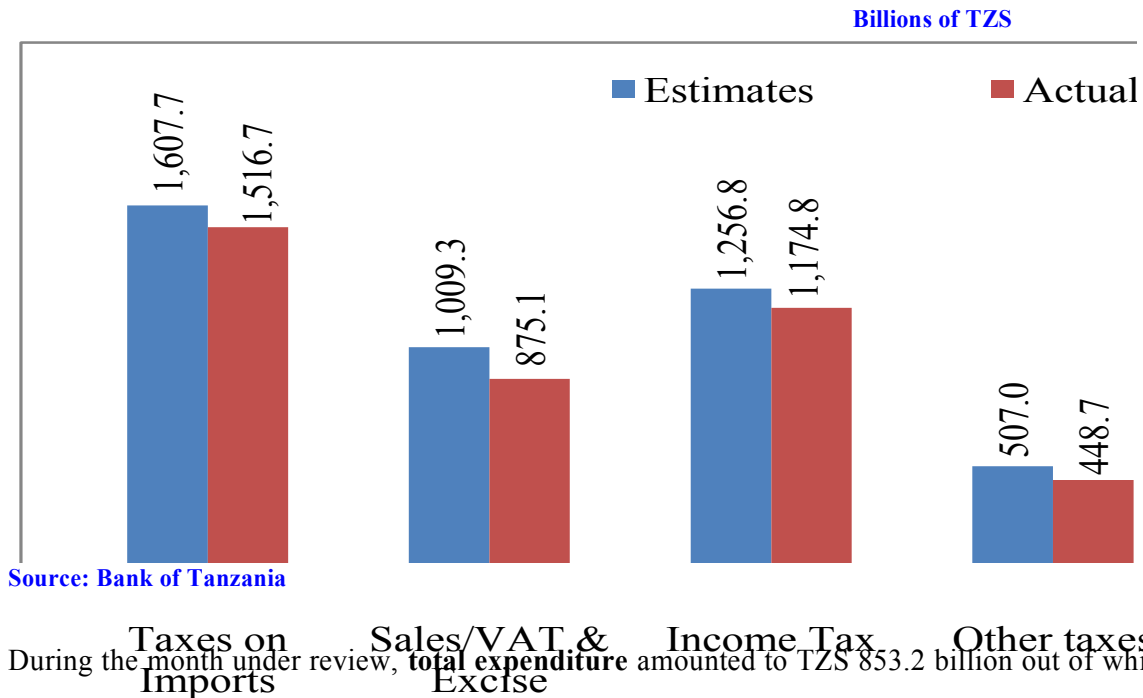
Source: Bank of Tanzania

3.0 Government Budgetary Operations

Revenue collections in May 2010 amounted to TZS 386.1 billion, equivalent to 96.1 percent of the target. Tax revenue collections amounted to TZS 368.2 billion, while non-tax revenue collection was TZS 17.8 billion. The shortfall in tax revenue was mainly recorded in taxes on local goods which was 79.3 percent of the target and other taxes, which was 86.8 percent of the target.

On cumulative basis, revenue collections in the first eleven months of 2009/10 (excluding Local Government Authority own sources) reached TZS 4,207.2 billion, which was 91.2 percent of the target (**Chart 3.1**). Domestic revenue collections as a percent of GDP during the period reached 13.5 percent, against projections of 14.8 percent.

Chart 3.1: Government Resources, July 2009 - May 2010



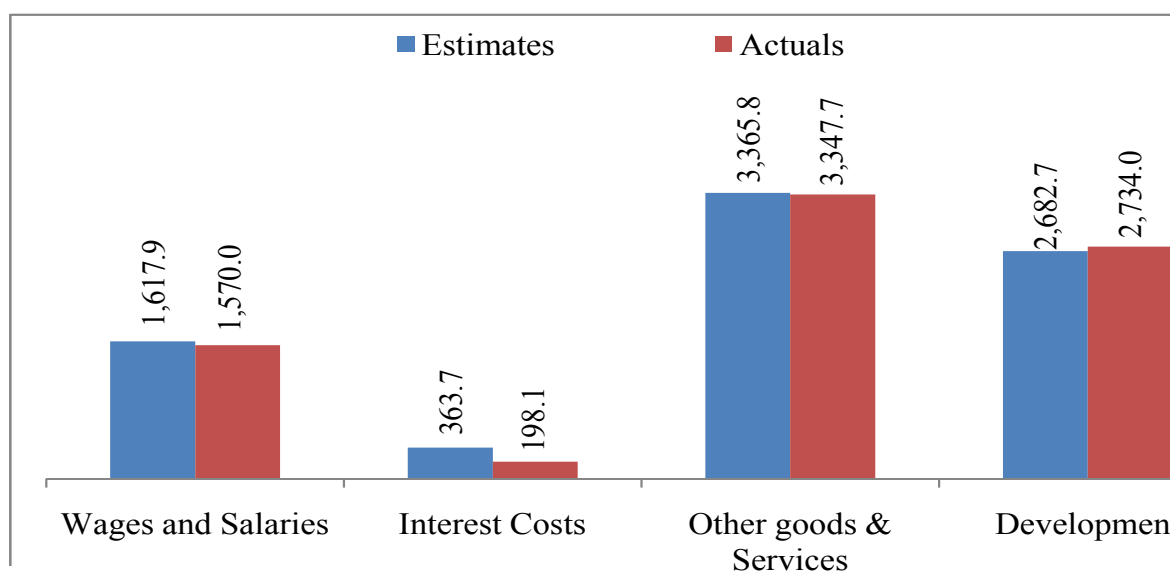
During the month under review, total expenditure amounted to TZS 853.2 billion out of which recurrent expenditure amounted to TZS 627.2 billion and development expenditure amounted to TZS 226.0 billion.

On cumulative basis, government expenditure for the first eleven months reached TZS 7,909.0 billion or 97.3 percent of the estimate. Recurrent expenditure was below the estimate by 4.9 percent, reaching TZS 5,175.0 billion. On the other hand, development expenditure amounted to TZS 2,734.0 billion which is in line with the target (**Chart 3.2**). As percent of GDP, government expenditure reached 25.4 percent, compared to the estimate of 26.1 percent.

Non-
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Chart 3.2: Government Expenditure, July 2009 - May 2010

Billions of TZS



Source: Bank of Tanzania

Financing

During the month of May 2010, fiscal operations registered an overall deficit (adjusted to cash) amounting to TZS 230.8 billion, which was financed by foreign and domestic sources amounting to TZS 229.1 billion and TZS 1.8 billion respectively. On cumulative basis the overall deficit for the first eleven months of 2009/10 was TZS 1, 682.7 billion, which was 87 percent financed by foreign resources domestic financing for the first eleven months amounted to TZS 209.3 billion.

4.0 External Sector Performance

Current Account Balance

During the year ending May 2010, **overall balance of payments** recorded a surplus of USD 483.2 million, compared with a deficit of USD 10.7 million recorded in the corresponding period a year earlier. This outturn was mainly explained by the allocation of the Special Drawing Rights (SDR)¹, coupled with the narrowing of the current account deficit to USD 2,536.0 million from USD 2,565.6 million recorded during the year to May 2009—due to a notable increase in export of goods and services that outweighed the impact of the increase in import bill (**Table 4.1**).

¹ SDR allocations were released in August and September 2009.

Table 4.1: Current Account Balance

Millions of USD

Items	May		2010		Year Ending May		% Change
	2008	2009	April	May	2009p	2010p	
Goods Account (net)	-449.9	-288.0	-243.5	-335.5	-3,428.2	-3,350.1	-2.3
Exports	174.2	160.7	290.6	223.7	2,599.3	3,080.2	18.5
Imports	624.1	448.7	534.0	559.3	6,027.5	6,430.3	6.7
Services Account (net)	40.70	5.57	9.98	26.7	226.7	197.9	-12.7
Receipts	155.7	125.7	139.3	147.4	1,857.8	1,903.6	2.5
Payments	115.0	120.1	129.3	120.7	1,631.0	1,705.7	4.6
Goods and services (net)	-409.2	-282.5	-233.5	-308.8	-3,201.5	-3,152.2	-1.5
Exports of goods and services	329.9	286.4	429.8	371.1	4,457.0	4,983.8	11.8
Imports of goods and services	739.1	568.9	663.3	680.0	7,658.5	8,136.0	6.2
Income Account (net)	-11.7	-9.5	-8.7	-15.7	-100.2	-48.9	-51.2
Receipts	6.4	5.3	11.0	7.4	115.1	172.3	49.6
Payments	18.1	14.8	19.7	23.2	215.4	221.2	2.7
Current Transfers (net)	26.0	19.1	4.9	12.3	736.2	665.1	-9.7
Inflows	32.2	24.2	13.1	20.1	808.1	753.4	-6.8
o/w General Government	24.4	15.8	4.9	11.7	707.8	644.2	-9.0
Outflows	6.3	5.1	8.2	7.8	71.9	88.3	22.9
Current Account Balance	-394.9	-272.9	-237.2	-312.3	-2,565.6	-2,536.0	-1.2

Note: P = Provisional

Source: Bank of Tanzania

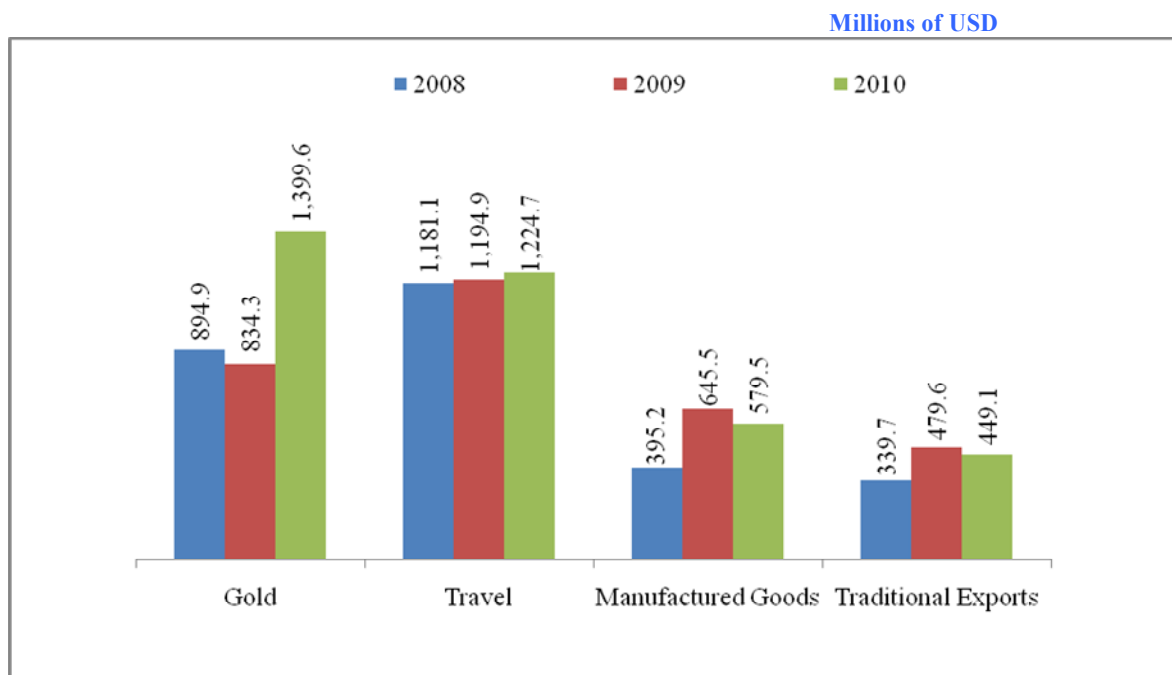
Following these developments, together with the disbursement of funds for the balance of payments support from the IMF under the Exogenous Shock Facility (ESF)², the country's gross reserves position increased to USD 3,458.3 million at the end of May 2010 from USD 2,682.5 million recorded at the end of May 2009. The level of reserves for May 2010 was sufficient to cover 5.1 months of import of goods and services.

Exports Performance

During the year ending May 2010, the value of **exports of goods and services** increased by 11.8 percent to USD 4,983.8 million, compared with the level recorded in the corresponding period a year earlier. The improvement was largely due to surge in export of gold (**Chart 4.1**).

² ESF disbursed in June and December 2009.

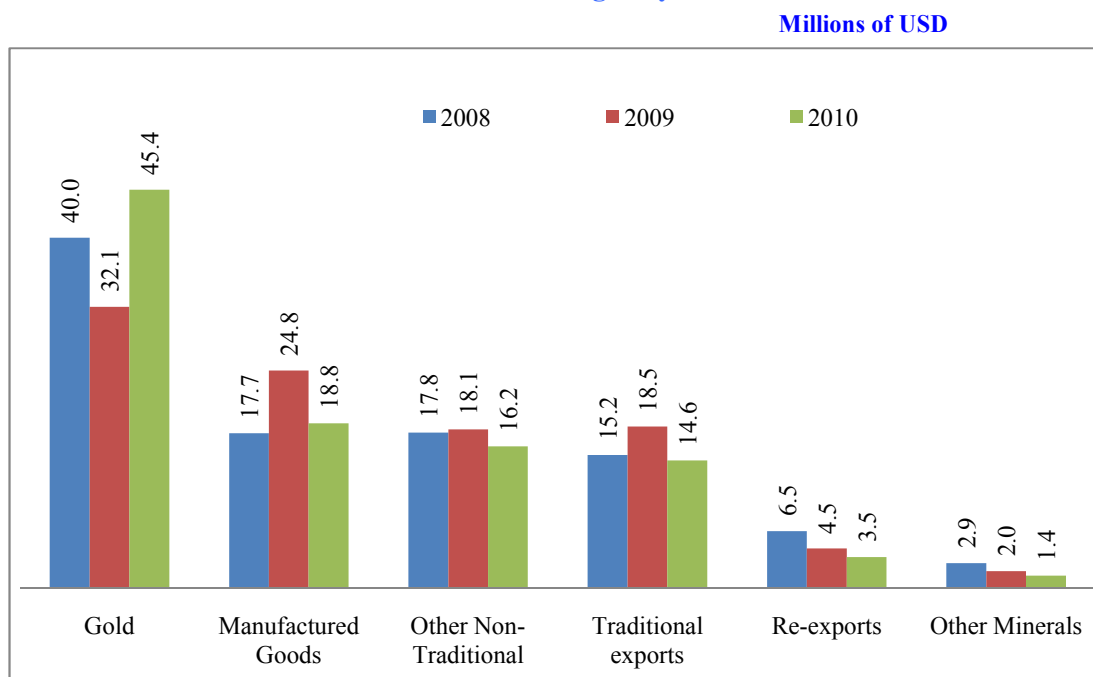
Chart 4.1: Performance of Selected Goods and Services Export for the Year Ending May



Source: Bank of Tanzania

During the year ending May 2010, **export of goods** rose to USD 3,080.2 million, compared to USD 2,599.3 million recorded during the year ending May 2009, largely due to increase in export of gold. During the period under review, gold remained dominant, contributing about 45 percent of total exports of goods (**Chart 4.2**).

Chart 4.2: Percentage Contribution of Selected Items to Total Exports of Goods for the Year Ending May

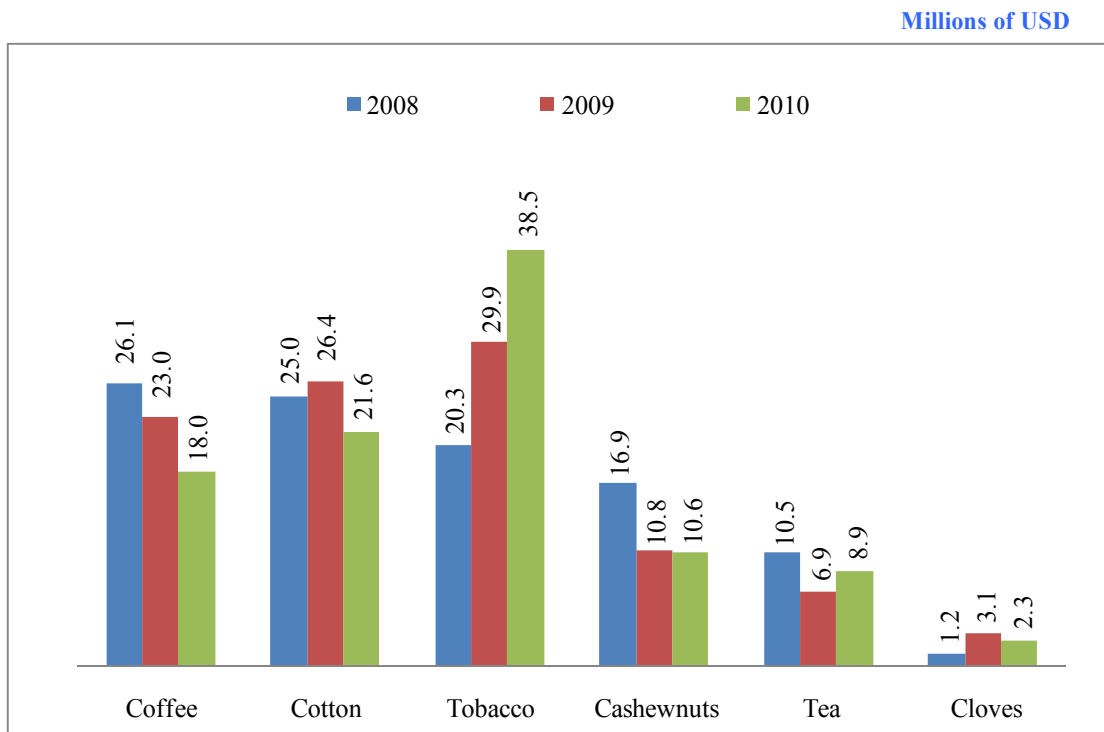


Source: Bank of Tanzania

The month of May falls in the low season for most of the **traditional exports**. Accordingly, the value of **traditional exports** shipped in May 2010 was USD 12.4 million, being 40.8 percent lower than the value recorded in the preceding month.

The value of traditional exports declined to USD 449.1 million in the year ending May 2010, compared to USD 479.1 million recorded in the corresponding period in 2009, due to a decline in both export volumes and unit prices of coffee, cotton and cloves. However, exports of tobacco have continued to increase over the past three years (**Chart 4.3**).

Chart 4.3: Percentage Composition to Total Traditional Exports for the Year Ending May



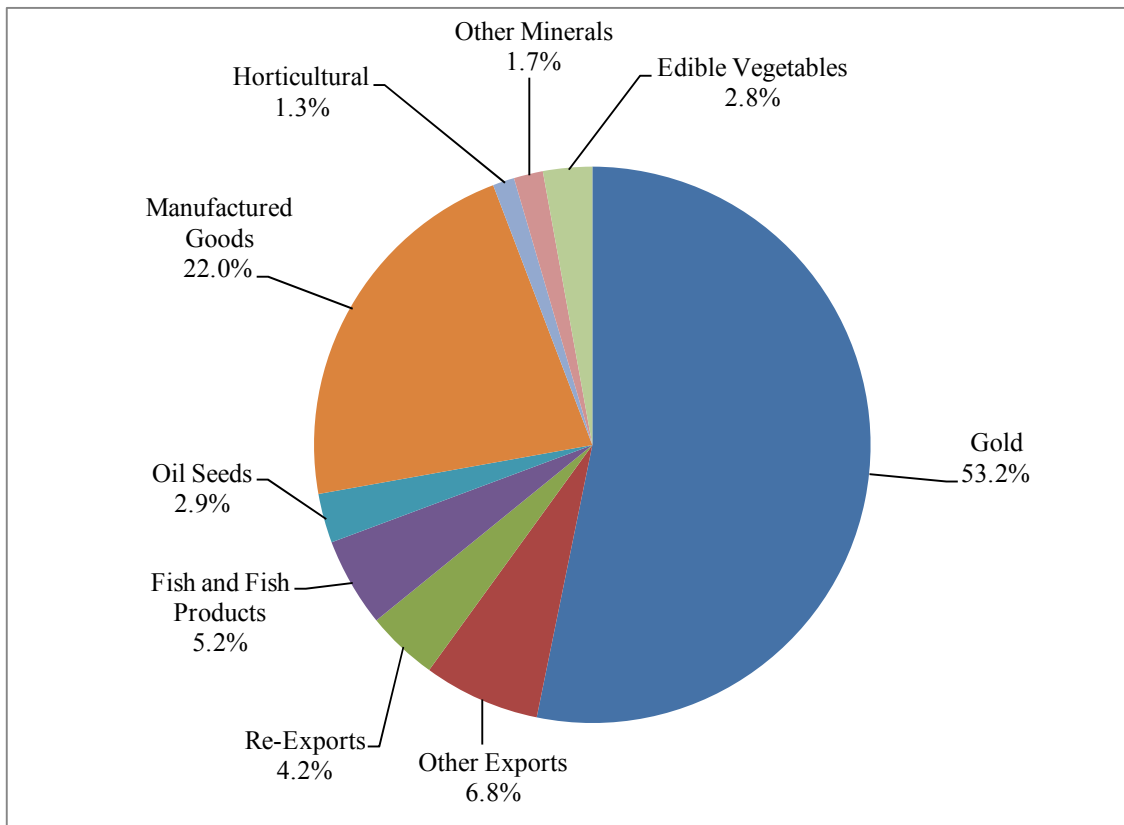
Source: Bank of Tanzania

Non-traditional exports increased to USD 2,631.0 million in the year ending May 2010, compared with USD 2,119.7 million recorded during the preceding year due to increase in gold exports. The value of gold exports went up by 67.7 percent to USD 1,399.6 million, following a rise in the export volumes and prices in the world market. Available statistics indicate that export volume of gold increased to 39.5 tons from 28.8 tons recorded in the preceding year, partly on account of commencement of export by the Buzwagi Gold Mine in June 2009, while the prices of gold increased to USD 1,067.4 per troy ounce compared with USD 868.9 per troy ounce recorded in the year ending May 2009.

On the other hand, the values of manufactured goods and re-exports³ were USD 579.5 million and USD 109.2 million, being lower than USD 645.5 million and USD 118.2 million recorded during the preceding year. Gold and manufactured goods accounts for more than 70 percent of non-traditional exports (**Chart 4.4**).

³ Re-exports are those goods which are imported and exported without further processing or transformation. Tanzania re-exports consist mainly of wheat grains, semi-refined edible oil and petroleum products.

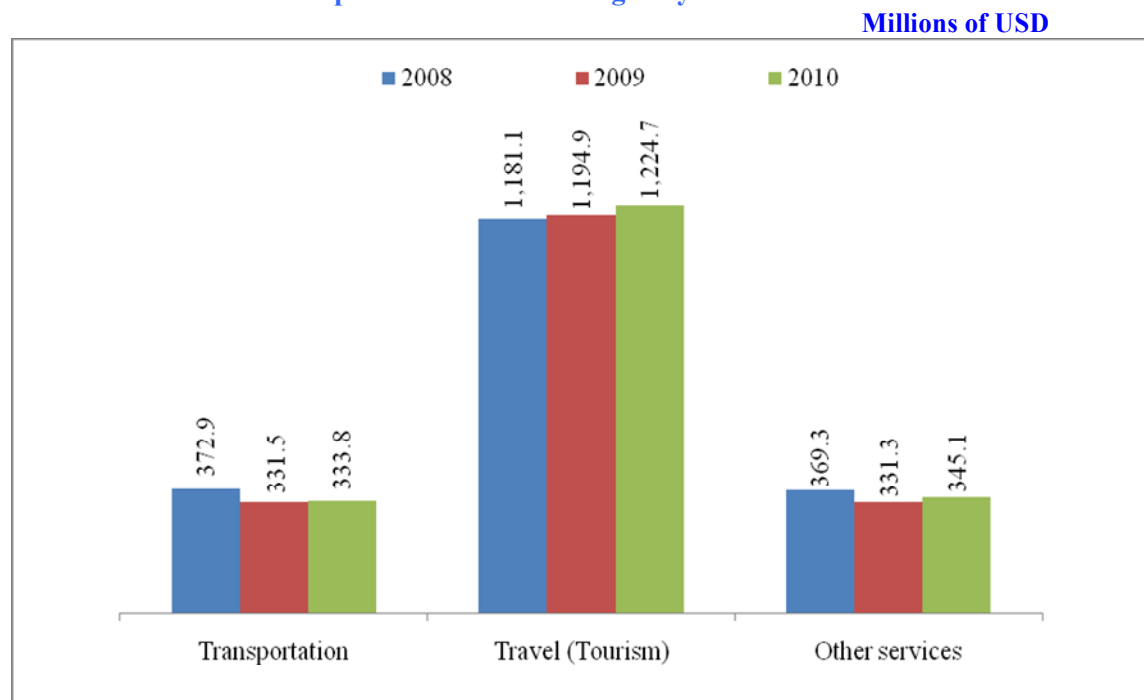
Chart 4.4: Contribution to Total Non Traditional Exports for the Year Ending May 2010



Source: Bank of Tanzania

In the year ending May 2010, **services receipts** amounted to USD 1,903.6 million, being higher than USD 1,857.8 million recorded during the year ending May 2009, following an improvement in travel receipts. Travel receipts increased by 2.5 percent to USD 1,224.7 million as the global economy continue to recover from the impact of the financial crisis. **Chart 4.5** depicts the performance of the main services receipt for the past four years.

Chart 4.5: Services Receipt for the Year Ending May



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 May 2010, **import of goods and services** amounted to USD 8,136.0 million compared with USD 7,658.5 million in the corresponding period of 2009. The value of goods imported increased to USD 6,430.3 million, compared with USD 6,027.5 million, largely due to a rise in the value of imported oil, food stuffs and other consumer goods. The value of imported oil increased to USD 1,808.3 million compared to USD 1,473.2 million in the preceding year, as the volume of oil rose to 3.3 million tons compared with 2.5 million tons recorded in the year ending May 2009. Similarly, the value of consumer goods import increased by 15.1 percent to USD 1,497.7 million, largely on account of increase in food and food stuffs. Importation of other consumer goods, which mainly consist of pharmaceutical products, plastic items and paper products, also went up by 13.2 percent to USD 1,102.5 million (**Table 4.2**).

Table 4.2: Imports

Millions of USD

Items	2009 ^p	2010		% Change		Year Ending May ^p		% Change
	May	April	May	May 09- May10	Apr 10 - May10	2009	2010	
Capital Goods	218.8	161.8	197.2	-9.8	21.9	2,605.6	2,518.9	-3.3
Transport Equipment	77.2	49.2	61.8	-19.9	25.7	738.9	745.3	0.9
Building and Constructions	33.7	38.0	38.7	14.9	1.8	610.0	566.3	-7.2
Machinery	107.8	74.6	96.7	-10.3	29.6	1,256.7	1,207.3	-3.9
Intermediate Goods	113.8	254.5	218.9	92.3	-14.0	2,121.2	2,413.6	13.8
Oil imports	76.8	204.4	168.5	119.2	-17.6	1,473.2	1,808.3	22.7
Fertilizers	6.1	4.1	5.8	-5.3	42.2	156.2	83.5	-46.5
Industrial raw materials	30.9	46.0	44.7	44.7	-2.8	491.9	521.8	6.1
Consumer Goods	116.1	117.6	143.1	23.2	21.7	1,300.7	1,497.7	15.1
Food and food stuffs	39.5	41.0	33.0	-16.5	-19.4	326.8	395.2	21.0
All other consumer goods ¹	76.6	76.6	110.1	43.8	43.8	974.0	1,102.5	13.2
Grand Total (f.o.b)	448.9	534.0	559.3	24.6	4.7	6,027.5	6,430.3	6.7
Grand Total (c.i.f)	493.3	586.8	614.6	24.6	4.7	6,623.6	7,066.3	6.7

Note: p = Provisional

Oil imports refers to refined petroleum products

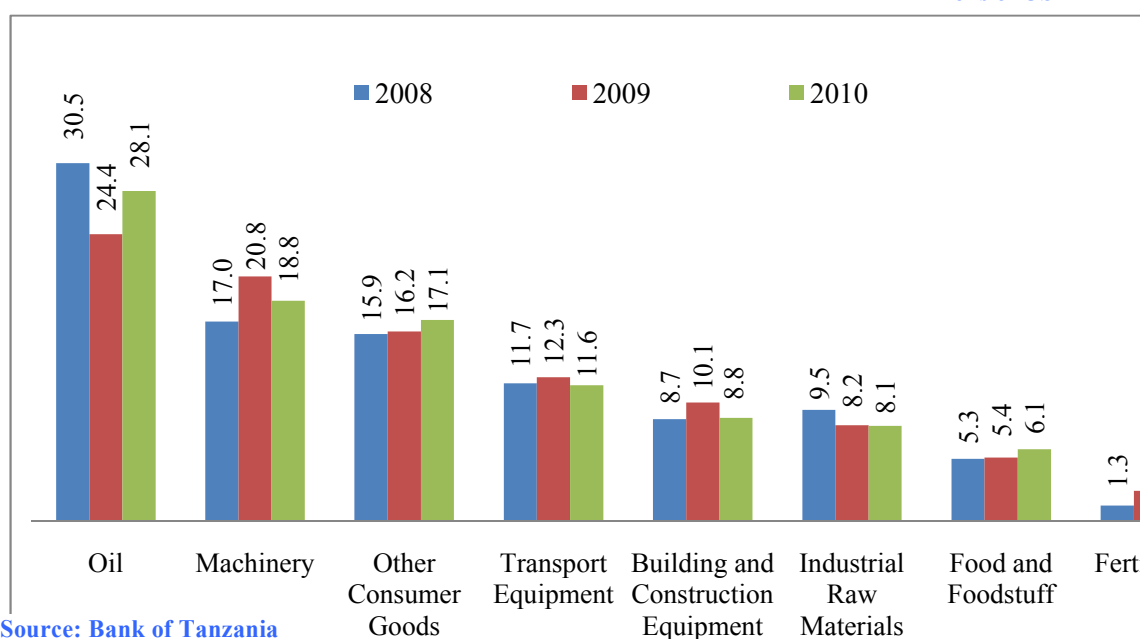
¹ It includes pharmaceutical products, paper products, plastic items, optical/photographic materials, textile apparels.

Source: Bank of Tanzania and Tanzania Revenue Authority

Oil and machinery continued to account for the largest share of total imports as shown in **Chart 4.6**.

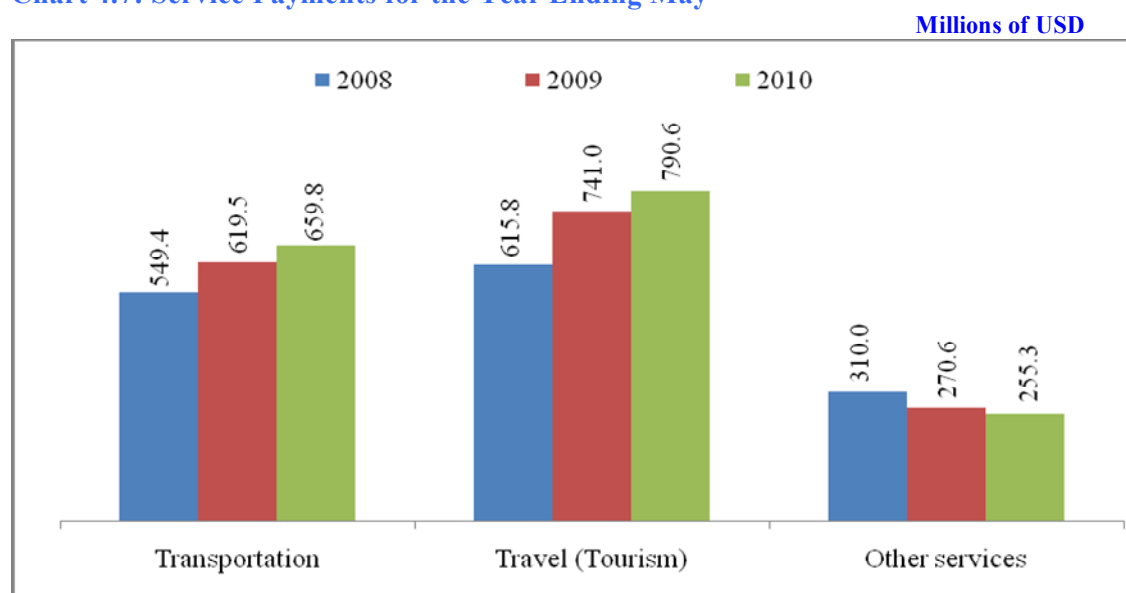
Chart 4.6: Percentage Contribution of Selected Items to Total Imports for the Year Ending May

Millions of USD



During the year ending May 2010, **services payment** increased to USD 1,705.7 million compared with USD 1,631.0 million recorded in the year ending May 2009, largely due to increase in payments for travel, computer and information services as well as construction services. **Chart 4.7** shows the performance of major services payment categories in the past four years.

Chart 4.7: Service Payments for the Year Ending May



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

World Commodity Prices

During May 2010, the world commodities prices showed mixed developments. While the prices of **coffee** (Robusta), **tea** (Mombasa Auction) and **cloves** recorded declines, prices of **coffee** (Arabica), **tea** (Average price) and **cotton** (A Index) increased slightly. The prices of **sisal** (UG) and **cotton** (Memphis) remained stable at USD 850.0 per ton and USD 2.0 per kg, respectively.

During the period under review, the average prices of **crude oil** and **white petroleum products** recorded notable declined, largely on account of the increase in crude oil inventories in the United States. Conversely, the price of **gold** increased to USD 1,205.00 per troy ounce from USD 1,149.00 per troy ounce recorded in the previous month.

On annual basis, developments in commodity prices were also mixed. While the average prices of **coffee** (Robusta) and **sisal** (UG) fell, the prices of **coffee** (Arabica), **tea**, **cotton** and **cloves**

recorded notable increases. The increase in prices of **tea** was largely attributable to the shortfall in production in Kenya, India and Sri Lanka following unfavourable weather condition, while the prices of **cotton** went up following strong demand for cotton in China. Price of coffee (Arabica) increased during the period, largely on account of lower production in Brazil and Colombia, whereas that of Robusta declined mainly due to increase in production in Vietnam and Indonesia, following favourable weather condition.

Prices of **crude oil** recorded slight increases during the year under review, while the price of **white petroleum products** declined by 7.5 percent to USD 650.4 per ton, mainly on account of increase in oil inventories in the United States. Meanwhile, the price of **gold** rose by 22.8 percent to USD 1,067.4 per troy ounce (**Table 4.3**).

Table 4.3: World Commodity Prices

Commodity	Units	2010				Year Ending May			
		March	April	May	% Change	2008	2009	2010	% Change
Robusta Coffee	USD per kg	1.48	1.58	1.56	-1.27	2.20	2.02	1.57	-22.28
Arabica Coffee	USD per kg	3.63	3.73	3.82	2.41	2.98	2.98	3.45	15.93
Tea (Average price)	USD per kg	2.62	2.77	2.83	2.17	2.26	2.40	2.91	21.45
Tea (Mombasa Auction)	USD per kg	2.80	2.60	2.42	-6.92	1.91	2.21	2.75	24.37
Cotton, "A Index"	USD per kg	1.89	1.94	1.99	2.58	1.56	1.40	1.64	17.03
Cotton, "Memphis"	USD per kg	1.92	1.99	1.99	0.00	1.60	1.46	1.71	17.12
Sisal (UG)	USD per metric ton	850.00	850.00	850.00	0.00	1,052.50	1,209.83	908.00	-24.95
Cloves	USD per metric ton	4500.00	4710	4700	-0.21	3,967.33	4,021.46	4,335.88	7.82
Crude oil*	USD per barrel	79.30	84.18	75.62	-10.17	89.07	73.95	74.27	0.44
Crude oil**	USD per barrel	77.37	83.09	76.87	-7.49	85.14	73.19	73.95	1.03
White products***	USD per ton	708.25	743.53	679.74	-8.58	832.72	702.88	650.40	-7.47
Jet/Kerosine	USD per ton	700.67	745.46	682.03	-8.51	872.21	743.88	650.53	-12.55
Premium Gasoline	USD per ton	756.96	777.25	698.82	-10.09	798.71	650.26	689.03	5.96
Heat Oil	USD per ton	667.13	707.88	658.37	-6.99	827.24	714.48	611.64	-14.39
Gold	USD per troy ounce	1,113.00	1,149.00	1,205.00	4.87	803.49	868.90	1,067.38	22.84

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

National debt stock at the end of May 2010 stood at USD 9,638.0⁴ million, being a decrease of 0.7 percent from the amount recorded at the end of preceding month. The decrease was mainly on account of exchange rates fluctuation. Out of the total national debt stock, USD 7,718.9 million was external debt and USD 1,919.1 million domestic debt.

External debt stock decreased to USD 7,718.9 million at the end of May 2010 from USD 7,784.6 million recorded at the end of April 2010, mainly on account of appreciation of US dollar. Out of the external debt stock, USD 6,115.3 million or 79.2 percent was disbursed outstanding debt (DOD) and the remaining portion was interest arrears.

Profile of external debt by creditor category shows that debt owed to multilateral creditors was equivalent to 52.9 percent of total external debt, while debt owed to bilateral creditors and other creditors is as shown in **Table 5.1**.

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

Creditor	Millions of USD					
	Apr-09	Share (%)	Mar-10	Share (%)	Apr-10	Share (%)
Bilateral	1,586.6	24.0	1,647.7	21.5	1,623.4	20.9
Paris Club	582.5	8.8	612.4	8.0	591.8	7.6
Non Paris	1,004.1	15.2	1,035.3	13.5	1,031.6	13.3
Multilateral	3,185.3	48.3	4,030.9	52.6	4,148.6	53.3
AfDB	655.8	9.9	847.3	11.0	824.7	10.6
World Bank*	2,178.7	33.0	2,466.0	32.2	2,612.4	33.6
IMF	17.6	0.3	318.4	4.2	316.1	4.1
Others	333.2	5.0	399.2	5.2	395.4	5.1
Commercial	1,016.1	15.4	1,167.2	15.2	1,178.7	15.1
Export Credit	812.7	12.3	823.9	10.7	833.8	10.7
Total	6,600.7	100.0	7,669.7	100.0	7,784.4	100.0

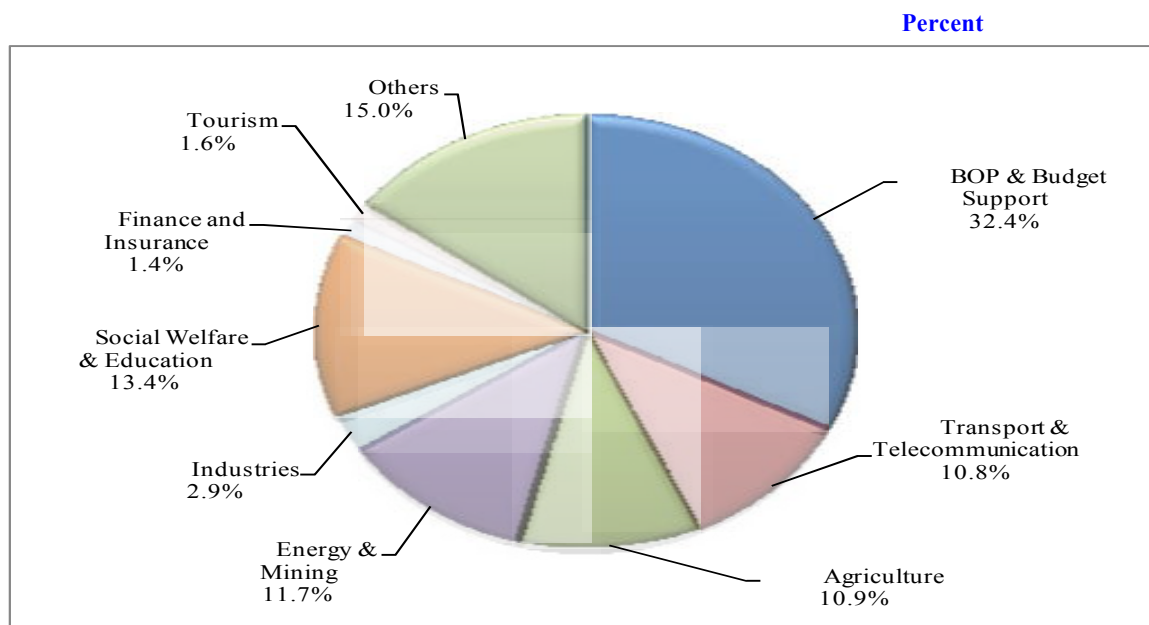
*IDA & IFC

Source: Bank of Tanzania

⁴ This includes private sector external debt and interest arrears

The profile of outstanding debt by use of funds indicates that 32.4 percent was disbursed for balance of payments and budget support, followed by social welfare and education, and energy and mining with 13.4 percent and 11.7 percent, respectively. The proportion of disbursed outstanding debt used for other activities is as shown in **Chart 5.1**.

Chart 5.1: Disbursed Outstanding Debt by Use of Funds as at the End of May 2010



Source: Bank of Tanzania

Disbursements received and recorded during the month amounted to USD 29.2 million. External debt service was USD 4.5 million, out of which, USD 3.4 million was principal repayments and USD 1.1 million was interest payments.

During the period under review **domestic debt** increased from TZS 2,581.4 billion to TZS 2,641.5 billion. Out of domestic debt stock, government securities accounted for 99.7 percent and the remaining portion was other government debts.

New domestic debt issued during the month amounted to TZS 91.8 billion, out of which, TZS 31.8 were Treasury bills and TZS 60.0 billion government bonds. Domestic debt service was TZS 40.6 billion, out of which principal amounting to TZS 29.6 was rolled over while interest amounting to TZS 11.0 billion was paid by the government.

6.0 Economic Developments in Zanzibar

Inflation Developments

Annual and month-to-month headline inflation rates decreased, mainly driven by food inflation. Specifically **annual headline inflation** rate in May 2010 declined to 5.0 percent, from 6.0 percent registered in the year ending April 2010, while the **month-to-month headline** inflation rate decreased to negative 1.2 percent from negative 0.7 percent registered in April 2010 (Table 6.1 and Chart 6.1).

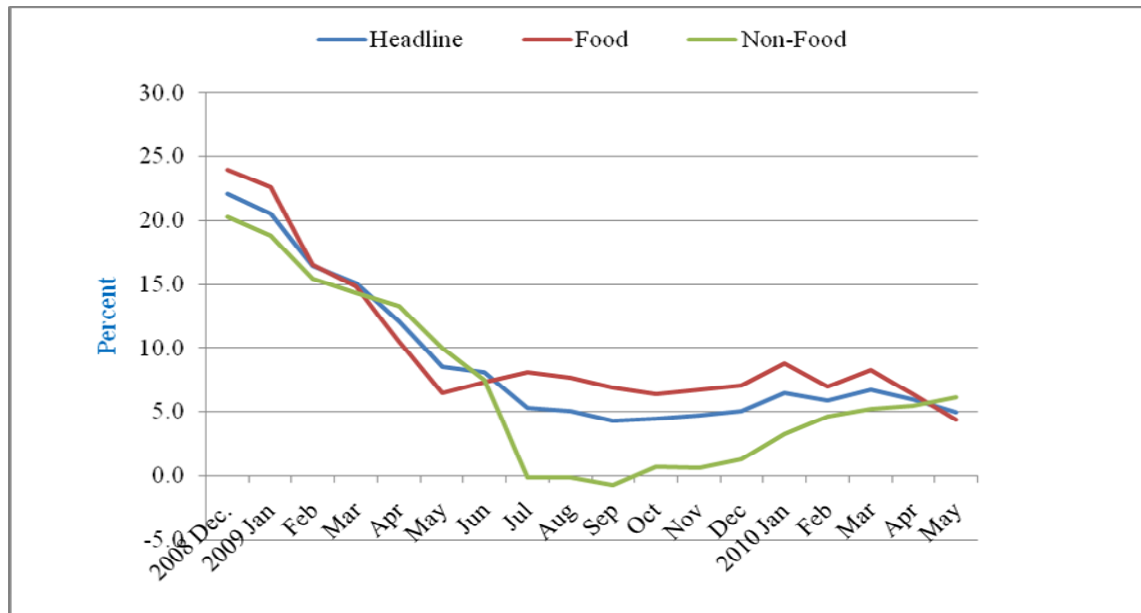
Table 6.1: Annual Percentage change in Consumer Price Index (CPI)

Base: Dec.2005=100

Major Commodity Group	Weights (%)	2008			2009			2010		
		Mar	Apr	May	Mar	Apr	May	Mar	Apr	May
Headline/Overall	100	15.3	18.5	21.5	15.1	12.2	8.6	6.8	6.0	5.0
Food	57.4	20.4	25.7	28.7	14.8	10.5	6.5	8.3	6.4	4.4
Non-Food	42.6	8.5	10.0	13.0	14.3	13.3	10.0	5.2	5.5	6.2
Alcoholic Beverages, Tobacco & Narcotics	0.6	0.5	-0.9	-0.7	19.2	18.8	17.7	26.2	26.2	27.2
Clothing & Footwear	6.2	7.0	4.7	4.7	8.2	9.7	9.9	5.0	5.4	5.0
Housing, Water, Electricity, Gas & Other Fuels	15.6	6.3	6.8	11.2	25.9	25.5	20.3	3.2	3.6	4.8
Furnishing, Household Equipment & Routine Household Maintenance	5.3	12.0	13.2	12.5	11.3	9.0	9.3	3.4	3.2	3.1
Health	2.1	15.3	18.6	18.6	12.8	10.7	12.0	12.7	11.6	10.4
Transport	3.4	4.3	11.7	27.7	11.0	7.6	-8.2	-1.2	2.3	6.2
Communication	2.4	-2.2	-2.3	-2.3	-0.1	0.0	0.0	0.0	0.0	0.0
Recreation & Culture	0.4	10.2	9.7	9.9	2.9	3.2	3.4	4.8	4.8	6.6
Education	1.1	6.1	6.1	7.8	6.1	6.2	4.4	12.6	12.6	12.6
Restaurants & Hotels	3.1	27.7	25.4	24.3	13.5	11.6	11.6	15.7	16.2	16.2
Miscellaneous Goods & Services	2.4	14.6	21.1	21.4	14.6	10.3	9.3	5.8	3.0	3.7

Source: Office of Chief Government Statistician (OCGS)

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



Source: Office of Chief Government Statistician (OCGS)

Annual food inflation rate decreased to 4.4 percent in May 2010, from 6.4 percent registered in the year ending April 2010, mainly due to decrease in average prices of rice and fish. The average prices for fish declined by 12.5 percent, following increased supply in the market, while the average price for rice decreased by 1.7 percent, mainly on account of developments in the world market, coupled with good harvest both in Zanzibar and Mainland. The **month-to-month food inflation rate** also slowed down to negative 2.4 percent from negative 1.5 percent registered in April 2010, mainly on account of decrease in prices of sugar and maize flour.

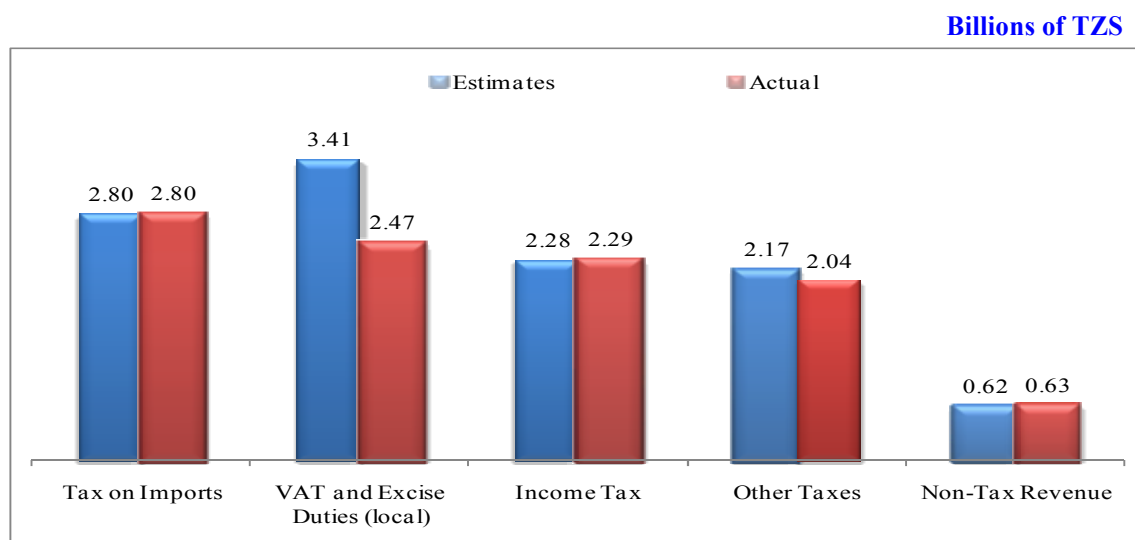
Annual non-food inflation rate increased to 6.2 percent in May 2010 from 5.5 percent recorded in the year ending April 2010, mainly on account of rise in the prices of diesel and petrol. Specifically, the price of diesel and petrol increased from TZS 1,320 and TZS 1,260 per litre in May 2009 to TZS 1,510 and TZS 1,535 per litre in May 2010, respectively. However, the **month-to-month non-food inflation rate** stabilized at 0.5 percent, same as recorded in the preceding month.

Fiscal Performance

Government budgetary operations on cheques issued basis registered a deficit after grants of TZS 12.5 billion in May 2010, while after adjustment to cash it declined to TZS 7.7 billion, which was financed through foreign sources.

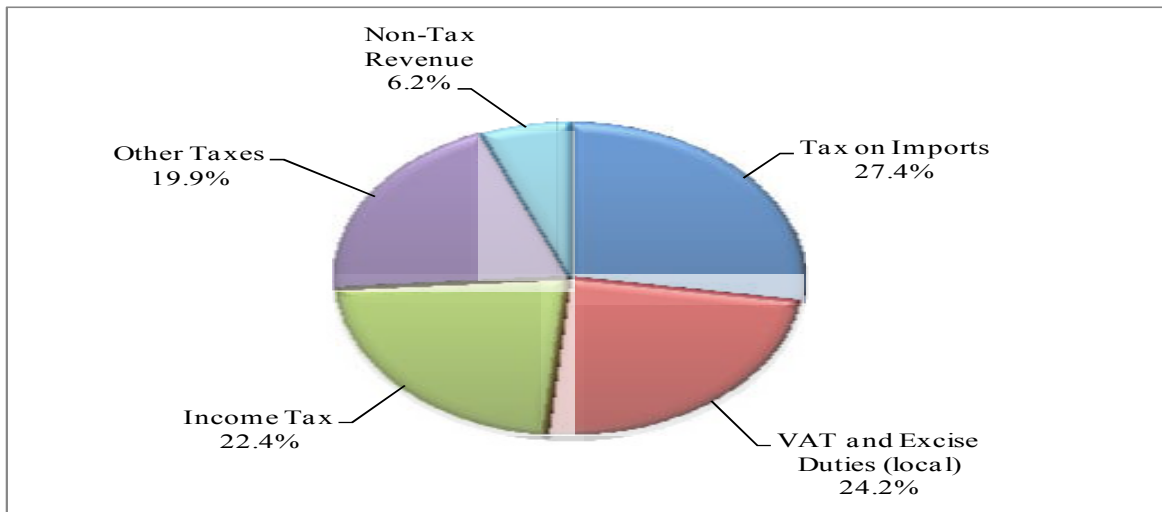
During the month under review **domestic revenue** was TZS 10.2 billion, being below the target by 9.7 percent, while foreign grants amounted to TZS 0.9 billion. Tax collections reached TZS 9.6 billion, which was below the monthly target by 9.4 percent and accounted for 94.1 percent of the total revenue collections. Non-tax revenue amounted to TZS 0.6 billion, in line with the target. Revenue collections by category show that, local VAT and excise duty amounted to TZS 2.5 billion, being below the target by 26.5 percent, mainly due to decline in tourism activities attributed to low tourism season. Import and income tax were in line with the target, while other taxes were below the target (**Charts 6.2 and 6.3**).

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



Source: Ministry of Finance and Economic Affairs, Zanzibar

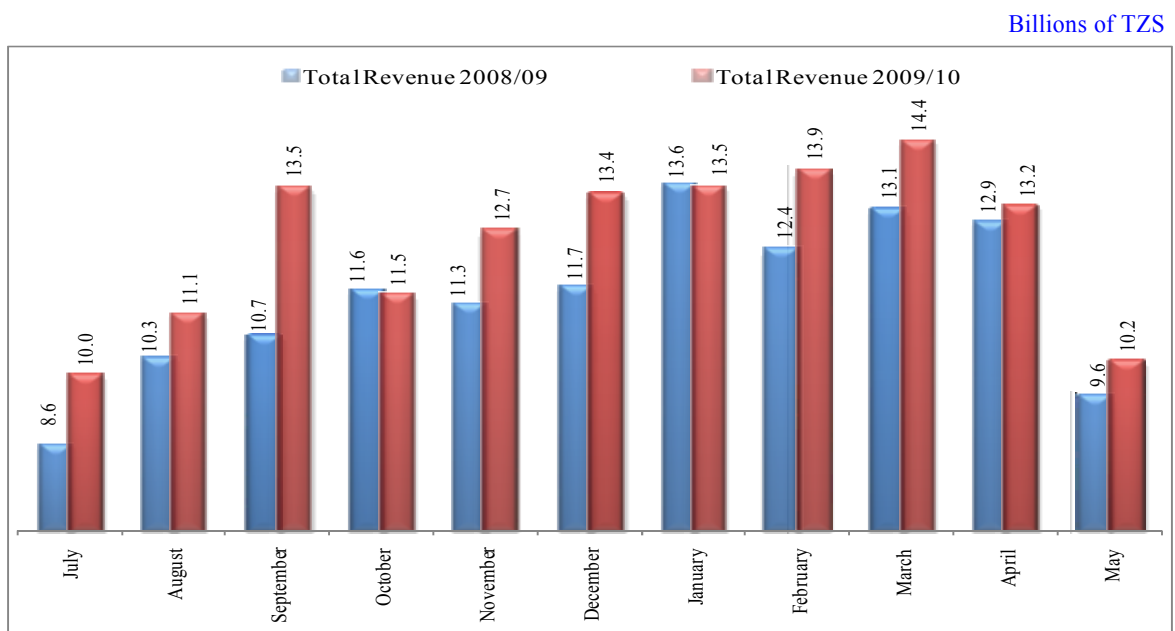
Chart 6.3: Government Revenue by Sources, Percentage Share to Total Revenue – May 2009



Source: Ministry of Finance and Economic Affairs, Zanzibar

Cumulatively, during July 2009 to May 2010, total Government revenue collections reached TZS 137.5 billion and accounted for 86.1 percent of the annual target of TZS 159.7 billion for 2009/10 financial year. During the corresponding period in 2008/09, the government revenue collections amounted to TZS 124.8 billion (**Chart 6.4**).

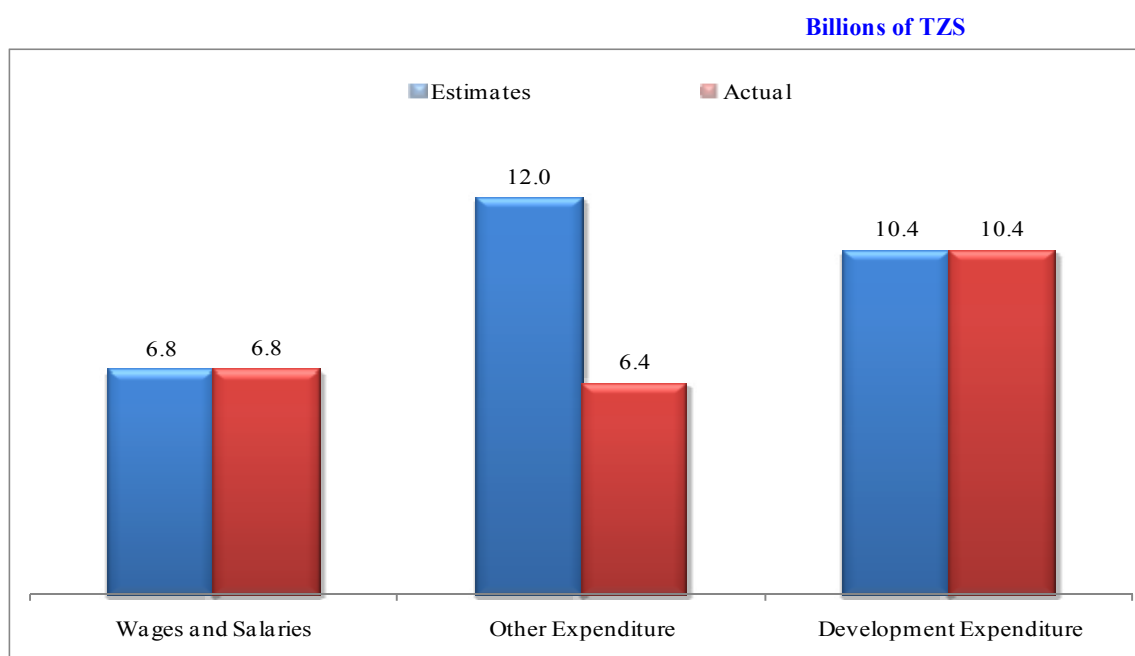
Chart 6.4: Government Total Revenue Collections Trend July 2009– May 2010



Source: Ministry of Finance and Economic Affairs, Zanzibar

Total **government expenditure** during May 2010, amounted to TZS 23.6 billion, and was below the estimate by 19.2 percent. Total recurrent expenditure amounted to TZS 13.2 billion, representing 55.9 percent of total expenditure, while development expenditure was TZS 10.4 billion, or 44.1 percent of total expenditure. Out of the total recurrent expenditure, wages and salaries was in line with the estimate, while expenditure on other charges was below the estimate (**Chart 6.5**). Government contribution to development spending was TZS 1.8 billion, slightly below the estimate by TZS 0.1 billion, while foreign financed component was TZS 8.6 billion, slightly above the estimate by TZS 0.1 billion.

Chart 6.5: Government Expenditure by Components, Actual versus Target – May 2010



Source: Ministry of Finance and Economic Affairs, Zanzibar

Cumulatively from July 2009 to May 2010, total government expenditure reached TZS 250.6 billion, and accounted for 60.7 percent of the annual target of TZS 412.6 billion. Total government expenditure amounted to TZS 185.2 billion during the corresponding period last fiscal year.

Debt Developments

Zanzibar total public debt stock as at end of May 2010, amounted to TZS 141.9 billion (USD 103.1 million), compared to TZS 139.4 billion (USD 103.7 million) recorded at the end of April 2010. External debt amounted to TZS 84.0 billion (USD 61.0 million), representing 59.2 percent of the total debt, while domestic debt amounted to TZS 57.9 billion (USD 42.1 million), equivalent to 40.8 percent of total debt stock.

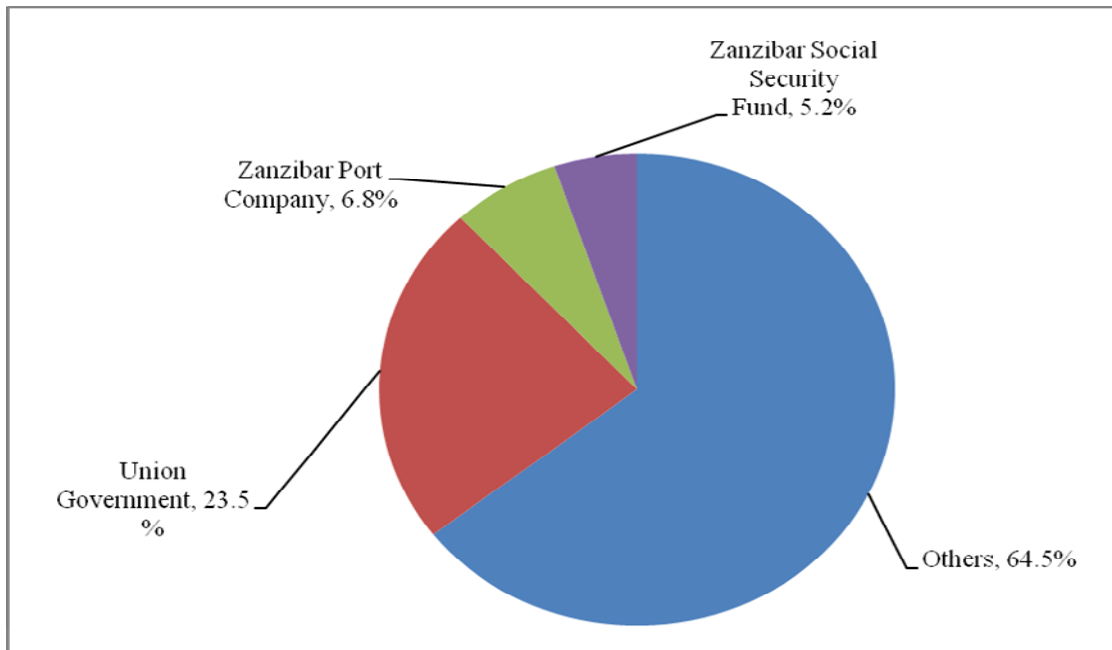
Domestic Debt

During the reporting period, domestic debt stock increased by 2.1 percent to TZS 57.9 billion, from TZS 56.7 billion recorded in April 2010, mainly due increase in gratuities claims by the government retirees amounting to TZS 1.2 billion.

Domestic Debt by Creditors

Debt owed to government suppliers and pensioners amounted to TZS 37.3 billion, equivalent to 64.5 percent of the total domestic debt. Union Government debt remained at TZS 13.6 billion, equivalent to 23.5 percent of the domestic debt. Zanzibar Port Corporation (ZPC) claims remained at TZS 3.9 billion, representing 6.8 percent of total domestic debt, while Zanzibar Social Security Fund (ZSSF) debt was TZS 3.0 billion, and accounted for 5.2 percent of domestic debt (**Chart 6. 6**).

Chart 6.6: Domestic Debt by Creditor as at End – May 2010



Source: Ministry of Finance and Economic Affairs-Zanzibar

Domestic Debt by Maturity

Profile of total domestic debt by maturity indicated that, debt with “undetermined maturity” (predominantly gratuity and supplier’s claims) was TZS 23.9 billion, equivalent to 41.4 percent of domestic debt, while debt maturing between 2 – 5 years stood at TZS 21.5 billion, or 37.1 percent of domestic debt. Debt maturing in less than a year amounted to TZS 12.5 billion, representing 21.6 percent of the total domestic debt.

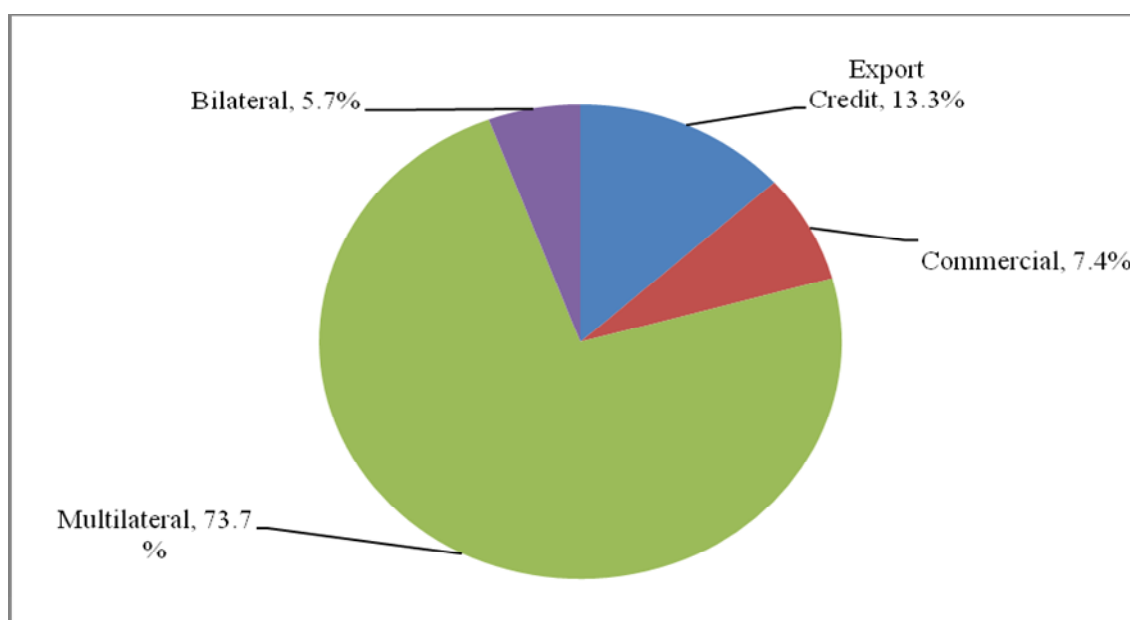
External Debt

Total external debt stock as at end May 2010, amounted to TZS 84.0 billion (USD 61.0 million) compared to TZS 82.7 billion (USD 62.5 million), reported in the preceding month. Out of the total external debt stock, debt guaranteed by the Union Government stood at USD 45.6 million, accounting for 74.8 percent of the external debt, while non-guaranteed debt amounted to USD 15.4 million, equivalent to 25.2 percent of total external debt.

External Debt by Creditor Category

Debt due to multilateral creditors amounted to USD 45.0 million (TZS 61.9 billion), representing 73.7 percent of the total external debt. Bilateral creditors amounted to USD 3.5 million (TZS 4.8 billion), and equivalent to 5.7 percent of total external debt. Commercial debt stood at USD 4.5 million (TZS 6.2 billion), accounting for 7.4 percent of external debt, while export credit was USD 8.1 million (TZS 11.1 billion), and accounted for 13.2 percent of total external debt (Chart 6.7).

Chart 6.7: External Debt by Creditor as at End – May 2010

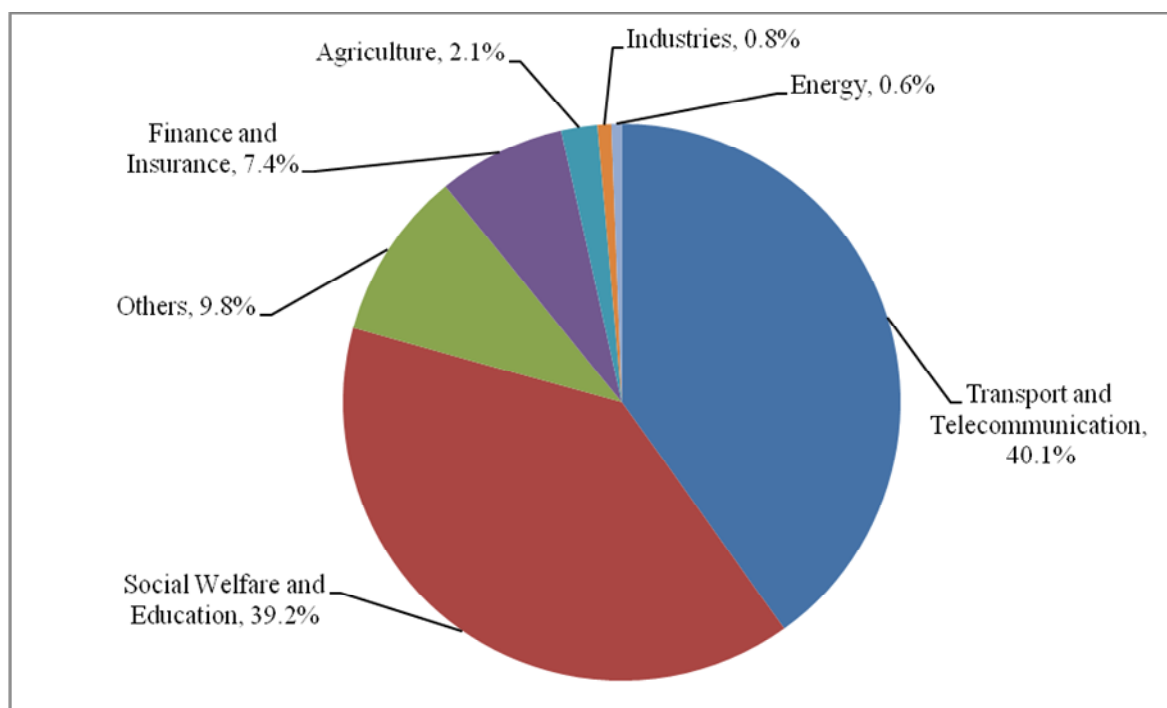


Source: Ministry of Finance and Economic Affairs-Zanzibar

External Debt - Disbursements by End Use

During the month under review, the share of transport and telecommunications sectors of external debt amounted to USD 24.5 million, equivalent to 40.1 percent. Social welfare and education sectors received USD 23.9 million, accounting for 39.2 percent of total external debt. Finance & Insurance sector absorbed USD 4.5 million, and accounted for 7.4 percent, while agriculture and energy sectors had USD 1.3 million and USD 0.4 million, accounting for 2.1 percent and 0.6 percent of total disbursements of external debt, respectively. Industrial sector obtained USD 0.5 million equivalent to 0.8 percent, while other sectors obtained USD 6.0 million, and accounted for 9.8 percent of external debt (Chart 6.8).

Chart 6.8: External Debt by Use of Funds as at End – May 2010



Source: Ministry of Finance and Economic Affairs-Zanzibar

External Sector Performance

Current Account

Zanzibar **current account balance** registered a surplus of USD 31.9 million in the year ending May 2010, compared to a surplus of USD 2.8 million registered in corresponding period a year earlier, mainly associated with increase in current transfers and exports proceeds. Current transfers rose to USD 61.0 million from USD 55.5 million; while export of goods and services increased to USD 123.5 million from USD 117.8 million. In the same period, trade account narrowed to a deficit of USD 67.2 million, compared to a deficit of USD 79.9 million. The improvement in the trade account was associated with a surge in goods exports by 11.9 percent, coupled with a decline in goods imports by 10.2 percent (**Table 6.2**).

Table 6.2: Zanzibar Current Account Balance

Item	Millions of USD							
	2009	2010			Year Ending May		%Change	
	May	Mar	Apr	May	2009	2010p	Monthly	Annual
Goods Account (net)	-4.6	-5.6	-4.6	-7.3	-79.9	-67.2	58.7	-15.9
Exports	1.9	1.5	1.0	1.1	21.0	23.5	10.0	11.9
Imports (fob)	6.5	7.1	5.6	8.4	101.0	90.7	50.0	-10.2
Services Account (net)	1.9	2.9	2.6	2.5	30.7	39.0	-3.8	27.0
Receipts	8.3	9.3	8.4	8.5	96.7	100.0	1.2	3.4
Payments	6.4	6.5	5.8	6.0	66.1	61.0	3.4	-7.7
Goods and Services (net)	-2.7	-2.8	-2.0	-4.8	-49.2	-28.2	140.0	-42.7
Exports of Goods and Services	10.3	10.8	9.4	9.6	117.8	123.5	2.1	4.8
Imports of Goods and Services	12.9	13.6	11.4	14.4	167.0	151.7	26.3	-9.2
Income Account (net)	-0.53	-0.64	-0.36	-0.40	-3.46	-0.82	11.10	-76.3
Receipts	0.02	0.01	0.03	0.03	0.37	0.32	0.00	-13.5
Payments	0.55	0.65	0.39	0.43	3.83	1.14	10.30	-70.3
Current Transfers (net)	4.0	9.8	0.9	0.6	55.5	61.0	-33.3	9.9
Inflows	4.0	9.8	0.9	0.6	55.5	61.0	-33.3	9.9
Outflows	0.0	0.0	0.0	0.0	0.0	0.0		
Current Account Balance	0.8	6.4	-1.5	-4.6	2.8	31.9	206.6

Source: Tanzania Revenue Authority and BOT computations

The improvement in **export of goods and services** was largely on account of increase in export of cloves that rose to USD 12.0 million from USD 8.8 million, following the increase in volume from 2,400 tons to 3,300 tons. Seaweed exports increased to USD 2.5 million from USD 2.3 million. Performance of exports is as shown in **Table 6.3**.

Table 6.3: Zanzibar Exports by Major Categories

Item	Units	2009	2010 ^p			Year Ending May		%Change	
		May	Mar	Apr	May	2009	2010 ^p	Monthly	Annual
Traditional:									
Cloves									
Value	Millions	0.92	0.08	0.06	0.00	8.80	12.04	-	36.40
Volume	000 Tons	0.26	0.02	0.02	0.00	2.45	3.32	-	37.50
Unit Price	USD/Ton	3,583.43	3,800.00	3,500.00	0.00	3,596.06	3,628.40	-	0.90
Non-Traditional:									
Seaweeds									
Value	Millions	0.23	0.34	0.23	0.27	2.31	2.50	17.40	8.70
Volume	000 Tons	0.95	1.41	0.94	1.08	9.73	9.22	14.90	-5.19
Unit Price	USD/Ton	237.09	241.13	248.73	248.80	237.63	271.07	0.03	14.08
Manufactured Goods	Millions	0.35	0.50	0.31	0.38	5.10	3.92	22.60	-23.50
Fish and Fish Produce	Millions	0.00	0.05	0.03	0.03	0.20	0.20	0.00	0.00
Others Exports	Millions	0.43	0.50	0.35	0.44	4.63	4.80	25.70	4.30
Sub Total	Millions	1.01	1.39	0.93	1.12	12.24	11.42	20.40	-6.60
Grand Total	Millions	1.93	1.47	0.98	1.12	21.04	23.46	14.30	11.90

p = provisional

Source: Tanzania Revenue Authority and BOT computations

Total imports of goods and services declined to USD 151.7 million in the year ending May 2010, from USD 167.0 million realised during the year ending May 2009, largely attributed to decrease in imports of goods. During the year ending May 2010, total goods imports (c.i.f) declined to USD 99.6 million, from USD 110.9 million registered in the corresponding period a year earlier. Oil import bill was USD 29.2 million, up from USD 29.1 million, while capital goods imports fell to USD 40.8 million from USD 48.2 million in the same period (**Table 6.4**).

Table 6.4: Zanzibar Imports by Major Categories

Import Category	Millions of USD							
	2009	2010p			Year Ending May		% Change	
	May	Mar	Apr	May	2009	2010p	Monthly	Annual
Capital Goods	2.7	3.3	2.6	2.7	48.2	40.8	3.8	-15.4
Transport Equipment	1.3	1.7	1.3	1.2	28.9	18.0	-7.7	-37.7
Building and Constructions	0.6	0.6	0.5	0.7	9.2	8.4	40.0	-8.7
Machinery	0.7	1.0	0.8	0.8	10.1	14.4	0.0	42.6
Intermediate Goods	2.6	2.7	5.4	4.5	40.5	36.4	-16.7	-10.1
Oil imports	2.0	2.1	4.9	4.2	29.1	29.2	-14.3	0.3
Industrial raw materials	0.6	0.6	0.5	0.3	11.4	7.2	-40.0	-36.8
Consumer Goods	1.8	1.8	1.6	1.4	22.2	22.4	-12.5	0.9
Food and food stuffs	0.8	0.7	0.8	0.6	6.1	7.7	-25.0	-25.0
All other consumer goods	1.1	1.1	0.8	0.8	16.1	14.7	0.0	-8.7
Grand Total (c.i.f)	7.2	7.8	9.6	8.6	110.9	99.6	-10.4	-10.2
Grand Total (f.o.b)	6.5	7.1	8.7	7.8	101.0	90.7	-10.3	-10.2

p = provisional

Source: Tanzania Revenue Authority

Services Account

During the year ending May 2010, **services account** registered a surplus of USD 38.7 million from USD 30.7 million recorded in the year ending May 2009. Total services receipts amounted to USD 100.0 million from USD 96.7 million, whereas services payments amounted to USD 61.0 million, from USD 66.1 million.

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 2009/10	Millions of TZS										
		Monthly Flows - Actuals				Jan-10	Feb-10	Mar-10	Apr-10	May-10	July - May 2010	
		Sep-09	Oct-09	Nov-09	Dec-09	Actual	Actual	Actual	Actual	Actual	Estimate	Actual
Total Revenue (Including LGAs)	5,234,068.6	426,595.8	353,688.4	361,891.3	483,837.7	375,761.9	347,338.6	459,223.0	330,897.1	386,065.9	4,717,225.7	4,207,228.3
Total Revenue	5,096,016.3	426,595.8	353,688.4	361,891.3	483,837.7	375,761.9	347,338.6	459,223.0	330,897.1	386,065.9	4,613,686.4	4,207,228.3
Tax Revenue	4,840,876.8	408,506.4	337,947.1	343,250.9	460,729.5	359,252.4	333,220.3	441,582.2	316,875.7	368,241.5	4,380,742.8	4,015,139.6
Taxes on Imports	1,758,233.8	129,164.7	135,712.1	140,335.6	149,127.2	147,094.0	127,970.9	146,333.4	131,635.3	147,272.2	1,607,677.5	1,516,654.7
Sales/VAT and Excise on Local Goods	1,101,646.4	84,246.3	82,563.8	84,467.5	92,253.8	87,073.0	78,547.2	77,998.9	76,480.8	76,470.8	1,009,271.1	875,050.5
Income Taxes	1,428,419.9	157,359.2	78,910.7	73,583.9	171,612.4	82,106.0	87,194.3	188,707.0	70,488.7	104,029.1	1,256,786.3	1,174,779.7
Other taxes	552,576.7	37,736.1	40,760.5	44,863.9	47,736.1	42,979.4	39,507.9	42,958.5	38,270.9	40,469.4	507,008.0	448,654.7
Non-tax Revenue	255,139.4	18,089.4	15,741.3	18,640.4	23,108.2	16,509.5	14,118.3	17,640.8	14,021.4	17,824.4	232,943.6	192,088.7
LGA Own Sources	138,052.3	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	103,539.3	0.0
Total Expenditure /I	8,862,272.7	850,153.7	866,667.6	709,794.5	763,487.0	602,188.8	575,799.3	641,694.0	420,778.0	853,209.5	8,124,730.6	7,909,026.1
Recurrent expenditure	6,036,841.6	536,202.8	652,986.8	457,543.6	439,459.4	347,015.9	407,650.7	541,881.0	358,123.9	627,200.0	5,442,030.6	5,175,045.1
Retention fund	103,503.0	4,742.1	4,661.6	7,900.8	4,793.0	5,915.1	9,179.5	5,915,081.2	3,404.7	4,964.1	94,642.9	59,285.3
Wages and salaries	1,766,388.2	139,418.7	139,543.7	142,149.9	143,732.0	142,651.0	145,132.7	148,069.0	146,771.2	146,491.9	1,617,894.7	1,569,969.5
Interest payments	407,826.2	26,762.4	30,699.8	12,898.5	32,840.8	26,299.3	750.6	35,344.0	9,519.9	14,975.6	363,709.3	198,090.1
Domestic	354,910.0	25,432.0	22,695.8	8,593.3	28,831.5	25,105.5	0	27,877.0	4,998.2	11,050.0	317,466.7	161,961.9
Foreign	52,916.2	1,330.4	8,003.9	4,305.1	4,009.3	1,193.8	750.6	7,467.0	4,521.7	3,925.6	46,242.6	36,128.3
Other goods, services and transfers	3,759,124.2	365,279.6	478,081.8	294,594.5	258,093.7	172,150.5	252,587.9	358,468.0	198,428.1	460,768.4	3,365,783.7	3,347,700.2
Dev. Expenditure and net lending	2,825,431.0	313,950.9	213,680.8	252,250.9	324,027.6	255,172.9	168,148.6	99,813.0	62,654.1	226,009.5	2,682,700.0	2,733,981.0
Local	968,028.5	173,200.8	152,174.7	30,000.0	67,500.0	56,562.0	71,500.0	53,500.0	50,319.0	171,828.0	968,028.5	854,530.5
Foreign	1,857,402.6	140,750.1	61,506.1	222,250.9	256,527.6	198,610.9	96,648.6	46,313.0	12,335.1	54,181.5	1,714,671.5	1,879,450.5
Balance before Grants	-3,628,204.1	-423,557.9	-512,979.2	-347,903.2	-279,649.3	-226,426.9	-228,460.7	-182,471.0	-89,880.9	-467,143.5	-3,407,504.9	-3,701,797.8
Grants	2,090,945.9	10,079.7	1,499.6	159,151.8	201,051.8	136,954.0	85,977.2	39,274.0	12,791.1	21,666.6	1,950,450.0	1,591,507.2
Program (CIS/OGL)	825,445.3	8,173.7	0.0	0.0	10,423.4	113,902.5	69,913.5	29,189.0	0.0	0.0	793,428.2	649,963.2
Project	640,708.7	770.3	0.0	114,803.7	73,161.7	0.0	0.0	0.0	0.0	1,045.0	587,316.3	641,143.8
Basket funds	282,848.8	1,135.6	1,499.6	44,348.0	116,410.2	12,945.8	16,063.6	5,126.0	3,539.6	15,892.8	256,257.6	258,066.7
MDRI/MCA(T)	341,943.1	0.0	0.0	0.0	1,056.5	10,105.7	0.0	4,959.0	9,251.5	4,728.8	313,447.8	42,333.6
Balance (cheq.issued) after Grants	-1,537,258.2	-413,478.2	-511,479.6	-188,751.4	-78,597.5	-89,472.8	-142,483.6	-143,197.0	-77,089.8	-445,477.0	-1,457,054.9	-2,110,290.6
Expenditure float	0.0	-15,655.9	-7,646.2	-2,032.1	-3,036.0	-3,036.0	1.0	0.0	0.0	0.0	0.0	-436,236.3
Adjustments to cash and other items (net)	0.0	123,401.6	245,507.2	41,755.3	107,320.1	-177,145.5	54,619.0	-212,220.0	214,618.1	0.0	863,854.9	
Overall Balance (cheques cleared)	-1,537,258.2	-305,732.5	-273,618.7	-149,028.2	25,686.5	-269,654.3	-87,863.5	-89,091.0	-289,309.7	-230,858.9	-1,457,054.9	-1,682,672.0
Financing:	1,537,258.2	305,732.5	273,618.7	149,028.2	25,686.5	269,654.3	87,863.5	89,091.0	289,309.7	230,858.9	1,457,054.9	1,682,672.0
Foreign Financing (net)	1,037,065.1	395,253.1	50,394.6	60,728.2	66,050.8	184,760.2	80,127.7	29,539.0	227,524.7	229,075.8	1,001,837.1	1,464,303.8
Loans	800,925.0	389,438.4	44,375.1	56,505.5	66,955.7	154,466.6	35,134.6	13,749.0	222,899.5	259,667.2	764,886.6	1,328,252.6
Program loans	368,464.0	258,404.0	0.0	0.0	0.0	0.0	0.0	0.0	218,729.2	222,423.5	368,464.0	562,014.0
Development Project loans	432,461.0	131,034.5	44,375.1	56,505.5	66,955.7	154,466.6	35,134.6	13,749.0	4,170.3	37,243.7	396,422.6	766,238.6
Basket Support	290,075.8	7,809.7	15,631.5	6,593.6	0.0	31,198.5	45,450.4	21,297.0	4,625.2	0.0	280,975.8	194,070.9
Amortization	-53,935.7	-1,995.0	-9,612.0	-2,370.9	-904.9	-904.9	-457.3	-5,507.0	0.0	-30,591.4	-44,025.2	-58,019.7
Domestic (net)	500,193.1	-89,520.6	223,224.1	88,300.0	-91,737.3	84,894.1	7,735.8	59,552.0	61,785.1	1,783.1	455,217.8	218,368.2
Bank & Non Bank Financing (NDF)	506,193.1	-89,207.6	223,224.1	88,300.0	-91,737.3	84,894.1	7,735.8	59,803.0	61,785.1	-7,875.8	461,217.8	209,273.6
Bank borrowing	406,193.1	-105,834.9	174,656.9	60,300.0	-79,167.5	134,932.9	10,039.3	106,700.0	19,903.8	48,385.5	361,217.8	325,728.4
Non-Bank (net of amortization)	100,000.0	16,627.3	48,567.2	28,000.0	-12,569.8	-50,038.7	-2,303.5	-46,897.0	41,881.3	-56,261.3	100,000.0	-116,454.8
Borrowing/Roll over	576,476.3	157,160.9	111,414.6	36,370.3	19,036.3	323,982.1	39,437.9	10,797.0	82,675.9	45,512.0	531,591.5	552,580.7
Domestic & Contingent debt Amortization	-597,476.3	-157,473.9	-111,414.6	-36,370.3	-19,036.3	-323,982.1	-39,437.9	-11,048.0	-82,675.9	-45,512.0	-552,591.5	-553,145.0
Privatization Proceeds	15,000.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	9,658.9	15,000.0	9,658.9
GDP (in Million TZS)	31,108,881											

Note: /I Exclude amortization and Expenditure Float, includes Road fund and Retention expenditures

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

Table A3: Depository Corporations Survey (Provisional)

Billions of TZS

Item	2009					Prov.										
	Feb-09	Mar-09	Apr-09	May-09	Jun-09	Jul-09	Aug-09	Sep-09	Oct-09	Nov-09	Dec-09	Jan-10	Feb-10	Mar-10	Apr-10	May-10
Net foreign assets	4,116.5	4,145.3	4,197.8	4,140.8	4,196.8	4,637.7	4,717.4	4,864.2	4,914.7	5,040.5	4,938.0	4,964.6	4,947.5	4,915.9	5,155.5	4,937.4
Bank of Tanzania	3,456.2	3,457.1	3,546.4	3,430.3	3,395.1	3,792.4	3,843.1	3,897.1	3,857.5	3,896.0	3,843.4	3,925.3	3,911.1	3,845.0	3,999.6	3,947.5
Other Depository Corporations	660.3	688.1	651.4	710.5	801.7	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
Net domestic assets	3,436.5	3,488.3	3,429.6	3,470.1	3,669.2	3,623.5	3,633.4	3,811.9	3,649.4	3,691.9	3,893.8	4,015.3	4,089.9	4,172.2	4,204.4	4,352.8
Domestic claims	4,368.1	4,256.3	4,282.0	4,419.0	4,771.7	4,660.6	4,797.9	4,744.4	4,930.6	5,089.3	5,068.0	5,181.7	5,247.8	5,445.0	5,672.8	5,713.2
Claims on central government (net)	-218.8	-369.9	-353.0	-266.0	61.5	-32.4	25.8	-80.0	94.7	155.0	75.8	191.8	211.7	319.2	338.9	387.2
Claims on central government	2,002.9	2,052.7	2,070.7	2,055.7	2,315.5	2,389.4	2,668.0	2,656.7	2,757.9	2,803.0	2,762.5	2,863.8	2,879.8	2,930.8	3,081.4	3,217.3
Liabilities to central government	2,221.7	2,422.6	2,423.6	2,321.6	2,254.0	2,421.8	2,642.2	2,736.7	2,663.3	2,648.0	2,686.7	2,672.1	2,668.0	2,611.6	2,742.6	2,830.0
Claims on non-government sector	4,586.9	4,626.2	4,634.9	4,684.9	4,710.2	4,693.0	4,772.1	4,824.4	4,836.0	4,934.3	4,992.2	4,989.9	5,036.1	5,125.8	5,334.0	5,326.0
Broad money liabilities	7,553.0	7,633.5	7,627.4	7,610.9	7,866.0	8,261.2	8,350.9	8,476.2	8,564.2	8,732.3	8,831.8	8,979.8	9,037.5	9,088.1	9,359.9	9,290.2
Currency outside depository corporations	1,384.3	1,366.6	1,349.6	1,366.3	1,424.1	1,494.1	1,543.7	1,519.4	1,539.0	1,553.6	1,567.3	1,518.5	1,524.9	1,543.0	1,543.3	1,594.2
Transferable deposits	2,899.9	2,915.8	2,968.4	2,889.0	2,949.9	3,110.9	3,156.4	3,328.6	3,286.1	3,366.2	3,340.0	3,516.5	3,451.7	3,483.3	3,712.9	3,560.0
Other deposits	3,268.8	3,351.2	3,309.4	3,355.7	3,492.1	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
<i>Other items (net)</i>	-931.6	-768.0	-852.4	-948.9	-1,102.5	-1,037.0	-1,164.5	-1,132.5	-1,281.2	-1,397.4	-1,174.2	-1,166.8	-1,167.5	-1,272.8	-1,468.4	-1,360.47
Memorandum items:																
Monetary Aggregates																
Reserve money (M0)	2,451.4	2,478.5	2,558.6	2,550.2	2,679.0	2,874.6	2,887.3	2,890.7	2,861.5	2,895.5	3,010.0	3,018.4	3,131.1	3,121.5	3,072.3	3,030.9
Extended broad money (M3)	7,553.0	7,633.5	7,627.4	7,610.9	7,866.0	8,261.2	8,350.9	8,476.2	8,564.2	8,732.3	8,831.8	8,979.8	9,037.5	9,088.1	9,359.9	9,290.2
Deposits in foreign currency	2,021.8	2,060.0	2,075.4	2,016.4	2,093.6	2,155.8	2,141.7	2,162.7	2,145.8	2,142.7	2,227.8	2,237.1	2,155.7	2,203.1	2,392.5	2,382.0
FCD in millions of USD	1,552.3	1,568.0	1,571.8	1,538.8	1,611.3	1,641.5	1,645.1	1,660.1	1,641.1	1,629.7	1,696.3	1,690.1	1,625.7	1,656.2	1,780.8	1,731.2
Broad money (M2)	5,531.2	5,573.5	5,552.0	5,594.5	5,772.4	6,105.4	6,209.1	6,313.5	6,418.4	6,589.7	6,604.0	6,742.8	6,881.7	6,884.9	6,967.4	6,908.2
Other deposits in national currency (i.e. savings and time deposits)	2,382.7	2,475.3	2,488.4	2,514.9	2,623.3	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
Narrow money (M1)	3,148.4	3,098.2	3,063.6	3,079.7	3,149.1	3,342.0	3,434.1	3,578.8	3,532.0	3,656.6	3,591.4	3,730.8	3,746.2	3,755.9	3,816.3	3,764.8
Currency in circulation	1,384.3	1,366.6	1,349.6	1,366.3	1,424.1	1,494.1	1,543.7	1,519.4	1,539.0	1,553.6	1,567.3	1,518.5	1,524.9	1,543.0	1,543.3	1,594.2
Transferable deposits in national currency	1,764.1	1,731.6	1,714.0	1,713.4	1,725.0	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

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

Item	2009 ^P										Percent				
											2010 ^P				
	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	
A: Domestic Currency															
1. Interbank Cash Market Rates															
Overnight	9.29	6.49	4.46	2.44	0.82	1.04	1.21	1.19	1.46	1.67	1.66	0.98	0.86	0.67	
2 to 7 days	9.74	7.11	5.38	4.06	1.44	1.28	1.55	1.81	1.64	1.96	2.22	1.55	0.99	1.14	
8 to 14 days	9.85	7.38	5.30	4.43	1.90	1.55	1.41	1.67	1.72	2.08	2.50	1.76	1.27	1.01	
15 to 30 days	10.27	7.35	5.75	4.19	1.54	2.28	3.28	3.28	3.25	3.51	4.00	1.61	1.61	1.10	
31 to 60 days	11.05	7.87	5.30	4.58	2.82	2.69	3.04	3.91	3.43	3.43	4.00	4.00	4.00	4.00	
61 to 90 days	12.15	12.15	12.15	12.15	12.15	12.15	12.15	5.00	5.00	5.00	7.30	3.37	3.37	3.37	
91 to 180 days	12.00	9.40	8.60	9.17	3.27	3.68	4.00	4.00	4.00	4.00	4.00	4.00	4.00	3.70	
181 and above	14.35	12.00	12.00	5.56	7.05	6.47	9.00	5.47	5.47	5.47	5.47	5.47	4.85	4.00	
Overall Interbank cash market rate	9.58	6.80	5.03	3.86	1.42	1.34	1.63	1.62	1.57	1.80	1.89	1.29	0.92	0.87	
2. Lombard Rate	13.94	9.73	7.35	4.13	3.18	2.48	3.61	4.00	4.55	5.48	4.91	2.38	1.51	1.07	
3. REPO Rate	8.25	6.10	4.90	2.23	1.21	1.12	1.32	1.28	1.26	1.22	1.22	1.06	0.79	0.65	
4. Treasury Bills Rates															
35 days	7.03	6.40	4.81	3.45	2.65	2.07	3.01	3.33	3.80	4.57	4.09	1.99	1.26	0.89	
91 days	10.55	8.25	5.56	4.14	3.53	2.97	3.38	5.29	6.06	6.35	5.57	3.25	1.77	2.16	
182 days	12.04	10.20	7.86	6.27	5.46	4.84	4.90	5.28	6.59	7.20	6.33	4.45	2.58	2.26	
364 days	12.57	10.69	9.11	8.28	7.72	7.79	8.22	8.60	8.83	9.06	8.24	6.32	4.86	4.96	
Overall Treasury bills rate	11.01	9.27	6.97	5.81	5.16	4.52	5.17	6.36	6.91	7.20	6.32	4.15	2.70	2.68	
5. Treasury Bonds Rates															
2-years	15.28	15.28	11.51	11.51	11.51	11.51	10.89	10.89	10.89	10.89	9.40	9.40	9.40	9.40	
5-years	17.32	16.58	16.58	16.58	16.58	13.45	13.45	13.45	13.45	13.77	13.77	13.77	13.77	9.52	
7-years	17.06	17.06	17.06	17.06	14.14	14.14	14.14	14.15	14.15	14.15	14.15	12.11	12.11	10.38	
10-years	19.92	19.92	19.92	16.95	16.95	16.95	16.95	16.95	16.73	16.73	16.73	16.73	11.99	11.99	
6. Discount Rate	16.01	13.00	10.31	6.95	5.20	4.40	3.70	3.70	3.70	7.58	7.58	7.58	7.58	7.58	
7. Savings Deposit Rate	2.72	2.72	2.69	2.68	2.68	2.66	2.65	2.67	2.83	2.84	2.89	2.88	2.83	2.82	
8. Overall Time Deposits Rate	7.10	7.08	6.79	6.96	6.89	6.73	6.41	6.52	6.36	6.12	5.82	6.11	5.96	5.65	
Call Accounts	1.09	1.10	1.05	1.10	1.14	1.13	0.96	0.99	0.74	0.81	0.84	0.66	0.85	1.01	
1 month	7.23	7.39	6.46	6.45	6.49	6.09	5.70	5.76	5.10	5.14	5.02	5.40	5.45	5.31	
2 months	8.17	7.57	7.61	8.92	8.17	7.80	7.48	7.31	6.99	7.21	7.79	7.72	7.47	7.38	
3 months	8.22	7.81	8.69	8.38	7.81	8.17	7.45	7.34	6.67	7.54	7.00	7.24	6.52	6.09	
6 months	9.48	9.43	8.58	8.21	8.46	8.31	7.91	8.11	8.50	7.76	7.71	7.50	7.67	7.47	
12 months	8.98	9.41	9.07	9.06	9.04	8.83	8.83	8.76	8.99	9.06	8.84	8.78	8.67	7.53	
24 months	6.57	6.86	6.04	6.59	7.10	6.80	6.52	7.40	7.56	5.33	3.51	5.44	5.12	4.75	
9. Negotiated Deposit Rate	11.27	11.03	10.13	10.52	10.47	10.60	10.11	9.85	9.94	7.44	7.16	9.41	9.63	9.47	
10. Overall Lending rate	15.45	15.39	15.48	15.14	15.12	14.90	14.75	14.74	14.38	14.39	14.86	14.83	14.59	14.53	
Call Loans	19.25	20.25	21.25	22.25	22.25	23.25	24.25	25.25	26.25	27.25	28.25	29.25	30.25	31.25	
Short-term (up to 1 year)	13.87	13.68	14.57	13.94	13.77	13.98	13.92	14.00	13.96	13.76	14.74	14.62	13.88	14.02	
Medium-term (1-2 years)	15.55	15.81	15.63	15.38	15.74	15.27	15.11	15.37	15.01	15.06	15.12	15.11	15.44	15.64	
Medium-term (2-3 years)	15.18	15.07	15.11	14.61	14.75	14.69	14.66	15.02	14.74	14.42	14.44	14.51	14.41	14.30	
Long-term (3-5 years)	15.54	15.36	15.23	15.20	14.98	14.91	14.78	14.67	14.52	14.79	14.99	14.97	14.75	14.77	
Term Loans (over 5 years)	17.11	17.02	16.87	16.59	16.36	15.62	15.31	14.63	13.67	13.91	15.01	14.94	14.47	13.92	
11. Negotiated Lending Rate	14.03	14.17	14.28	14.26	14.24	13.81	13.51	13.38	13.18	13.68	13.79	13.71	13.97	13.80	
B: Foreign Currency															
Deposits Rates															
Call Accounts															
Savings Deposits Rate	2.38	2.38	2.36	2.37	1.53	1.46	1.46	1.38	1.46	1.46	1.32	1.43	1.48	1.52	
Overall Time Deposits Rate	2.84	2.81	2.30	2.36	2.26	3.68	2.12	2.13	1.68	1.99	1.76	1.97	2.07	2.06	
1-months	2.66	3.86	2.36	1.85	2.09	3.68	2.06	2.04	1.40	1.73	1.76	1.68	1.63	1.64	
2-months	4.01	2.66	1.80	2.34	2.49	3.46	2.03	2.01	1.64	1.93	1.44	1.93	2.02	1.86	
3-months	2.61	2.64	2.45	2.93	2.10	4.24	2.09	2.06	1.00	1.95	1.64	2.01	1.89	1.85	
6-months	2.47	2.63	2.71	2.55	2.15	3.95	1.96	1.99	1.94	1.95	1.85	1.84	1.84	1.92	
12-months	2.43	2.27	2.18	2.12	2.49	3.07	2.48	2.53	2.42	2.40	2.10	2.41	2.97	3.05	
Overall Lending Rate	9.28	9.68	9.69	9.69	9.76	9.72	8.11	9.02	9.03	8.85	8.90	8.78	7.95	8.57	
Short-term (up to 1 year)	4.86	6.92	6.96	6.94	6.94	6.95	6.49	3.84	3.86	3.73	3.52	3.27	2.01	1.86	
Medium-term (1-2 years)	10.86	10.76	10.13	10.77	11.03	11.03	8.17	11.06	11.12	10.04	10.17	10.07	6.64	10.16	
Medium-term (2-3 years)	10.10	10.13	10.82	10.27	10.28	10.23	8.76	10.28	10.26	10.39	10.42	10.42	1.47	10.21	
Long-term (3-5 years)	10.55	10.55	10.54	10.50	10.52	10.41	8.65	10.29	10.29	10.47	10.76	10.49	11.01	11.00	
Term Loans (over 5 years)	10.05	10.02	10.01	10.00	10.01	10.01	8.47	9.63	9.64	9.64	9.64	9.64	9.64	9.64	

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 May ^p		% Change
	May	Apr	May	May 09- May 10	Apr 10- May 10	2009	2010	
Traditional Exports:								
COFFEE								
Value	9.6	2.2	2.2	-76.8	0.6	109.8	80.9	-26.3
Volume	4.6	0.6	0.8	-82.4	32.0	51.8	38.5	-25.8
Unit Price	2,087.7	3,625.6	2,764.4	32.4	-23.8	2,117.7	2,104.1	-0.6
COTTON								
Value	8.0	2.4	0.7	-90.6	-68.8	126.1	97.2	-22.9
Volume	8.1	2.1	0.6	-92.2	-69.9	105.2	88.6	-15.8
Unit Price	984.2	1,152.4	1,193.2	21.2	3.5	1,198.1	1,096.7	-8.5
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	2.4	3.6	3.3	40.5	-8.0	33.2	39.9	20.2
Volume	1.5	1.7	1.6	7.1	-2.1	20.2	19.3	-4.5
Unit Price	1,555.8	2,171.9	2,040.2	31.1	-6.1	1,644.6	2,068.8	25.8
TOBACCO								
Value	0.0	11.3	6.0	#DIV/0!	-46.5	143.1	172.7	20.7
Volume	0.0	2.8	2.3	#DIV/0!	-17.9	45.7	39.7	-13.1
Unit Price	0.0	4,009.2	2,614.4	#DIV/0!	-34.8	3,130.2	4,346.3	38.9
CASHEWNUTS								
Value	0.22	1.23	0.0	-89.0	-98.1	51.5	47.8	-7.2
Volume	0.38	1.95	0.0	-91.2	-98.3	71.8	65.7	-8.5
Unit Price	564.9	629.2	705.7	24.9	12.2	717.1	727.3	1.4
CLOVES								
Value	0.10	0.16	0.0	-89.0	-93.2	14.7	10.5	-28.1
Volume	0.04	0.08	0.0	-76.2	-87.0	4.3	3.5	-19.9
Unit Price	2,419.8	2,126.3	1,117.2	-53.8	-47.5	3,379.7	3,030.8	-10.3
Sub Total	20.3	20.9	12.4	-38.8	-40.8	479.6	449.1	-6.3
Non-Traditional Exports:								
Minerals								
	72.5	155.8	139.4	92.2	-10.5	885.1	1,444.0	63.1
Gold	70.9	151.0	135.6	91.1	-10.2	834.3	1,399.6	67.7
Diamond	0.1	3.4	0.1	22.5	--	17.4	20.3	16.7
Other minerals ¹	1.5	1.5	3.7	--	151.1	33.3	24.1	-27.8
Manufactured Goods								
	39.8	65.8	34.9	--	-47.0	645.5	579.5	-10.2
Cotton Yarn	0.1	0.4	0.3	170.4	-22.7	15.7	11.8	-24.8
Manufactured Coffee	0.0	0.0	0.1	0.0	0.0	0.4	0.8	124.3
Manufactured Tobacco	0.3	0.4	0.4	33.5	15.3	3.0	6.0	97.7
Sisal Products (Yarn & Twine)	0.8	0.7	0.6	0.0	-15.6	6.7	7.4	10.5
Other manufactured Goods ²	38.6	64.3	33.4	--	-48.1	619.6	553.5	-10.7
Fish and Fish Products								
	8.4	9.7	11.6	37.4	20.0	135.9	136.3	0.3
Horticultural products								
	2.9	2.3	2.8	-3.0	21.6	35.5	33.2	-6.3
Re-exports								
	3.5	15.2	1.5	--	-90.4	118.2	109.2	-7.6
Others Exports³								
	13.3	20.8	21.3	60.6	2.2	299.6	328.8	9.8
Sub Total	140.4	269.6	211.3	92.0	-21.6	2,119.7	2,631.0	24.1
GRAND TOTAL	160.7	290.6	223.7	80.8	-23.0	2,599.3	3,080.2	18.5

Note:

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

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

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

p = Provisional data.

- = Small value

-- = Very big value

--- = Information not available

Totals may not add up due to rounding of numbers.

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

Source: Bank of Tanzania, TRA

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

Millions of USD

Items	2009 ^P	2010		% Change		Year Ending May ^P		% Change
	May	Apr	May	May 09- May10	Apr 10- May 10	2009	2010	
Capital Goods	218.8	161.8	197.2	-9.8	21.9	2,605.6	2,518.9	-3.3
Transport Equipments	77.2	49.2	61.8	-19.9	25.7	738.9	745.3	0.9
Building and Constructions	33.7	38.0	38.7	14.9	1.8	610.0	566.3	-7.2
Machinery	107.8	74.6	96.7	-10.3	29.6	1,256.7	1,207.3	-3.9
Intermediate Goods	113.8	254.5	218.9	92.3	-14.0	2,121.2	2,413.6	13.8
Oil imports	76.8	204.4	168.5	119.2	-17.6	1,473.2	1,808.3	22.7
Fertilizers	6.1	4.1	5.8	-5.3	42.2	156.2	83.5	-46.5
Industrial raw materials	30.9	46.0	44.7	44.7	-2.8	491.9	521.8	6.1
Consumer Goods	116.1	117.6	143.1	23.2	21.7	1,300.7	1,497.7	15.1
Food and food stuffs	39.5	41.0	33.0	-16.5	-19.4	326.8	395.2	21.0
All other consumer goods ¹	76.6	76.6	110.1	43.8	43.8	974.0	1,102.5	13.2
Grand Total (f.o.b)	448.9	534.0	559.3	24.6	4.7	6,027.5	6,430.3	6.7
Grand Total (c.i.f)	493.3	586.8	614.6	24.6	4.7	6,623.6	7,066.3	6.7

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
<i>Balance on Goods</i>	<i>-1,318.5</i>	<i>-1,946.5</i>	<i>-2,634.1</i>	<i>-3,447.4</i>	<i>-2,679.4</i>
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
<i>Balance on Services</i>	<i>61.8</i>	<i>278.7</i>	<i>462.1</i>	<i>392.9</i>	<i>321.4</i>
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
<i>Balance on Goods and Services</i>	<i>-1,256.6</i>	<i>-1,667.8</i>	<i>-2,172.0</i>	<i>-3,054.4</i>	<i>-2,358.0</i>
<i>Balance on income</i>	<i>-102.0</i>	<i>-64.1</i>	<i>-58.1</i>	<i>-90.8</i>	<i>-74.0</i>
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
<i>Balance on Goods, Services and Income</i>	<i>-1,358.6</i>	<i>-1,731.8</i>	<i>-2,230.1</i>	<i>-3,145.2</i>	<i>-2,432.0</i>
<i>Balance on Current transfers</i>	<i>495.7</i>	<i>588.7</i>	<i>651.5</i>	<i>609.4</i>	<i>686.2</i>
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
<i>Total, Groups A through C</i>	<i>85.9</i>	<i>85.7</i>	<i>279.1</i>	<i>-253.1</i>	<i>274.0</i>
D. Net Errors and Omissions	-314.5	374.9	125.5	401.1	91.0
<i>Overall balance</i>	<i>-228.7</i>	<i>460.7</i>	<i>404.6</i>	<i>148.0</i>	<i>365.0</i>
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	Food	Non-Food											
	(General Index)		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-May	5.0	2.8	8.4	13.0	7.4	4.2	7.5	8.4	11.1	4.7	9.4	8.0	10.1	2.0
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

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 Equip.	Household operations	Personal care & Health	Recreation & Entertain.	Transportation	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
2006- Dec	2.1	2.9	0.4	0.3	1.8	0.0	-1.7	1.4	1.8	0.4	1.8	1.1	1.8	0.6
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

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	2008/09	2009/10						Jan-10	Feb-10	Mar-10	Apr-10	May-10
		Jul-09	Aug-09	Sep-09	Oct-09	Nov-09	Dec-09					
1. Overall Total Debt Committed²	8,260.7	8,585.3	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
Disbursed outstanding debt	5,623.6	5,664.4	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
Undisbursed debt	2,637.1	2,920.9	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. Disbursed Debt by Creditor Category²	5,623.6	5,664.4	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
Bilateral debt	933.5	932.1	938.5	944.3	941.5	949.7	938.6	940.0	939.4	931.3	913.1	911.2
Multilateral debt	3,535.1	3,607.2	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
Commercial debt	708.2	706.2	702.0	709.2	713.5	640.8	638.1	639.4	634.2	595.2	592.8	598.8
Export credits	446.8	419.0	418.8	464.1	485.5	538.2	537.5	539.5	538.9	538.5	543.5	543.0
3. Disbursed Debt by Borrower Category²	5,623.6	5,622.4	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
Central Government	4,221.2	4,166.6	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
Parastatal Companies	392.3	392.3	394.6	396.7	398.9	442.7	506.6	503.9	488.3	486.1	484.1	475.6
Private Sector	1,010.0	1,063.5	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
4. Disbursed Debt by Use of Funds²	5,623.6	5,537.5	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
BOP & Budget Support	1,838.5	1,972.6	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
Transport & Telecommunication	695.7	634.9	656.2	705.5	707.1	723.1	723.1	721.8	719.9	661.0	658.3	659.6
Agriculture	599.0	605.9	609.8	614.3	654.4	653.0	658.2	677.7	687.7	676.2	670.3	664.5
Energy & Mining	808.7	758.4	816.1	820.4	823.3	810.2	801.1	800.3	756.4	726.8	723.6	716.0
Industries	141.9	148.0	148.6	152.9	154.0	153.1	183.4	184.6	184.1	179.7	179.3	178.3
Social Welfare & Education	756.8	760.7	815.6	829.9	832.9	847.9	849.2	848.7	833.2	848.6	846.1	821.7
Finance and Insurance	73.8	73.7	73.9	80.2	80.6	80.8	79.0	80.7	80.0	78.6	78.2	84.2
Tourism	90.6	90.6	90.7	90.7	91.0	96.6	87.0	86.6	86.5	87.0	92.0	95.6
Others	618.7	492.7	774.8	787.1	780.1	823.9	810.8	919.4	877.3	944.0	915.6	914.3
5. Total Amount of Loan Contracted¹	965.9	313.0	9.5	15.3	4.2	1.0	101.8	100.9	0.0	0.0	0.0	0.0
Government	218.0	250.1	0.0	0.0	0.0	0.0	101.8	30.9	0.0	0.0	0.0	0.0
Parastatal Companies	336.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Private	412.0	62.9	9.5	15.3	4.2	1.0	0.0	70.0	0.0	0.0	0.0	0.0
6. Disbursements¹	941.2	57.7	159.1	50.0	20.3	6.8	115.0	37.6	125.3	35.2	167.6	29.2
Government	480.2	56.3	157.6	19.9	20.3	6.8	49.0	32.2	125.3	35.2	167.6	29.231
Parastatal Companies	246.7	0.0	0.0	0.0	0.0	0.0	63.4	0.0	0.0	0.0	0.0	0
Private	214.3	1.3	1.4	30.1	0.0	0.0	2.5	5.4	0.0	0.0	0.0	0
7. Scheduled Debt Service¹	271.0	46.4	8.6	13.5	22.3	12.2	38.5	37.8	7.8	13.7	21.5	
8. Actual Debt Service¹	54.0	20.3	3.4	5.3	3.4	4.9	5.7	6.8	0.9	5.4	7.4	4.5
Principal	24.1	6.6	2.9	4.5	2.5	1.8	3.3	4.0	0.2	2.8	2.9	3.4
Interest	29.9	13.7	0.5	0.7	0.9	3.1	2.4	2.9	0.7	2.6	4.4	1.0
Others	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0
9. Net Transfers¹	887.2	37.3	155.7	44.7	16.9	1.9	109.3	30.8	124.4	29.7	160.2	24.8
10. Total Arrears by Creditors Category²	2,807.0	2,792.1	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
Principal	1,293.4	1,257.7	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
Bilateral	452.8	454.4	460.4	468.3	468.9	468.9	472.4	476.8	479.7	472.7	456.1	457.6
Multilateral	17.2	19.5	19.5	20.0	23.6	20.1	22.8	15.9	15.9	15.9	16.3	16.2
Commercial	449.3	459.0	454.0	456.4	461.5	470.0	380.2	405.6	402.2	369.4	372.6	373.7
Export Credits	374.1	324.7	328.6	321.3	347.2	347.4	308.7	253.1	253.8	253.6	255.9	254.7
Interest	1,513.6	1,534.4	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
Bilateral	667.7	673.1	680.7	689.0	689.4	703.9	715.8	724.5	722.0	716.4	710.3	713.8
Multilateral*	10.0	15.5	15.5	16.0	16.0	16.1	16.9	17.1	17.2	17.4	17.4	17.4
Commercial	557.1	569.6	558.7	562.2	580.1	573.5	584.2	588.2	579.4	572.6	585.9	575.8
Export Credits	278.9	276.2	274.3	274.8	282.5	285.4	288.0	290.7	289.4	285.4	290.3	296.6
11. External Debt Stock	7,137.3	7,156.8	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
12. Domestic Debt Stock	1,741.1	1,772.2	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
13. Total Debt Stock	8,878.3	8,929.0	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
End Period Exchange Rate	1,299.4	1,313.3	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

*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.

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