



BANK OF TANZANIA

Monthly Economic Review

May 2010

TABLE OF CONTENTS

1.0	INFLATION DEVELOPMENTS	1
2.0	MONETARY AND FINANCIAL DEVELOPMENTS	4
	MONEY SUPPLY AND CREDIT DEVELOPMENTS	4
3.0	GOVERNMENT BUDGETARY OPERATIONS	12
	WORLD COMMODITY PRICES	22
5.0	NATIONAL DEBT DEVELOPMENTS	23
	NATIONAL DEBT DEVELOPMENTS	23
6.0	ECONOMIC DEVELOPMENTS IN ZANZIBAR	26
	DEBT DEVELOPMENTS	30
	DOMESTIC DEBT	31
	DOMESTIC DEBT BY CREDITORS	31
	DOMESTIC DEBT BY MATURITY	31
	STATISTICAL TABLES	37
	GLOSSARY	ERROR! BOOKMARK NOT DEFINED.

1.0 Inflation Developments

Annual headline inflation rate increased to 9.4 percent in April 2010 from 9.0 percent recorded in March 2010, due to increase in both non-food and food inflation (**Table 1.1 and Chart 1.1**). Nonetheless, the 12-month average annual headline inflation was 11.1 percent in April 2010, slightly below 11.5 percent recorded in the corresponding period a year earlier (May 2008 to April 2009). **Month-to-month headline inflation rate** declined to negative 0.1 percent in April 2010 from 0.1 percent in March 2010 due to decrease in average food prices.

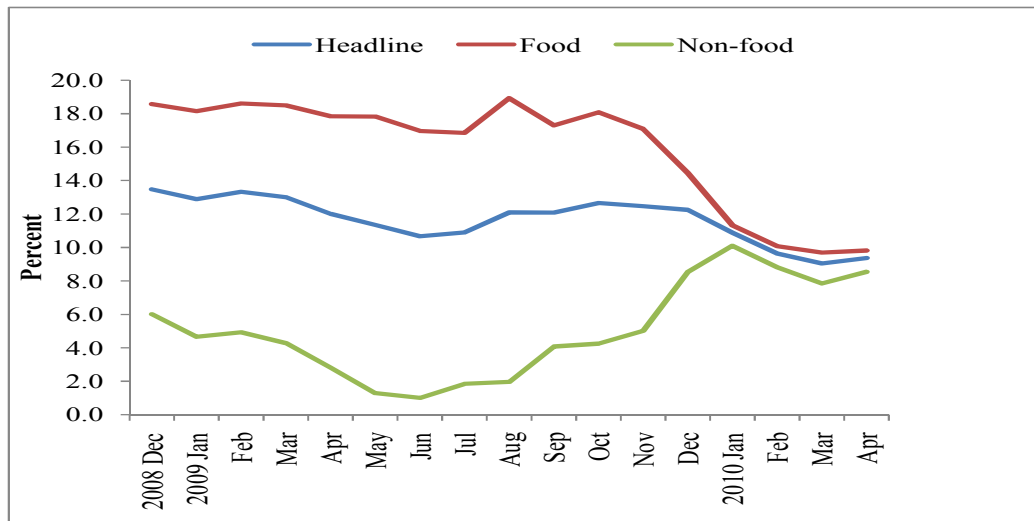
Table 1.1: Annual Percentage Change in Consumer Price Index (ALL-Urban)

(Base: Dec 2001 = 100)

Major Commodity Group	Weight (%)	2008			2009			2010		
		Feb	Mar	Apr	Feb	Mar	Apr	Feb	Mar	Apr
Headline/Overall	100	8.9	9.0	9.7	13.3	13.0	12.0	9.6	9.0	9.4
Food	55.9	11.4	11.2	11.6	18.6	18.5	17.8	10.1	9.7	9.8
Non-food	44.1	5.3	5.8	6.9	4.9	4.3	2.9	8.9	7.8	8.5
Transportation	9.7	4.9	6.0	7.6	3.4	3.2	0.4	3.4	4.1	5.4
Fuel, Power and Water	8.5	6.8	8.3	11.3	2.5	0.3	-4.1	20.3	16.3	19.9
Drinks and Tobacco	6.9	10.2	9.1	8.6	5.3	5.7	6.1	11.5	9.7	10.1
Clothing & Footwear	6.4	0.3	1.0	1.1	4.6	4.4	4.9	4.5	5.5	3.6
Education	2.6	5.6	5.6	6.1	9.9	11.2	10.8	6.0	3.5	2.9
Furniture & Household Equip.	2.1	4.1	4.9	4.9	6.9	7.1	7.3	1.6	2.2	1.7
H/h Operations										
Maintenance	2.1	2.9	2.9	2.8	5.1	4.7	4.6	4.7	5.0	4.7
Personal Care & Health	2.1	3.4	3.1	3.3	7.6	7.7	7.5	4.9	5.6	5.8
Rents	1.4	2.4	1.7	2.1	12.6	12.6	12.2	2.6	2.9	2.8
Recreation & Entertainment	0.8	4.0	3.5	4.2	10.9	10.5	9.2	3.4	3.0	4.4
Misc. Goods & Services	1.5	1.8	1.0	1.5	3.6	3.5	5.6	-1.8	-2.0	-5.2

Source: National Bureau of Statistics and Bank of Tanzania Computation.

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



Source: National Bureau of Statistics and Bank of Tanzania Computation

Annual non-food inflation rate rose to 8.5 percent in April 2010 from 7.8 percent in March 2010, mainly due to increase in price of fuel, power and water subgroup that recorded the highest annual increase of 19.9 percent, followed by drinks and tobacco with an increase of 10.1 percent. On the other hand, the 12-month average annual non-food inflation rate was 5.3 percent in April 2010, lower than the average rate of 6.1 percent recorded in the corresponding period of 2009. Meanwhile, **month-to-month non-food inflation rate** increased to 0.1 percent in April 2010 from negative 0.7 percent in March 2010, largely on account of increase in the average price of items under drinks, charcoal, furniture, household equipments and recreation items.

Annual food inflation rate, increased slightly to 9.8 percent in April 2010 from 9.7 percent in March 2010. The 12-month average food inflation rate was 14.9 percent in April 2010, slightly lower than 15.1 percent registered in the corresponding period of 2009. **Month-to-month food inflation rate** slowed down to negative 0.1 percent in April 2010 from 0.5 percent posted in March 2010, on account of decreases in average price of cereals, cassava, potatoes, cooking bananas, fruits, beans and nuts.

Food Supply Situation

Assessment conducted in March 2010 by the Ministry of Agriculture Food Security and Cooperatives revealed that 717,684 people in 47 districts were facing food shortages, requiring

food relief of 21,604 tons in March through May 2010. Hence food aid during the period is estimated at 2,160 tons free of charge and 19,444 tons at subsidised price.

Meanwhile, wholesale price for major food crops declined during the year ending April 2010 with exception of potatoes, sorghum and beans (**Table 1.2 and Chart 1.3**). However, on a month to month basis, the wholesale price of all selected food items decreased, following the increase in food supply associated with short rain crop harvest.

Table 1.2: National Average Wholesale Price for Selected Food Items

TZS per 100 kg

Item	2009	2010		Percentage change	
	Apr	Mar	Apr	Apr 09 to Apr 10	Mar to Apr 2010
Maize	35,900	41,464	34,600	-3.6	-16.6
Rice	115,695	105,607	100,428	-13.2	-4.9
Beans	90,579	95,098	93,104	2.8	-2.1
Sorghum	48,017	51,196	49,435	3.0	-3.4
Potatoes	42,037	47,246	49,340	17.4	4.4

Source: Ministry of Industry, Trade and Marketing

National Food Reserves

The Stock of maize and sorghum held by the National Food Reserve Agency (NFRA) declined to 53,851 tons at the end of April 2010, from 60,694 tons recorded in the preceding month. The decline in the stocks was on account of sale of grains to the Government for distribution to the districts experiencing food shortages. Meanwhile, NFRA purchased 73,883 tons of maize from the domestic markets during July 2009 to April 2010. This amount is 53.8 percent of the target of 160,000 tons for 2009/10. During July 2009 to April 2010, the government and private traders purchased a total of 113,308 tons of maize from NFRA that was supplied to districts facing food shortages (**Table 1.3**).

Table 1.3: National Food Reserve Agency (NFRA) Stock

Period	2005	2006	2007	2008	2009	<i>Tons</i>	
						2010	% 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		
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		

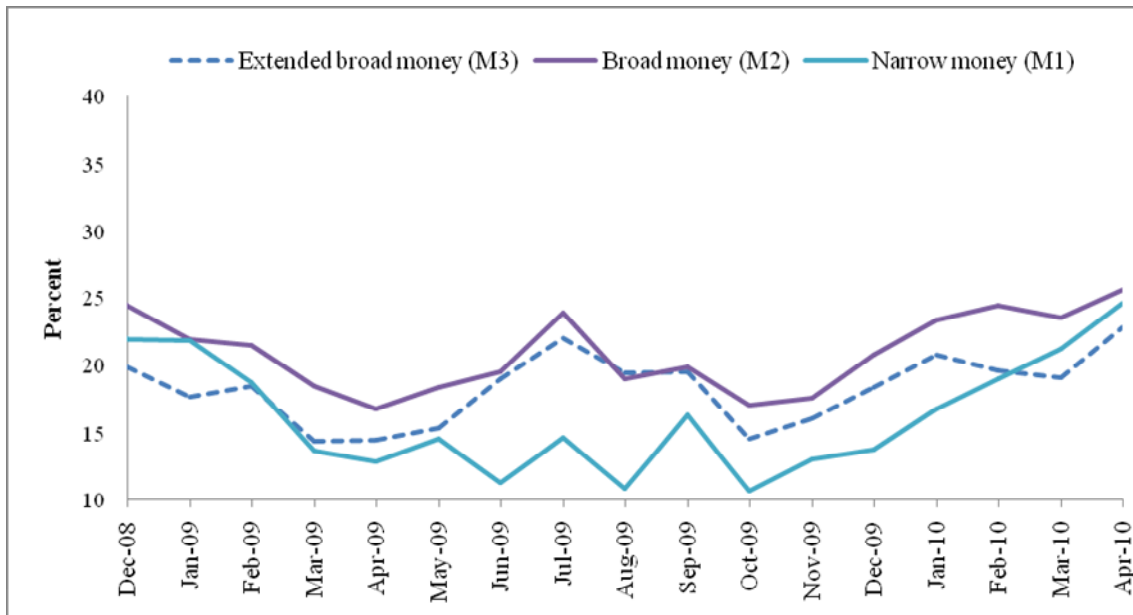
Source: National Food Reserve Agency

2.0 Monetary and Financial Developments

Money Supply and Credit Developments

In the year ending April 2010, extended broad money supply (M3) recorded an annual growth rate of 22.8 percent, higher than the 19.1 percent recorded in the preceding month, and much higher than 14.5 percent recorded in the year ending April 2009. Similarly, broad money supply (M2) registered an annual growth of 25.6 percent, being higher than 23.5 percent recorded in the preceding month and 16.8 percent recorded in the corresponding month in 2009 (**Chart 2.1**).

Chart 2.1: Annual Growth Rates of Monetary Aggregates



Source: Bank of Tanzania

Growth in money supply was explained by increase in both Net Foreign Assets (NFA) and Net Domestic Assets (NDA) of the banking system. NFA increased by TZS 952.3 billion during the year ending April 2010, compared with an increase of TZS 350.8 billion recorded in the year ending April 2009. NFA of Other Depository Corporations (ODCs) continued to increase sharply, recording an annual growth rate of 76.6 percent in April 2010, compared with a decline of 0.2 percent recorded in the corresponding period of 2009 ([Table 2.1](#)).

Table 2.1: Selected Money Supply Components

Item	Billions of TZS									
					Monthly Change		Annual Growth Rates (%)			
	Apr-09	Feb-10	Mar-10	Apr-10	Mar-10	Apr-10	Apr-09	Mar-10	Apr-10	
Net Foreign Assets of the Banking System	4,197.8	4,947.5	4,915.9	5,150.1	-31.7	234.3	9.1	18.6	22.7	
Bank of Tanzania	3,546.4	3,911.1	3,845.0	3,999.6	-66.1	154.6	11.0	11.2	12.8	
Other Depository Corporations	651.4	1,036.4	1,070.9	1,150.5	34.5	79.6	-0.2	55.6	76.6	
Net Domestic Assets of the Banking System	3,429.6	4,089.9	4,172.2	4,215.6	82.3	43.3	21.8	19.6	22.9	
Domestic Claims	4,282.0	5,257.4	5,445.0	5,675.1	187.6	230.1	31.2	27.9	32.5	
Claims on central government (net)	-353.0	221.3	319.2	339.1	97.8	19.9	---	---	---	
Claims on Central Government	2,070.7	2,879.8	2,930.8	3,081.7	51.0	150.9	-10.5	42.8	48.8	
Liabilities to Central Government	2,423.6	2,658.4	2,611.6	2,742.6	-46.8	131.0	-3.1	7.8	13.2	
Claims on Other Sectors	4,634.9	5,036.1	5,125.8	5,336.0	89.8	210.2	34.3	10.8	15.1	
Extended Broad Money Supply (M3)	7,627.4	9,037.5	9,088.1	9,365.7	50.6	277.6	14.5	19.1	22.8	
Foreign Currency Deposits (FCD) in National Currency	2,075.4	2,155.7	2,203.1	2,393.2	47.4	190.1	8.6	7.0	15.3	
<i>FCD in millions of US dollar</i>	1,571.8	1,625.7	1,656.2	1,781.3	30.5	125.1	-1.2	5.6	13.3	
Broad Money Supply (M2)	5,552.0	6,881.7	6,884.9	6,972.5	3.2	87.5	16.8	23.5	25.6	
Other Deposits in National Currency	2,488.4	3,135.5	3,129.0	3,155.9	-6.5	26.9	22.1	26.4	26.8	
Narrow Money Supply (M1)	3,063.6	3,746.2	3,755.9	3,816.5	9.7	60.6	12.9	21.2	24.6	
Currency in Circulation	1,349.6	1,524.9	1,543.0	1,543.1	18.1	0.1	17.0	12.9	14.3	
Transferable Deposits in National Currency	1,714.0	2,221.3	2,212.9	2,273.4	-8.4	60.5	9.8	27.8	32.6	

Source: Bank of Tanzania

A notable turnaround in holdings of NFA by ODCs has been observed recently as ODCs took cautious lending strategies, while the Bank maintained moderate tender sizes consistent with its monetary policy stance.

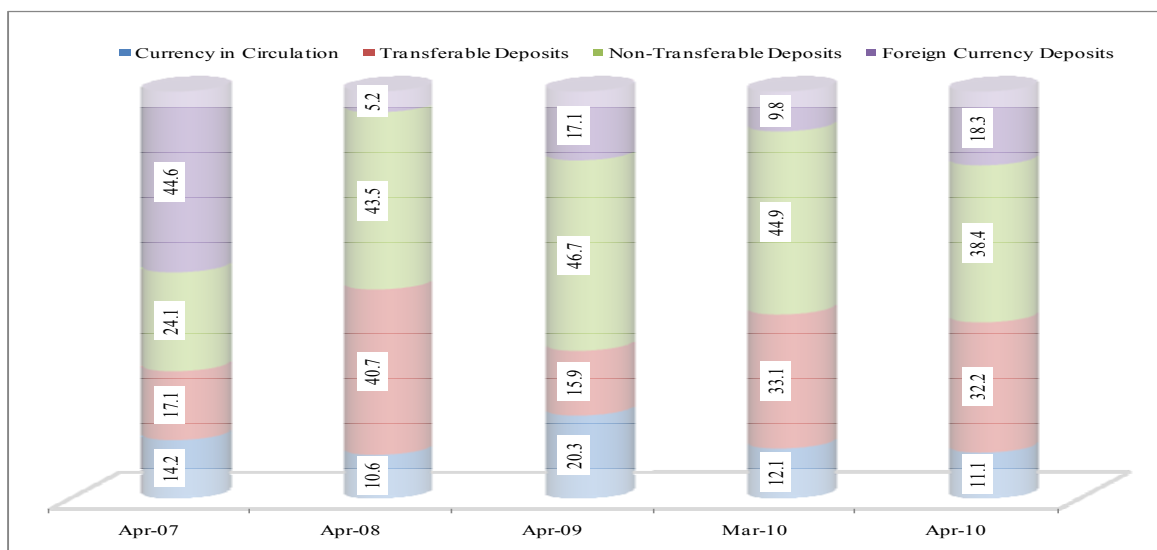
Meanwhile, NDA of the banking system increased by TZS 786.0 billion in the year ending April 2010, compared with TZS 612.9 billion recorded in the same period a year earlier. This development was mainly explained by the increase in net claims on government consistent with the countercyclical fiscal measures pursued by the Government to address the adverse effects of the global financial crisis. During the period, the Government borrowed TZS 692.0 billion on net basis compared with a net repayment of TZS 166.0 billion recorded in a similar period a year earlier. On the other hand, annual growth of credit to the private sector was 15.1 percent in April 2010 from 10.8 percent recorded in the preceding month, but remained below the 34.3 percent recorded in the year ending April 2009. It deserves noting that growth of credit to the private sector has started to pick up, partly reflecting the impact of the Government Rescue Plan.

Private sector credit to major economic activities recorded some improvements in the year ending April 2010, when compared with the year ending March 2010, except for building and construction that recorded a slow credit growth of 10.5 percent from 12.8 percent. However, when compared with the growth rates recorded in the corresponding period of 2009, all activities experienced slow growth rates of credit by banks, except for Transport and communication.

On monthly basis, ODCs credit to private sector increased by TZS 210.2 billion in April 2010, compared with an increase of TZS 8.7 billion recorded in the corresponding period a year earlier, and TZS 89.8 billion recorded in the preceding month. Personal loans continued to hold a largest share accounting for 21.4 percent of the total stock of outstanding loans in April 2010, slightly below the 21.8 percent recorded in the preceding month. Out of the total personal loans, foreign currency component was 4.7 percent in April 2010, the same rate that was recorded in the preceding month. The second largest share of credit was held in trade activities that accounted for 18.9 percent.

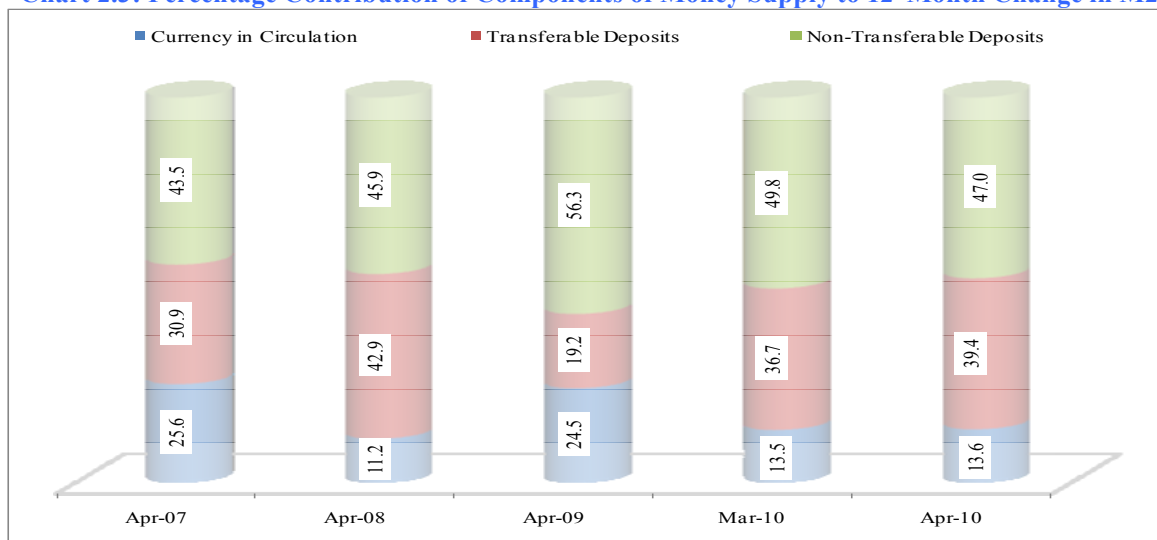
In terms of composition of money supply, non transferable deposits (savings and time deposits) remained the dominant component explaining changes in M3 and M2 during the year ending April 2010, consistent with the continued improvement in banking services and financial products offered by ODCs (Charts 2.2 and 2.3).

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



Source: Bank of Tanzania

Chart 2.3: Percentage Contribution of Components of Money Supply to 12-Month Change in M2



Source: Bank of Tanzania

Interest Rate Developments

During April 2010, interest rates of all money market instruments declined, consistent with the prevailing monetary policy stance. The overall weighted average yields of Treasury bills recorded a historical low level of 2.7 percent in April 2010 from 4.15 percent registered in March 2010 and 11.01 percent in April 2009. Similarly, Treasury bonds yields recorded a decline across all maturities, while repo rate reached a record low of 0.79 percent in April 2010, from 1.02 recorded in the preceding month and further lower than 8.25 percent recorded in the corresponding month in 2009. Overnight cash market rate declined further to 0.86 percent in April 2010 from 0.98 percent recorded in March 2010 and far below than 9.29 percent registered in the corresponding month a year earlier ([Table 2.2](#)).

Table 2.2: Weighted Average Interest Rates Structure

Item	Percent									
	Apr-09	Jun-09	Sep-09	Oct-09	Nov-09	Dec-09	Jan-10	Feb-10	Mar-10	Apr-10
Overall Interbank cash market rate	9.58	5.03	1.34	1.63	1.62	1.57	1.80	1.89	1.29	0.92
<i>Overnight interbank cash market</i>	9.29	4.46	1.04	1.21	1.19	1.46	1.67	1.66	0.98	0.86
REPO Rate	8.25	4.90	1.12	1.32	1.28	1.26	1.22	1.22	1.06	0.79
Discount Rate	16.01	10.31	4.40	3.70	3.70	3.70	7.58	7.58	7.58	7.58
Overall Treasury bills rate	11.01	6.97	4.52	5.17	6.36	6.91	7.20	6.32	4.15	2.70
<i>35 days</i>	7.03	4.81	2.07	3.01	3.33	3.80	4.57	4.09	1.99	1.26
<i>91 days</i>	10.55	5.56	2.97	3.38	5.29	6.06	6.35	5.57	3.25	1.77
<i>182 days</i>	12.04	7.86	4.84	4.90	5.28	6.59	7.20	6.33	4.45	2.58
<i>364 days</i>	12.57	9.11	7.79	8.22	8.60	8.83	9.06	8.24	6.32	4.86
Savings Deposit Rate	2.72	2.69	2.66	2.65	2.67	2.83	2.84	2.89	2.88	2.83
Treasury Bonds Rates										
<i>2-years</i>	15.28	11.51	11.51	10.89	10.89	10.89	10.89	9.40	9.40	9.40
<i>5-years</i>	17.32	16.58	13.45	13.45	13.45	13.45	13.77	13.77	13.77	13.77
<i>7-years</i>	17.06	17.06	14.14	14.14	14.15	14.15	14.15	14.15	12.11	12.11
<i>10-years</i>	19.92	19.92	16.95	16.95	16.95	16.73	16.73	16.73	16.73	11.96
Overall Time Deposits Rate	7.10	6.79	6.73	6.41	6.52	6.36	6.12	5.82	6.11	5.96
<i>12 month time deposit rate</i>	8.98	9.07	8.83	8.83	8.76	8.99	9.06	8.84	8.78	8.67
Negotiated Deposit Rate	11.27	10.13	10.60	10.11	9.85	9.94	7.44	7.16	9.41	9.63
Overall Lending rate	15.45	15.48	14.90	14.75	14.74	14.38	14.39	14.86	14.83	14.59
<i>Short-term lending rate (up to 1year)</i>	13.87	14.57	13.98	13.92	14.00	13.96	13.76	14.73	14.62	13.88
Negotiated Lending Rate	14.03	14.28	13.81	13.51	13.38	13.18	13.68	13.79	13.71	13.97
Margin between short-term lending and one-year time deposit rates	4.90	5.50	5.15	5.08	5.24	4.97	4.71	5.89	5.84	5.21

Source: Bank of Tanzania

As for interest rates offered by ODCs, a mixed trend of different magnitudes was observed during the period under review. Specifically, overall time deposits rate declined to 5.96 percent in April 2010, from 6.11 percent registered in the preceding month, and 7.10 percent recorded in the corresponding period in 2009. Negotiated deposit rate increased slightly to 9.63 percent in the month under review from 9.41 percent recorded in the preceding month, but significantly lower than 11.27 percent registered during the same period in 2009. Savings deposit rate declined slightly to 2.83 percent in April 2010 from 2.88 percent recorded in the preceding month, but was higher than 2.72 percent recorded in April 2009.

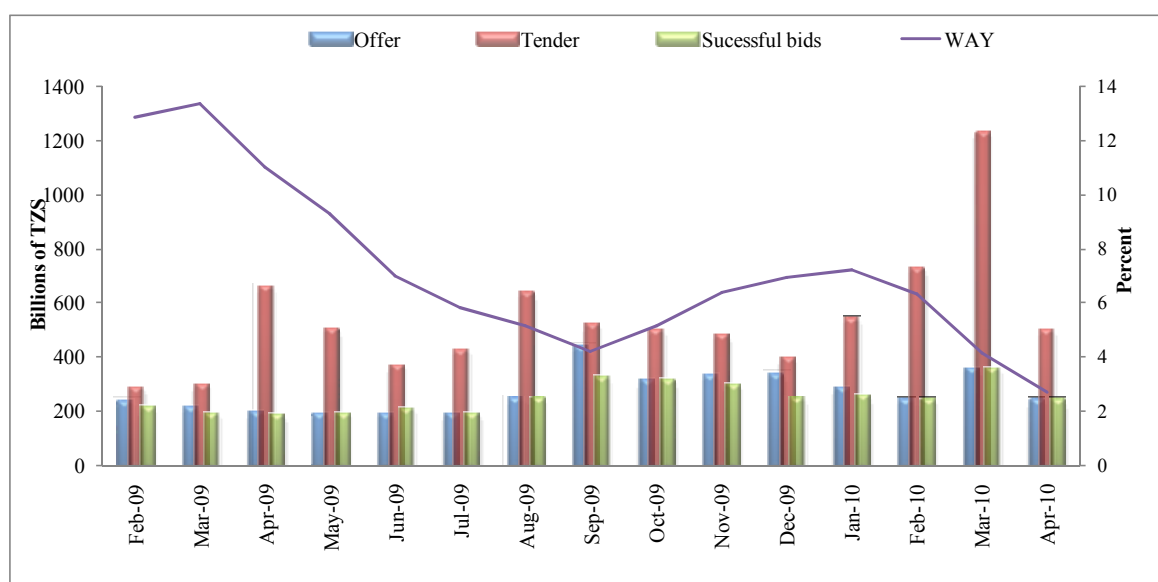
Overall lending rates declined to 14.59 percent in April 2010 from 14.83 percent recorded in March 2010 and 15.45 percent in April 2009, while short-term lending rates (up to one year) decreased to 13.88 percent in April 2010, compared with 14.62 percent in March 2010, but was slightly higher than 13.87 percent recorded in April 2009. On the other hand, negotiated lending rates increased to 13.97 percent in April 2010, from 13.71 percent recorded in the preceding month and 11.27 percent posted in April 2009. The spread between short-term lending rate (up to one year) and one year time deposit rate narrowed to 5.21 percentage points in April 2010, from 5.84 percentage points recorded in the preceding month.

Financial Markets Developments

Treasury Bills and Bonds Market

During April 2010, **Treasury bills** market was oversubscribed by more than two fold, the Bank offered Treasury bills worth TZS 240 billion, while demand was TZS 498.1 billion. Similar development was observed in the **Treasury bond** market where the Bank offered a 10-year bond worth TZS 30 billion, demand was TZS 108.3 billion, representing an oversubscription of TZS 78.3 billion. In both markets the Bank accepted bids which were equal to the amount offered. Commercial banks remained the dominant players in both markets accounting for more than 85 percent of the total subscribed amount, followed by pension funds which accounted for 10.2 percent (**Chart 2.4**).

Chart 2.4: Treasury Bills Market Developments



Source: Bank of Tanzania

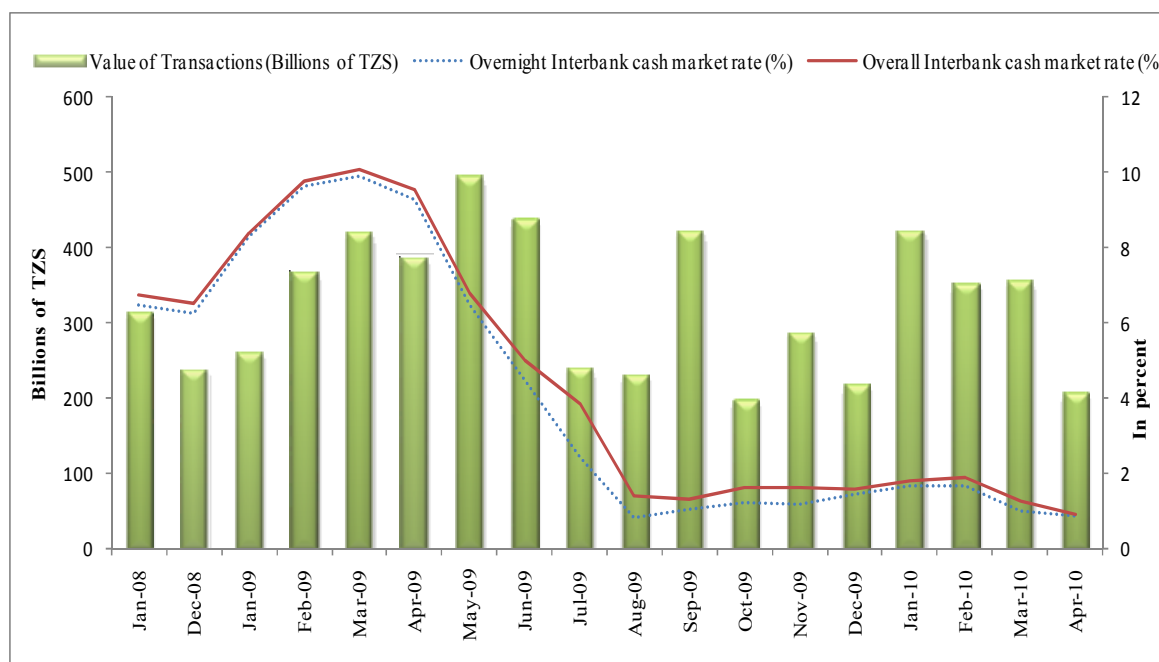
Repurchase Agreements and Inter-Bank Cash Market Developments

During April 2010, the Bank continued to conduct daily Repo transactions with ODCs to fine-tune liquidity in the economy. During the month, Repos worth TZS 494.5 billion were conducted by the Bank lower than TZS 609.5 billion conducted in March 2010, but higher than 292.6 billion conducted in April 2009. The repo rate dropped to 0.79 percent in April 2010 from

1.02 percent recorded in the previous month, and 8.25 percent recorded in the corresponding period of 2009.

In the same period, volume of transaction in the inter-bank cash market remained moderate totalling about TZS 207 billion, lower than TZS 354.6 billion transacted in the preceding month and TZS 386.2 billion transacted in the corresponding period a year earlier. Notwithstanding these developments in the volume, the overnight inter-bank cash market rate declined to 0.86 percent in April 2010 from 0.98 percent recorded in March 2010, and far below the 9.29 percent registered in the corresponding period a year earlier (**Chart 2.5**).

Chart 2.5: Interbank Cash Market Developments



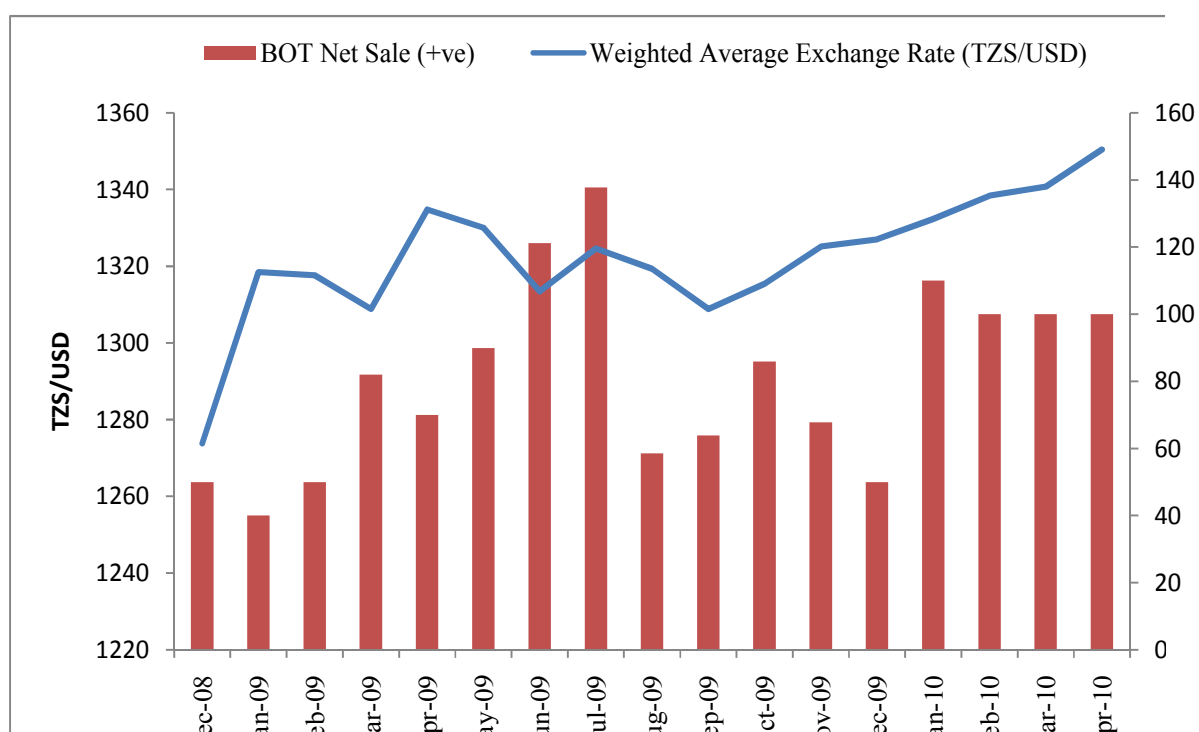
Source: Bank of Tanzania

Inter-Bank Foreign Exchange Market

During April 2010, the Bank participated in the Interbank Foreign Exchange Market (IFEM) to meet liquidity management objectives. The Bank continued to be the main supplier of foreign exchange in the IFEM selling USD 60 million on net basis, which accounted for 89.7 percent of the total volume traded in the IFEM. The share of the Bank’s participation during the month was higher compared with 59.8 percent recorded in the corresponding period of 2009. During

the period, the Shilling remained fairly stable, depreciating to TZS 1,350.46 per USD in April 2010 from an average of TZS 1,340.76 per USD recorded in March 2010 and TZS 1,334.82 per US dollar in the corresponding period of 2009 (**Chart 2.6**).

Chart 2.6: Inter-bank Foreign Exchange Market Operations



Source: Bank of Tanzania

3.0 Government Budgetary Operations

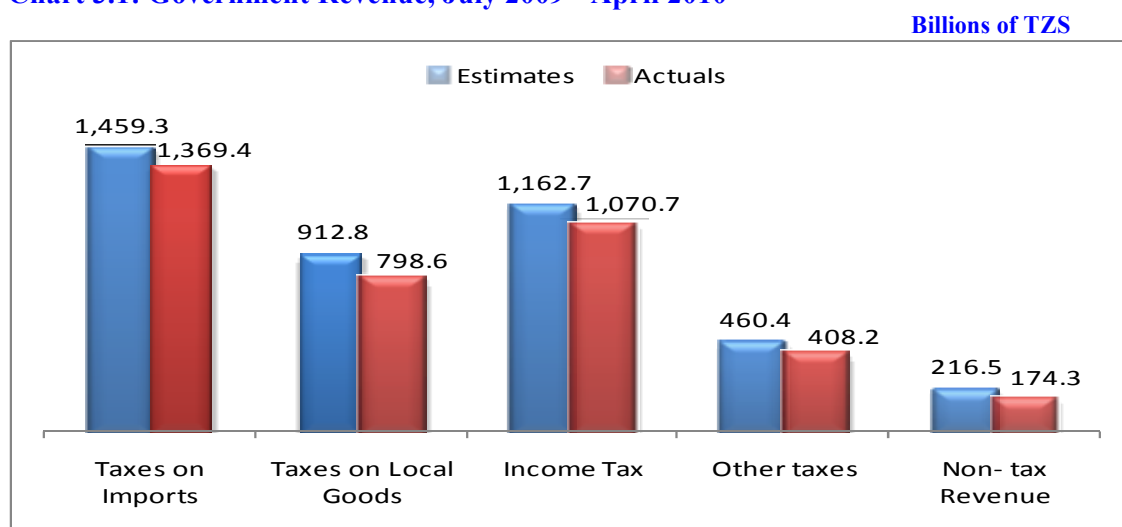
During July 2009 to April 2010, fiscal operations registered a deficit (adjusted to cash) of TZS 1,411.6 billion. The deficit was financed through foreign and net domestic borrowing amounting to TZS 1,195.0 billion and TZS 216.6 billion, respectively.

Revenue Performance

Total revenue collections in April 2010 amounted to TZS 330.9 billion, equivalent to 84.8 percent of the target. Out of the total revenue, tax revenue was TZS 316.9 billion, while non-tax revenue was TZS 14.0 billion. The shortfall in tax revenue was recorded in all tax categories with underperformance, being more pronounced in income tax.

On cumulative basis, revenue collections in the first ten months of 2009/10 (excluding Local Government Authorities own sources) amounted to TZS 3,821.2 billion or 90.7 percent of the target. The underperformance was mainly attributed to the second round effects of the global financial crisis and a lag in the implementation of tax reforms on petroleum products for the mining companies (**Chart 3.1**).

Chart 3.1: Government Revenue, July 2009 - April 2010



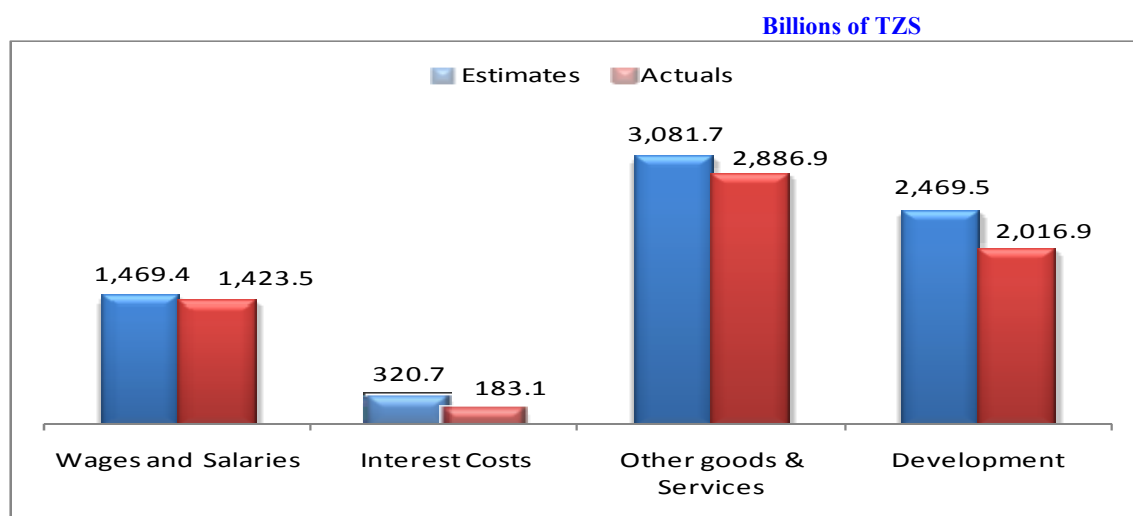
Source: Bank of Tanzania

Government Expenditure

During the month under review, total expenditure amounted to TZS 420.8 billion, of which recurrent expenditure amounted to TZS 358.1 billion, while development expenditure was TZS 62.7 billion.

On cumulative basis, July 2009 – April 2010, government expenditure reached TZS 6,564.7 billion or 88.4 percent of the estimates for the period. Recurrent expenditure amounted to TZS 4,547.9 billion being below the estimate by 8.3 percent, while development expenditure was TZS 2,016.9 billion, being below the estimate by 18.3 percent (**Chart 3.2**).

Chart 3.2: Government Expenditure, July 2009 - April 2010



Source: Bank of Tanzania

4.0 External Sector Performance

Current Account Balance

During the year ending April 2010, overall balance of payments recorded a surplus of USD 522.6 million, compared with a surplus of USD 27.2 million in the corresponding period a year before. This development was partly attributed to the narrowing of the current account deficit by 7.8 percent, following an increase in exports of goods and services that offset the impact of the increase in import bill as well as declined in official current transfer ([Table 4.1](#)).

Table 4.1: Current Account Balance*Millions of USD*

Items	April		2010		Year Ending April		% Change
	2008	2009	Mar	Apr	2009p	2010p	
Goods Account (net)	-353.0	-119.6	-223.9	-281.1	-3,591.9	-3,354.1	-6.6
Exports	201.5	175.8	309.0	252.7	2,612.8	2,967.4	13.6
Imports	554.5	295.4	532.9	533.8	6,204.7	6,321.5	1.9
Services Account (net)	40.70	15.25	-9.47	10.0	286.0	251.0	-12.2
Receipts	155.7	133.1	129.6	139.3	1,930.4	1,956.4	1.3
Payments	115.0	117.9	139.0	129.3	1,644.4	1,705.4	3.7
Goods and services (net)	-312.3	-104.4	-233.4	-271.1	-3,305.9	-3,103.1	-6.1
Exports of goods and services	357.2	308.9	438.6	392.0	4,543.2	4,923.8	8.4
Imports of goods and services	669.5	413.3	672.0	663.1	7,849.1	8,026.9	2.3
Income Account (net)	-11.7	-9.7	1.9	-8.7	-101.4	-49.3	-51.4
Receipts	6.4	12.1	18.7	11.0	119.7	165.6	38.3
Payments	18.1	21.8	16.7	19.7	221.1	214.9	-2.8
Current Transfers (net)	26.0	45.2	19.9	4.9	718.5	672.9	-6.3
Inflows	32.2	50.3	26.8	13.1	794.5	758.6	-4.5
o/w General Government	24.4	41.9	17.2	4.9	694.8	648.3	-6.7
Outflows	6.3	5.1	7.0	8.2	76.0	85.6	12.6
Current Account Balance	-298.0	-68.8	-211.6	-274.8	-2,688.8	-2,479.5	-7.8

Note: P = Provisional**Source: Bank of Tanzania**

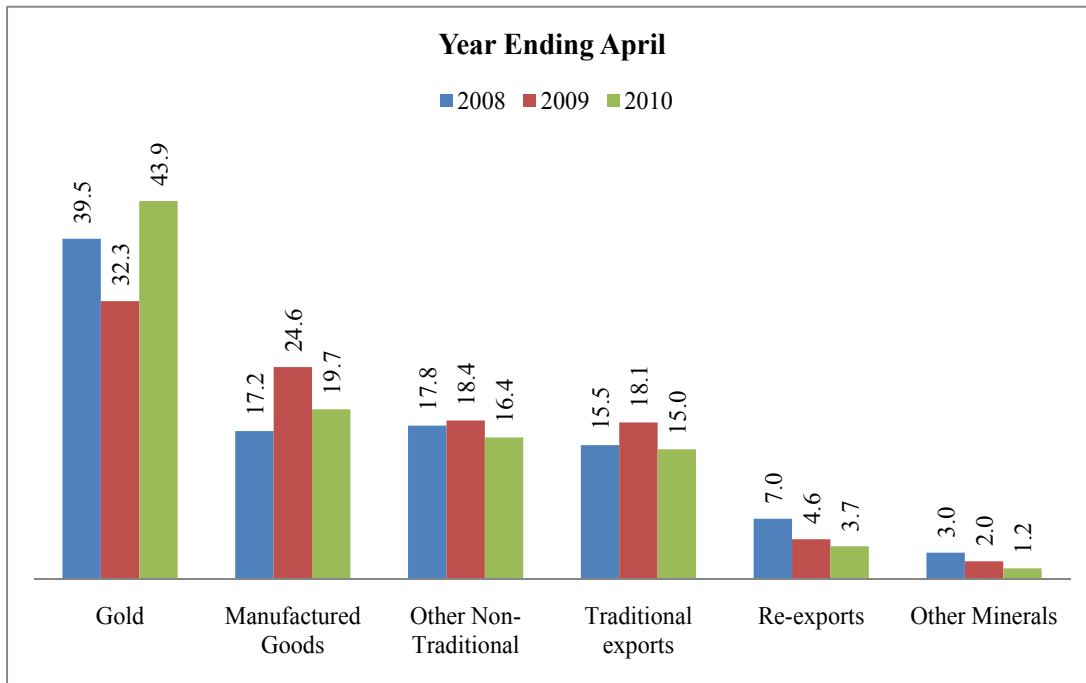
The improvement in the current account, together with the disbursement of funds for the balance of payments support from the IMF under the Exogenous Shock Facility (ESF) and the allocation of Special Drawing Rights (SDR)¹ boosted the country's gross official reserves. Gross official reserves increased from USD 2,754.5 million recorded at the end of April 2009 to USD 3,580.7 million at the end of April 2010, sufficient to cover about 5.4 months of import of goods and services.

Exports Performance

During the year ending April 2010, the value of exports of goods and services increased to USD 4,923.8 million, from USD 4,543.2 million recorded in the corresponding period a year earlier. The improvement was largely due to increase in travel receipts (mainly tourism) and export of goods particularly gold as other minerals and traditional exports declined (**Chart 4.1 and 4.2**).

¹ ESF disbursed in June and December 2009, while SDR Allocations were released in August and September 2009.

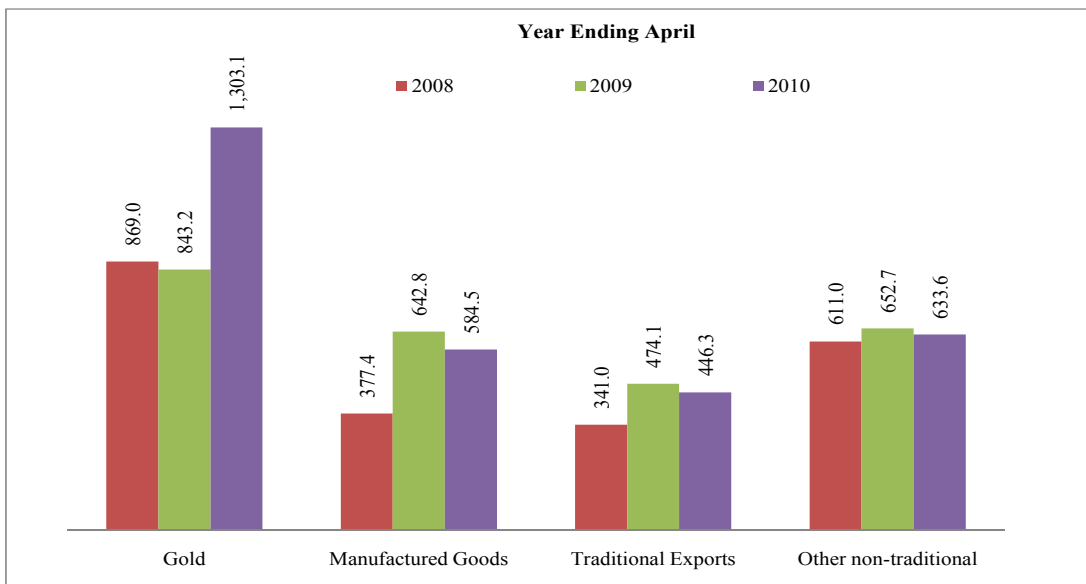
Chart 4.1: Percentage Contribution of Selected Items to Total Exports of Goods



Source: Bank of Tanzania

Chart 4.2: Performance of Selected Goods Export

Millions of USD



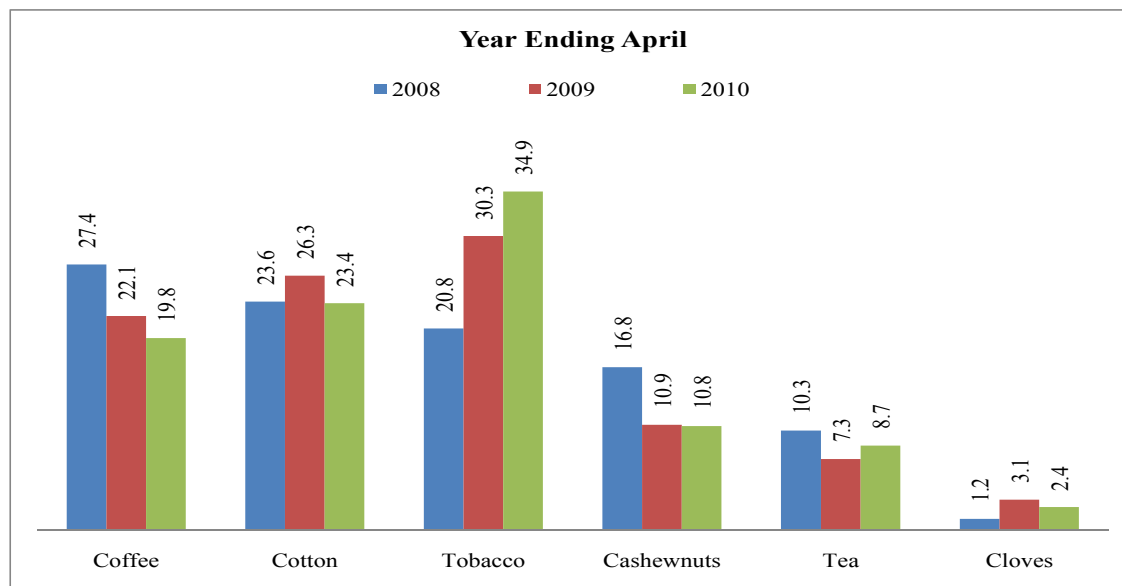
Source: Bank of Tanzania

During the year ending April 2010, the value of **traditional exports** declined to USD 446.3 million from USD 474.1 million recorded in the corresponding period in 2009 due to decline in

the export volumes of all traditional exports as well as unit price of coffee, cotton and cloves.

Chart 4.3 depicts the composition of traditional exports for the last three years.

Chart 4.3: Percentage Composition to Total Traditional Exports



Source: Bank of Tanzania

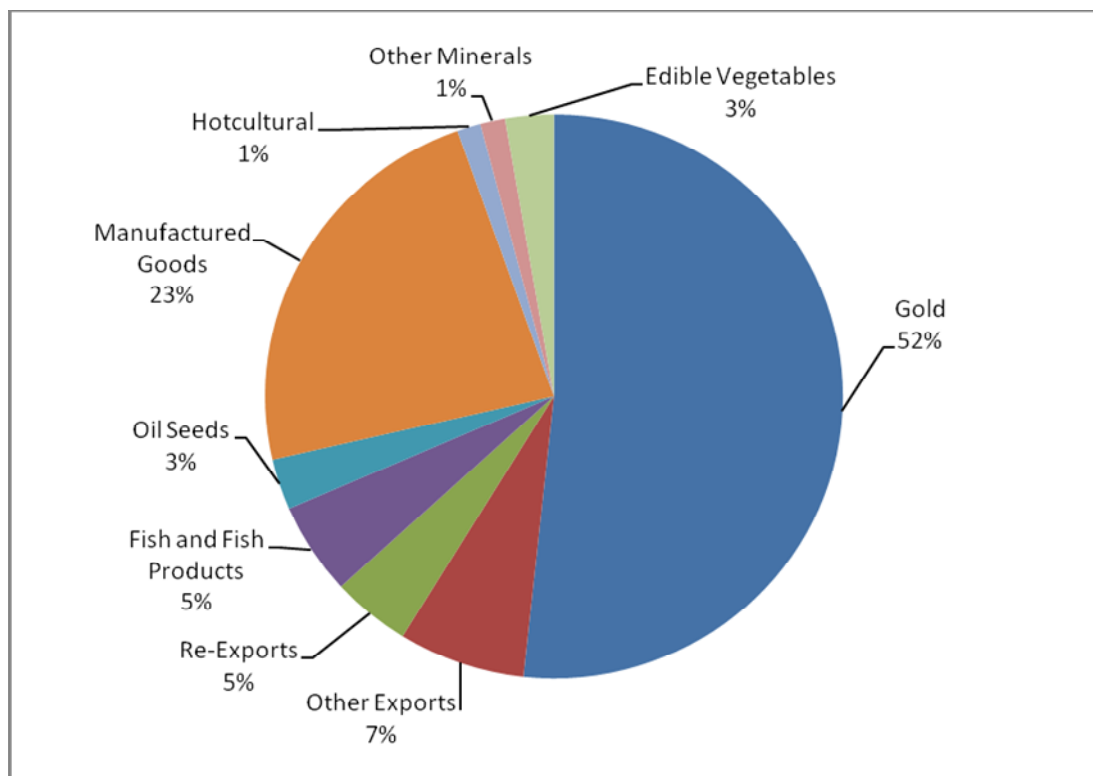
On the other hand, **non-traditional exports** increased to USD 2,521.1 million in the year ending April 2010, compared with USD 2,138.8 million recorded during the preceding year largely due to increase in the value of gold. The value of gold went up by almost 55 percent to USD 1,303.1 million, following a rise in the export volumes and prices in the world market. Available statistics indicate that export volume of gold increased to 37.5 tons from 29.3 tons recorded in the preceding year, partly on account of commencement of export by the Buzwagi Gold Mine in June 2009, while the price of gold increased to USD 1,044.35 per troy ounce from USD 865.53 per troy ounce recorded in the year ending April 2009. However, the values of diamond and other minerals declined by 24.1 percent and 38.1 percent to USD 13.2 million and USD 21.9 million, respectively.

During the year ending April 2010, the values of manufactured goods and re-exports² were USD 584.5 million and USD 111.3 million, being lower than USD 642.8 million and USD 120.2 million recorded during the preceding year. The decline in manufactured good exports is partly associated with the decline in demand in the neighbouring countries following the global

² 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.

financial crisis. **Chart 4.4** depicts the composition of non-traditional exports for the year ending April 2010.

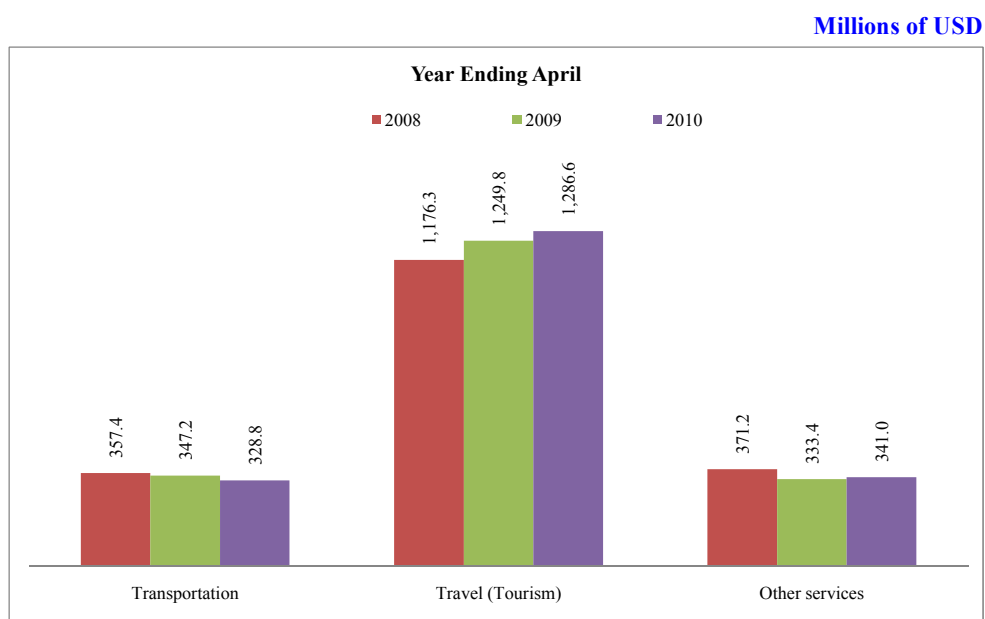
Chart 4.4: Contribution to Total Non Traditional Exports for the Year Ending April 2010



Source: Bank of Tanzania

In the year ending April 2010, **services receipt** amounted to USD 1,956.4 million, being slightly higher than USD 1,930.4 million recorded during the year ending April 2009, following an improvement in travel receipts. During the period under review, travel receipts increased slightly by 2.9 percent to USD 1,286.6 million as the global economy began 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



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

Source: Bank of Tanzania

Imports Performance

Import of goods and services amounted to USD 8,026.9 million in the year ending April 2010, compared with USD 7,849.1 million recorded in the corresponding period a year before. The value of goods imported increased slightly to USD 6,321.5 million, compared with USD 6,204.7 million recorded during the year ending April 2009, 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 1,716.7 million compared to USD 1,592.2 million in the preceding year, due to volume effect as average price of oil in the world market remained low. In the same period, imports of capital goods declined to USD 2,540.4 million compared with USD 2,651.2 million recorded during the preceding year ([Table 4.2](#)).

Table 4.2: Imports

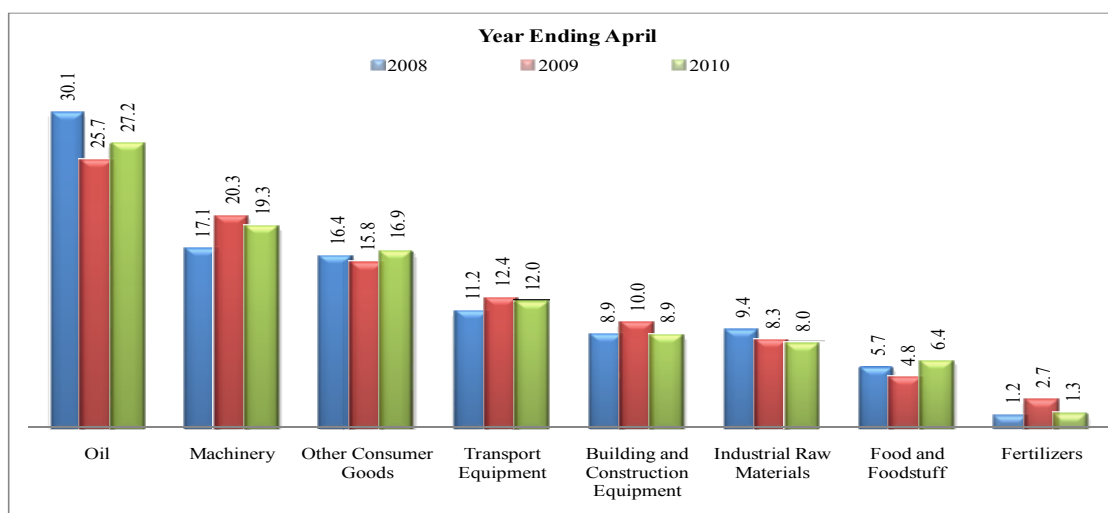
Millions of USD

Items	2009 ^P	2010		% Change		Year Ending April ^P		% Change
	Apr	Mar	Apr	Apr 09- Apr10	Mar 10 - Apr 10	2009	2010	
Capital Goods	139.9	223.8	161.8	15.6	-27.7	2,651.2	2,540.4	-4.2
Transport Equipment	37.6	73.0	49.2	30.9	-32.6	771.2	760.7	-1.4
Building and Constructions	31.5	49.2	38.0	20.7	-22.7	622.7	561.3	-9.9
Machinery	70.8	101.7	74.6	5.3	-26.7	1,257.3	1,218.5	-3.1
Intermediate Goods	69.6	173.8	254.5	265.7	46.4	2,277.2	2,308.5	1.4
Oil imports	39.2	125.8	204.4	421.3	62.5	1,592.2	1,716.7	7.8
Fertilizers	2.0	2.0	4.1	104.1	105.7	167.7	83.8	-50.0
Industrial raw materials	28.4	46.0	46.0	62.0	-0.1	517.2	508.1	-1.8
Consumer Goods	85.8	135.1	117.6	37.0	-13.0	1,276.3	1,472.5	15.4
Food and food stuffs	18.2	44.6	41.0	124.9	-8.2	297.4	401.8	35.1
All other consumer goods ¹	67.6	90.4	76.6	13.2	-15.3	978.9	1,070.8	9.4
Grand Total (f.o.b)	295.6	532.9	533.8	80.61	0.2	6,204.7	6,321.5	1.9

P = Provisional**Oil imports** refers to refined petroleum products¹ It includes pharmaceutical products, paper products, plastic items, optical/photographic materials, textile apparels.**Source:** Bank of Tanzania and Tanzania Revenue Authority

Meanwhile, the value of consumer goods import amounted to USD 1,472.5 million, representing an increase of 15.4 percent compared with the value imported in the year ending April 2009. This outturn was largely on account of increase in import of wheat. Importation of other consumer goods, which mainly consist of pharmaceutical products, plastic items and paper products, also went up by 9.4 percent to USD 1,070.8 million. **Chart 4.6** summarizes the contribution of import sub-categories to total imports for the last three years.

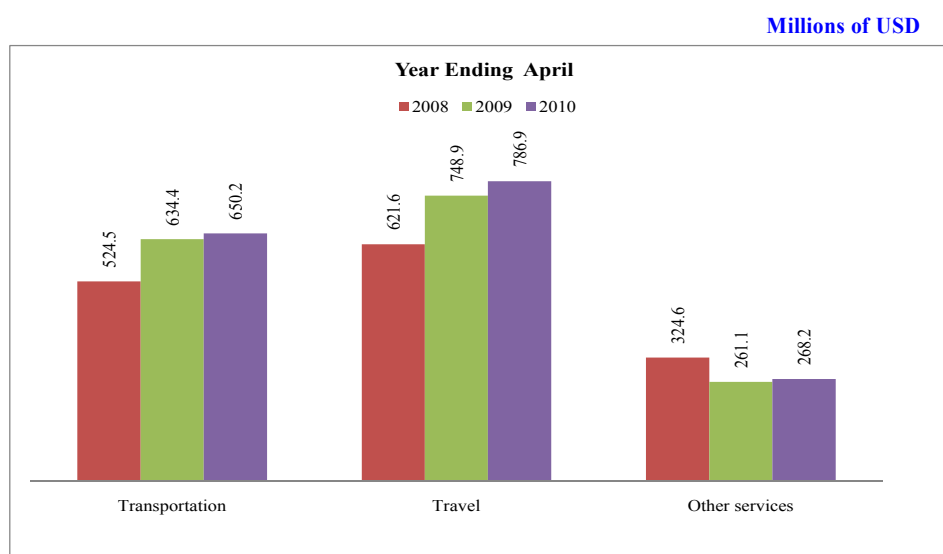
Chart 4.6: Percentage Contribution of Selected Items to Total Imports



Source: Bank of Tanzania

During the year ending April 2010, **services payment** increased to USD 1,705.4 million compared with USD 1,644.4 million recorded in the year ending April 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: Services Payment



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

Source: Bank of Tanzania

World Commodity Prices

During April 2010, most of the world market price of agricultural and non-agricultural commodities increased except for **tea** which recorded a decline as shown in **Table 4.3**. The drop in tea price was largely attributable to increase in tea production, following favourable weather condition in Kenya. The price of **coffee** (Arabica and Robusta), **cotton** (A Index and Memphis) and **cloves** increased, while the price of **sisal** remained unchanged at USD 850.0 per metric ton.

During the period under review, average price of **crude oil** and **white petroleum products** went up notably due to improvement in demand in the US. Likewise, the price of **gold** increased from USD 1,113.0 per troy ounce during the previous month to USD 1,149.0 per troy ounce.

During the year ending April 2010, developments in commodity prices were mixed. The average price of **coffee** (Robusta) and **sisal** (UG) declined, while the price of **coffee** (Arabica), **tea**, **cotton** and **cloves** increased substantially. The price of sisal declined on account of low demand for sisal in the world market, while the increase in price of **tea** was mainly attributed to shortfall in production in Kenya, India and Sri Lanka following unfavourable weather condition. The price of **cotton** went up following strong demand for cotton in China (**Table 4.3**).

During the period under review, the price of **crude oil** and **white petroleum products** declined modestly, while the price of **gold** increased from USD 865.5 per troy ounce recorded in the previous year to USD 1,044.4 per troy ounce.

Table 4.3: World Commodity Prices

COMMODITY	Units	2010				Year ending April			
		Feb	March	April	% Change	2008	2009	2010	% Change
Robusta Coffee	USD per kg	1.50	1.48	1.58	6.76	2.16	2.08	1.58	-24.24
Arabica Coffee	USD per kg	3.48	3.63	3.73	2.75	2.93	2.96	3.41	15.20
Tea (Average price)	USD per kg	2.85	2.62	2.61	-0.38	2.22	2.37	2.89	21.80
Tea (Mombasa Auction)	USD per kg	2.94	2.80	2.60	-7.14	1.86	2.20	2.73	24.08
Cotton, "A Index"	USD per kg	1.77	1.89	1.94	2.65	1.52	1.42	1.59	11.62
Cotton, "Memphis"	USD per kg	1.81	1.92	1.97	2.60	1.56	1.48	1.66	12.33
Sisal (UG)	USD per metric ton	850.00	850.00	850.00	0.00	1,030.00	1,206.67	938.25	-22.24
Cloves	USD per metric ton	4,500.00	4500.00	4710	4.67	3,873.11	4,083.96	4,281.71	4.84
Crude oil*	USD per barrel	74.76	79.30	84.18	6.15	84.28	79.32	72.82	-8.20
Crude oil**	USD per barrel	73.56	77.37	83.09	7.39	80.60	77.65	72.32	-6.86
White products***	USD per ton	638.61	708.25333	743.53	4.98	789.80	757.24	637.42	-15.82
Jet/Kerosine	USD per ton	643.64	700.67	745.46	6.39	818.37	809.03	635.48	-21.45
Premium Gasoline	USD per ton	679.53	756.96	777.25	2.68	776.01	686.79	679.69	-1.03
Heat Oil	USD per ton	592.65	667.13	707.88	6.11	775.03	775.92	597.11	-23.05
Gold	USD per troy ounce	1,095.00	1,113.00	1,149.00	3.23	785.03	865.53	1,044.35	20.66

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 Developments

National debt stock amounted to USD 9,706.0³ million at the end of April 2010, representing an increase of 1.0 percent from the amount recorded at the end of preceding month, and an increase of 9.3 percent from USD 8,878.3 million recorded in April 2009. The increase was mainly on account of new external disbursements and relatively large amount of domestic debt issuances compared to maturing obligations. Out of the total national debt stock, USD 7,784.6 million was external debt and USD 1,921.4 million domestic debt. The Central Government debt held the largest share of 75.9 percent followed by private sector and public corporations debt with 15.2 percent and 8.9 percent, respectively.

³ This includes private sector external debt and interest arrears

External Debt

External debt stock increased to USD 7,784.6 million at the end of April 2010 from USD 7,669.7 million recorded at the end of March 2010, mainly on account of new disbursements. Out of the external debt stock, USD 6180.7 million or 79.4 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 USD 4,148.6 million, equivalent to 53.3 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 Club	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

Note: *IDA & IFC

Source: Bank of Tanzania

Disbursements received and recorded during the April 2010 amounted to USD 167.6 million. External debt service was USD 7.3 million, out of which, USD 2.9 million was principal repayments and USD 4.4 million was interest payments.

Domestic Debt

During the period under review domestic debt increased marginally from TZS 2,578.0 billion to TZS 2,581.4 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 77.3 billion, out of which, TZS 47.0 were Treasury bills and TZS 30.0 billion was a 10-year government bond. Domestic debt

service was TZS 107.6 billion, out of which principal amounting to TZS 82.7 was rolled over while interest amounting to TZS 24.9 billion was paid out by the government.

6.0 Economic Developments in Zanzibar

Inflation Developments

During April 2010, both **annual and month-to-month headline inflation** rates declined, due to a deceleration in food inflation. Specifically **Annual Headline Inflation** rate in April 2010 declined to 6.0 percent, from 6.8 percent registered in the year ending March 2010, while **month-to-month headline** inflation rate decreased to negative 0.7 percent from 1.1 percent registered in March 2010 (**Table 6.1 and Chart 6.1**).

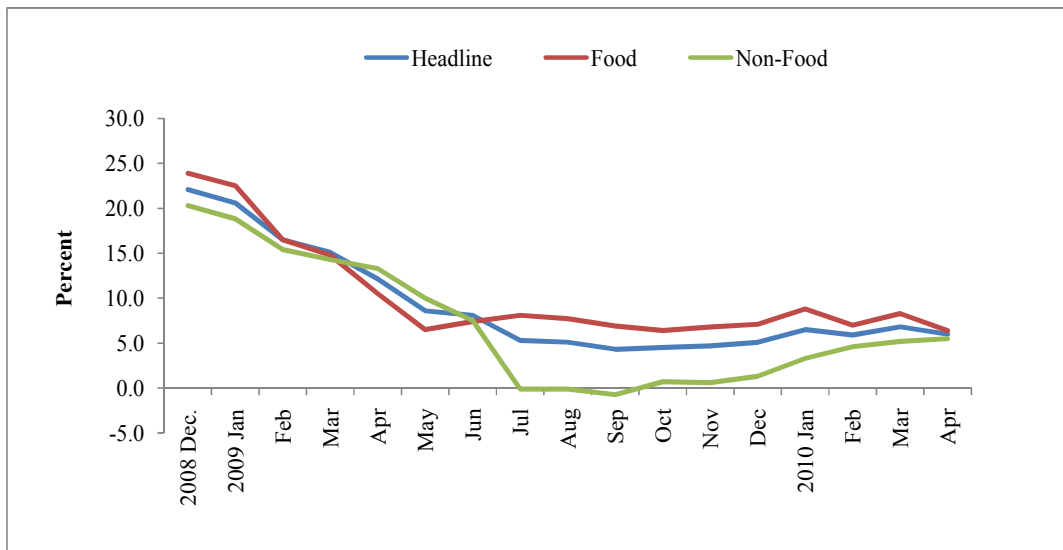
Table 6.1: Annual Percentage change in Consumer Price Index (CPI)

Base: Dec.2005=100

Major Commodity Group	Weights (%)	2008			2009			2010		
		Feb	Mar	Apr	Feb	Mar	Apr	Feb	Mar	Apr
Headline/Overall	100	14.7	15.3	18.5	16.5	15.1	12.2	5.9	6.8	6.0
Food	57.4	19.9	20.4	25.7	16.5	14.8	10.5	7.0	8.3	6.4
Non-Food	42.6	8.9	8.5	10.0	15.4	14.3	13.3	4.6	5.2	5.5
Alcoholic Beverages, Tobacco & Narcotics	0.6	0.9	0.5	-0.9	20.3	19.2	18.8	25.9	26.2	26.2
Clothing & Footwear	6.2	7.6	7.0	4.7	7.7	8.2	9.7	5.3	5.0	5.4
Housing, Water, Electricity, Gas & Other Fuels	15.6	3.4	6.3	6.8	27.7	25.9	25.5	3.2	3.2	3.6
Furnishing, Household Equipment & Routine Household Maintenance	5.3	11.3	12.0	13.2	13.3	11.3	9.0	3.4	3.4	3.2
Health	2.1	18.4	15.3	18.6	12.3	12.8	10.7	11.5	12.7	11.6
Transport	3.4	5.6	4.3	11.7	13.5	11.0	7.6	-4.2	-1.2	2.3
Communication	2.4	-2.2	-2.2	-2.3	-0.1	-0.1	0.0	0.0	0.0	0.0
Recreation & Culture	0.4	14.0	10.2	9.7	3.1	2.9	3.2	4.7	4.8	4.8
Education	1.1	7.7	6.1	6.1	6.2	6.1	6.2	12.6	12.6	12.6
Restaurants & Hotels	3.1	33.1	27.7	25.4	13.5	13.5	11.6	11.6	15.7	16.2
Miscellaneous Goods & Services	2.4	12.8	14.6	21.1	16.0	14.6	10.3	6.3	5.8	3.0

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 6.4 percent in April 2010, from 8.3 percent registered in the year ending March 2010, mainly due to decline in average price of rice and fish. The average price for fish declined from TZS 3,976 per kilo in April 2009 to TZS 3,696 per kilo during April 2010, due to increase in fish catches. The average price for rice decreased from TZS 1,000 per kilo in April 2009 to TZS 983 per kilo in April 2010, due to decline in average price of rice in the world market. **Month-to-month food inflation rate** also slowed down to negative 1.5 percent from 1.7 percent registered in March 2010, mainly on account of decrease in price of fish and rice.

Annual non-food inflation rate increased from 5.2 percent in the year ending March 2010 to 5.5 percent in April 2010, mainly due to increase in price of diesel and petrol from TZS 1,320 and TZS 1,260 per litre in April 2009 to TZS 1,510 and TZS 1,535 per litre in April 2010, respectively. However, **month-to-month** non-food inflation rate remained stable at 0.5 percent, the same rate recorded in March 2010.

Fiscal Performance

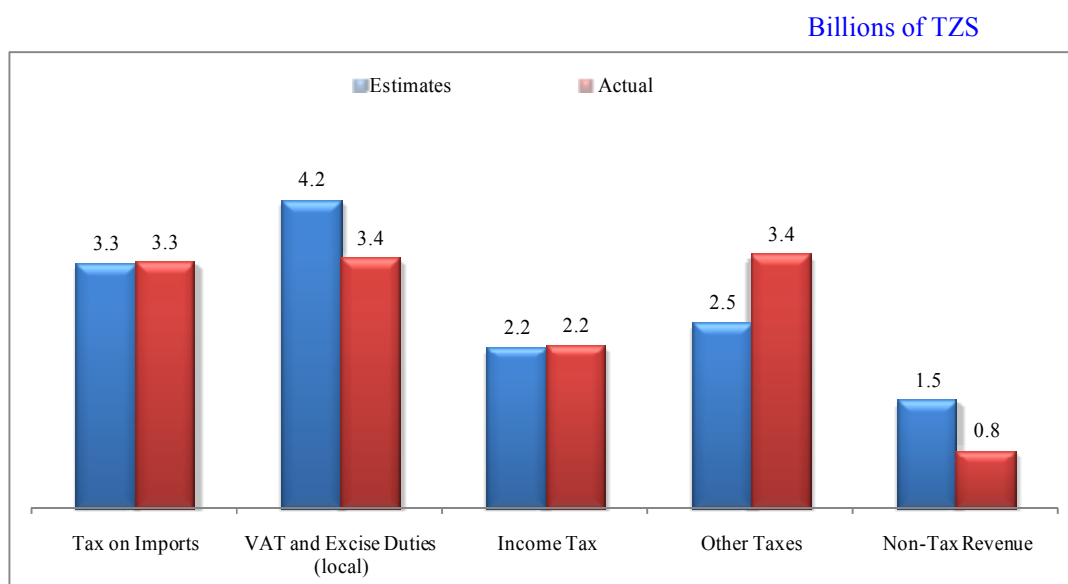
Government budgetary operations on cheques issued basis registered a deficit after grants of TZS 10.5 billion in April 2010. The deficit after adjustment to cash narrowed to TZS 6.1 billion, which was exclusively financed through foreign sources.

Revenue Performance

Total revenue collections during April 2010 amounted to TZS 13.2 billion, being below the target by 3.6 percent. Tax collections reached TZS 12.4 billion slightly exceeding the monthly target of TZS 12.2 by 1.6 percent and accounted for 93.9 percent of the total revenue collections. Non-tax revenue amounted to TZS 0.8 billion, being below the target by TZS 0.7 billion.

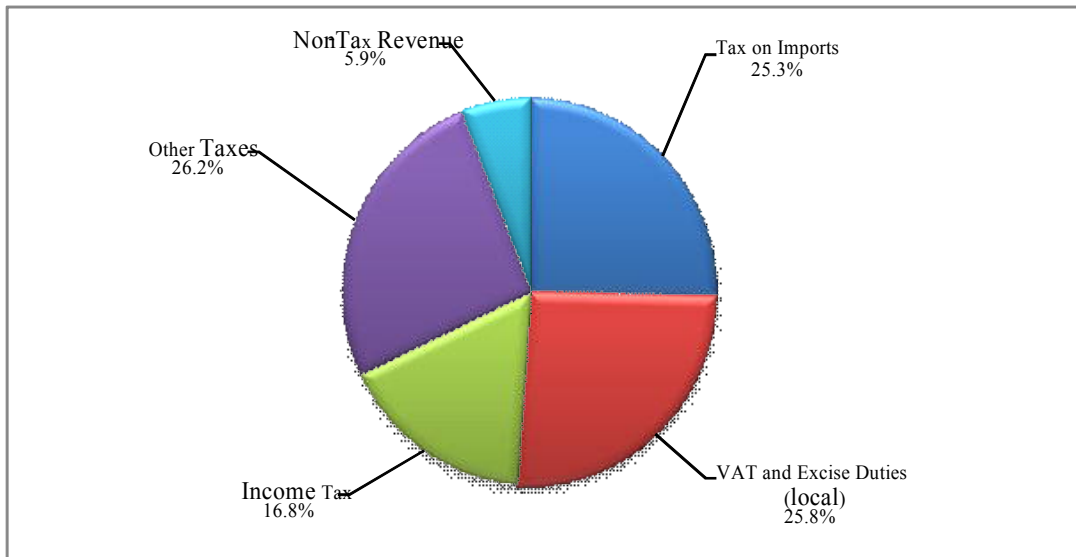
Revenue collections by category indicated that, local VAT and excise duty was below the target by 19.0 percent. The under performance was mainly due to decline in business activities. Tax collections on imports and income tax were the same as target. Collections of other taxes reached TZS 3.4 billion, exceeding the target by TZS 0.9 billion, mainly due to increase in petroleum and road development levies during the month under review (**Charts 6.2 and 6.3**)

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



Source: Ministry of Finance and Economic Affairs, Zanzibar

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



Source: Ministry of Finance and Economic Affairs, Zanzibar

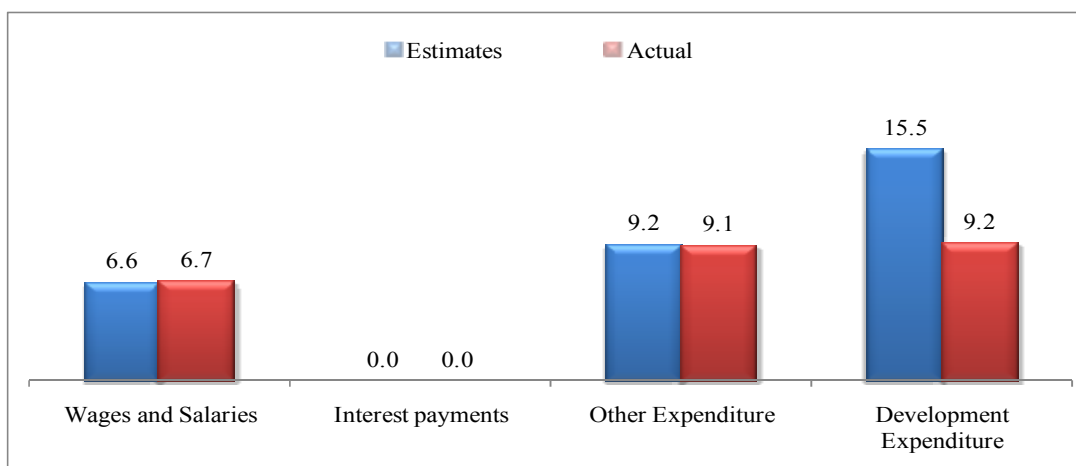
Cumulatively from July 2009 to April 2010, total Government revenue collections reached TZS 127.2 billion and accounted for 79.6 percent of the annual target of TZS 159.7 billion for 2009/10. During the corresponding period in 2008/09, government revenue collections amounted to TZS 115.2 billion.

Government Expenditure

Total government expenditure during April 2009, amounted to TZS 25.0 billion, and was below the target by TZS 6.3 billion. Total recurrent expenditure amounted to TZS 15.8 billion, while development expenditure was TZS 9.2 billion.

Recurrent expenditure by category indicated that, wages and salaries amounted to TZS 6.7 billion, slightly exceeding the target by TZS 0.1 billion and accounted for 42.4 percent of the total recurrent expenditure. Other charges amounted to TZS 9.1 billion, slightly below the monthly target by TZS 0.1 billion (**Chart 6.4**).

Chart 6.4: Government Expenditure by Components, Actual versus Target – April 2010
Billions of TZS



Source: Ministry of Finance and Economic Affairs, Zanzibar:

Development expenditure was TZS 9.2 billion, being below the target by TZS 6.3 billion, due to decline in both local and foreign contributions. Government contribution amounted to TZS 2.6 billion and were below the target by TZS 0.8 billion, while donor funded component amounted to TZS 6.6 billion, below the target by TZS 5.6 billion.

Cumulatively from July 2009 to April 2010, total Government expenditure reached TZS 226.9 billion, and accounted for 55.0 percent of the annual target of TZS 412.6 billion. Total government expenditure amounted to TZS 172.1 billion during the corresponding period last fiscal year.

Debt Developments

Zanzibar total public debt stock as at end of April 2010 declined by 3.3 percent to TZS 139.4 billion (USD 103.7 million), from TZS 144.1 billion (USD 108.4 million) registered in March 2010. External debt amounted to TZS 82.7 billion (USD 61.5 million), representing 59.3 percent of the total debt, while domestic debt amounted to TZS 56.7 billion (USD 42.2 million), equivalent to 40.7 percent of total debt stock.

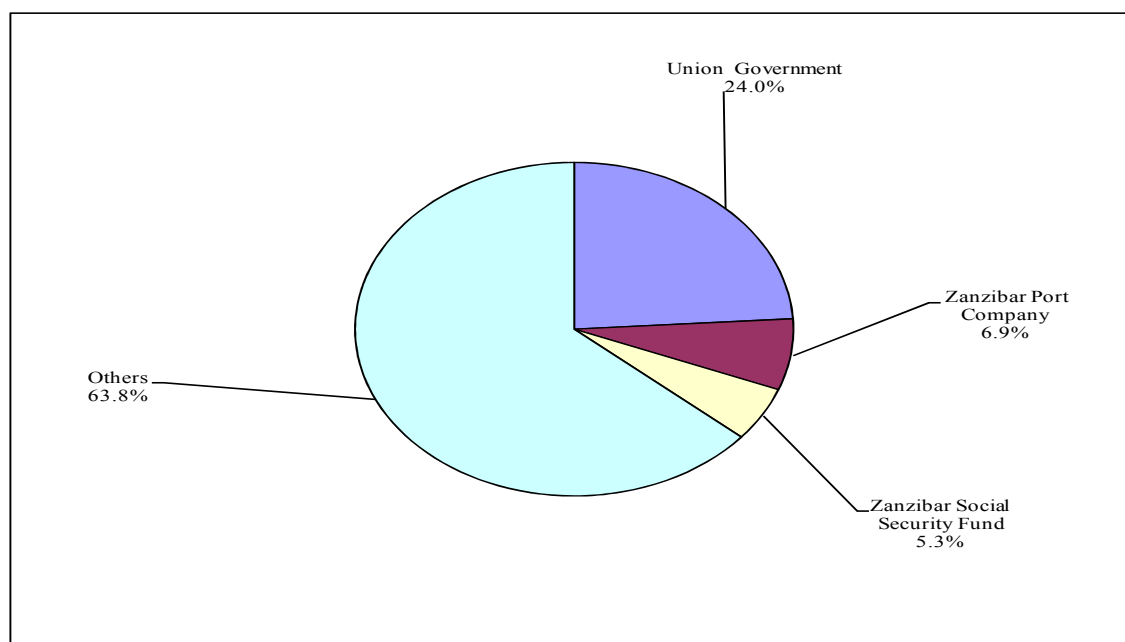
Domestic Debt

During the reporting period, domestic debt stock declined by 7.4 percent to TZS 56.7 billion, from TZS 6.2 billion recorded in March 2010, mainly due to payment of long term Zanzibar State Trading Corporation (ZSTC) and Peoples Bank of Zanzibar (PBZ) loans amounting to TZS 4.0 billion and decrease in gratuities claims by the government retirees amounting to TZS 0.5 billion.

Domestic Debt by Creditors

Debt owed to government suppliers and pensioners amounted to TZS 36.2 billion, equivalent to 63.8 percent of the total domestic debt. Union Government debt remained at TZS 13.6 billion, or 24.0 percent of the domestic debt. Zanzibar Port Corporation (ZPC) claims stood at TZS 3.9 billion, representing 6.9 percent of total domestic debt, while Zanzibar Social Security Fund (ZSSF) debt amounted to TZS 3.0 billion, and accounted for 5.3 percent of domestic debt (Chart 6.5).

Chart 6.5: Domestic Debt by Creditor as at End – April 2010



Source: Ministry of Finance and Economic Affairs-Zanzibar

Domestic Debt by Maturity

Classification of total domestic debt by maturity indicated that, debt with “undetermined maturity” (predominantly gratuity and supplier’s claims) amounted to TZS 22.6 billion, or 40.1 percent of domestic debt, while debt maturing between 2 – 5 years stood at TZS 21.5 billion, or

37.8 percent of domestic debt. Debt maturing in less than a year amounted to TZS 12.5 billion, representing 22.0 percent of the total domestic debt.

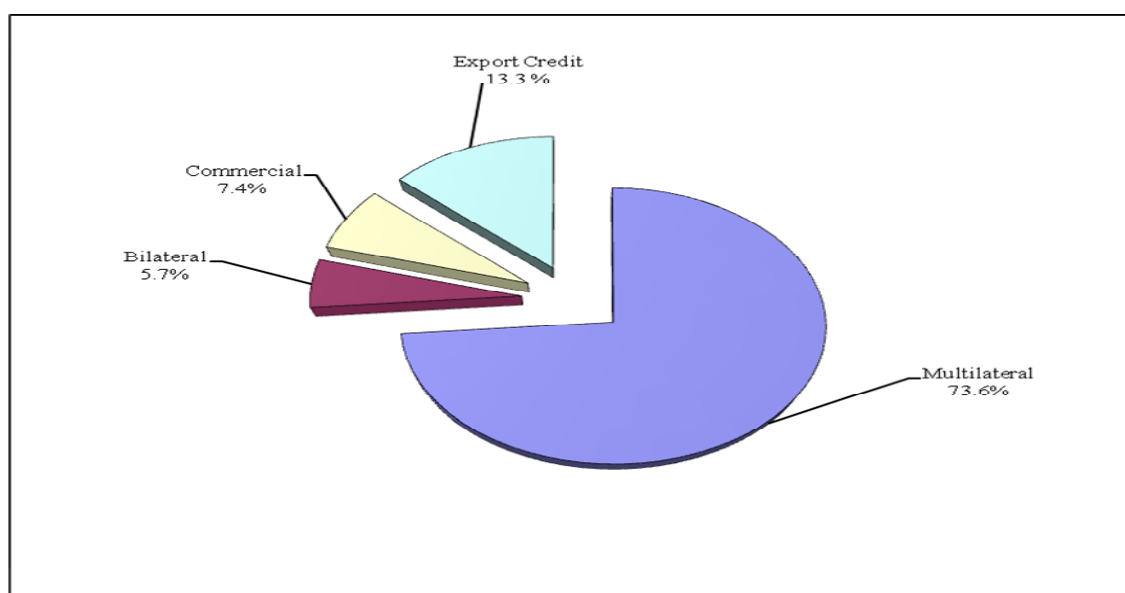
External Debt

Total external debt stock as at end April 2010, amounted to TZS 82.7 billion (USD 61.5 million) compared to TZS 82.9 billion (USD 62.3 million), reported in the preceding month. Out of the total external debt stock, debt guaranteed by the Union Government stood at USD 46.0 million, accounting for 74.8 percent of the external debt, while non-guaranteed debt amounted to USD 15.5 million, equivalent to 25.2 percent of total external debt.

External Debt by Creditor Category

During the month under review, debt due to multilateral creditors amounted to USD 45.3 million (TZS 60.9 billion), representing 73.6 percent of the total external debt. Bilateral creditors stood at USD 3.5 million (TZS 4.7 billion), and represented 5.7 percent of total external debt. Commercial debt amounted to USD 4.5 million (TZS 6.1 billion), accounting for 7.4 percent of external debt, while export credit amounted to USD 8.2 million (TZS 11.0 billion), and accounting for 13.3 percent of total external debt (Chart 6.6).

Chart 6.6: External Debt by Creditor as at End – April 2010

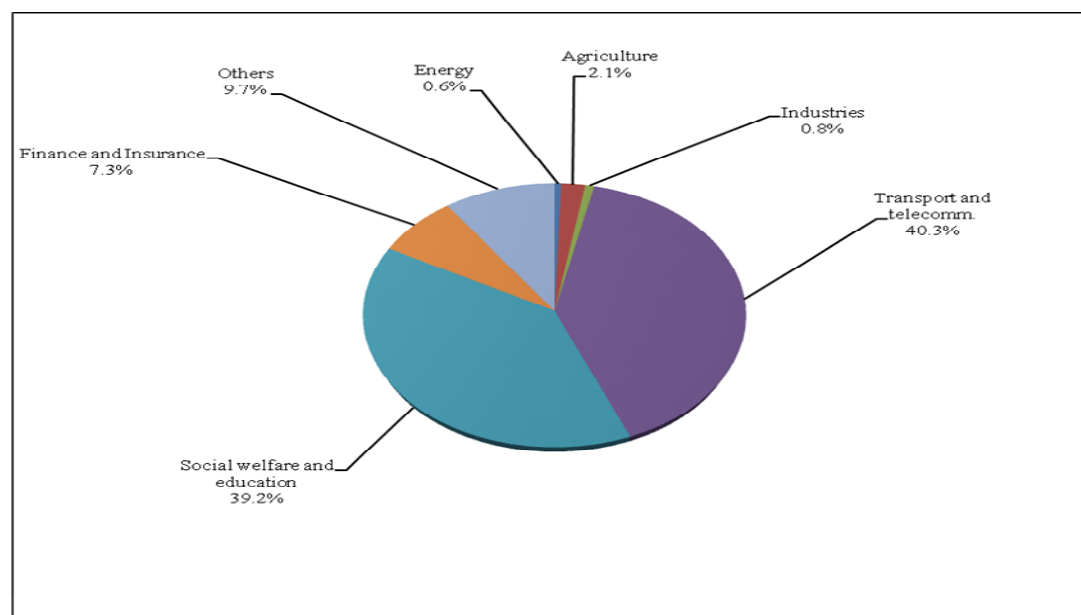


Source: Ministry of Finance and Economic Affairs-Zanzibar

External Debt - Disbursements by End Use

At the end of March 2010, the share of transport and telecommunications sectors of external debt was USD 24.8 million, equivalent to 40.3 percent. Social welfare and education sectors received USD 24.1 million, or 39.2 percent. Finance & Insurance sector absorbed USD 4.5 million, and accounted for 7.3 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, respectively. Industrial sector obtained USD 0.5 million or 0.8 percent, while other sectors absorbed USD 6.0 million, equivalent to 9.7 percent of external debt (Chart 6.7).

Chart 6.7: External Debt by Use of Funds as at End – April 2010



Source: Ministry of Finance and Economic Affairs-Zanzibar

External Sector Performance

Current Account

During the year ending April 2010, current account balance registered a surplus of USD 29.3 million, compared to a deficit of USD 12.5 million registered in the corresponding period in 2009. The improvement was mainly attributed to increase in official current transfers and exports earnings. Official current transfer rose to USD 61.0 million, from USD 43.5 million; while export of goods and services increased by 7.4 percent to USD 125.4 million (Table 6.2).

Table 6.2: Zanzibar Current Account Balance**Millions of USD**

Item	2009	2010				Year Ending April		%Change	
	Apr	Jan	Feb	Mar	Apr	2009	2010p	Monthly	Annual
Goods Account (net)	-4.6	-7.4	-5.8	-5.6	-4.6	-84.7	-70.0	-17.9	-11.5
Exports	1.6	0.4	1.5	1.5	1.0	20.2	25.5	-33.3	26.2
Imports (fob)	6.3	7.7	7.3	7.1	5.6	105.0	95.4	-21.1	-9.1
Services Account (net)	1.3	2.8	1.8	2.9	2.6	31.7	39.0	-10.3	19.2
Receipts	7.5	7.6	8.7	9.3	8.4	96.5	99.9	-9.7	2.6
Payments	6.2	4.8	6.9	6.5	5.8	64.9	60.9	-10.8	-5.7
Goods and Services (net)	-3.4	-4.5	-4.0	-2.8	-2.0	-53.1	-30.9	-28.6	-41.8
Exports of Goods and Services	9.1	8.0	10.2	10.8	9.4	116.8	125.4	-13.0	7.4
Imports of Goods and Services	12.5	12.5	14.2	13.6	11.4	169.9	156.3	-16.2	-8.0
Income Account (net)	-0.8	-0.6	0.0	-0.6	-0.4	-2.9	-0.8	-33.3	-58.6
Receipts	0.02	0.05	0.03	0.01	0.0	0.4	0.3	0.0	-25.0
Payments	0.8	0.6	0.1	0.6	0.4	3.3	1.1	-33.3	-54.5
Current Transfers (net)	2.6	0.7	1.2	9.8	0.9	43.5	61.0	-90.8	40.2
Inflows	2.6	0.7	1.2	9.8	0.9	46.2	61.0	-90.8	40.2
Outflows	0.0	0.0	0.0	0.0	0.0	0.0	0.0		
Current Account Balance	-1.5	-4.4	-2.8	6.4	-1.5	-12.5	29.3	-123.4	334.4

Source: Tanzania Revenue Authority and BOT computations

Exports Performance

Total exports of goods and services amounted to USD 125.4 million, compared to USD 116.8 million realised during the year ending April 2009. The improvement was largely due to increase in exports of cloves; seaweeds; manufactured goods; fish and fish products. Clove shipments rose to USD 12.2 million from USD 8.1 million, mainly associated with increase in volume from 2,200 tons to 3,400 tons (Table 6.3).

Table 6.3: Zanzibar Exports by Major Categories

Item	Units	2009	2010				Year Ending April		% Change	
		Apr	Jan	Feb	Mar	Apr	2009	2010p	Monthly	Annual
Traditional										
Cloves										
Value	Millions	0.93	0.15	0.39	0.08	0.06	8.09	12.16	-25.00	50.60
Volume	000 Tons	0.26	0.04	0.09	0.02	0.02	2.24	3.36	0.00	54.50
Unit Price	USD/Ton	3,553.62	3,796.89	4,241.76	3,800.00	3,500.00	3,608.76	3,623.99	-7.89	0.42
Non-Traditional										
Seaweeds										
Value	Millions	0.13	0.17	0.24	0.34	0.23	2.23	3.04	-32.40	36.40
Volume	000 Tons	0.48	0.58	1.03	1.41	0.94	9.30	11.75	-33.30	25.80
Unit Price	USD/Ton	280.27	288.02	233.35	241.13	248.73	240.27	258.59	3.15	7.63
Manufactured Goods	Millions	0.35	0.01	0.39	0.50	0.31	5.05	5.16	-38.00	2.00
Fish and Fish Produce	Millions	0.00	0.01	0.04	0.05	0.03	0.17	0.39	-40.00	100.00
Others Exports	Millions	0.43	0.02	0.46	0.50	0.35	4.68	4.74	-30.00	0.00
Sub Total	Millions	0.98	0.21	1.12	1.39	0.93	12.14	13.33	-33.10	9.90
Grand Total	Millions	1.63	0.36	1.51	1.47	0.98	20.23	25.48	-33.30	26.20

p = provisional

Source: Tanzania Revenue Authority and BOT computations

Imports

During the year ending April 2010, imports of goods and services declined to USD 156.3 million, from USD 169.9 million recorded in the year ending April 2009, largely due to a fall in the value of oil and capital goods. Value of imported oil amounted to USD 26.8 million, down from USD 32.1 million, and accounted for 25.5 percent of merchandise imports, while capital goods imports was USD 46.4 million, down from USD 49.7 million recorded in 2009. However, foods and foods stuffs imports increased to USD 8.9 million from USD 6.1 million (**Table 6.4**).

Table 6.4: Zanzibar Imports by Major Categories

Import Category	Millions of USD								
	2009	2010				Year Ending April		% Change	
	Apr	Jan	Feb	Mar	Apr	2009	2010p	Monthly	Annual
Capital Goods	2.6	1.8	2.5	3.3	2.6	49.7	46.4	-21.2	-6.6
Transport Equipment	1.3	0.8	1.0	1.7	1.3	30.8	22.1	-23.5	-28.3
Building and Constructions	0.5	0.4	0.7	0.6	0.5	8.9	10.3	-16.7	15.7
Machinery	0.8	0.6	0.8	1.0	0.8	10.1	14.1	-20.0	39.6
Intermediate Goods	2.3	6.1	3.9	2.7	2.0	43.5	34.5	-25.9	-20.7
Oil imports	1.6	6.0	3.7	2.1	1.5	32.1	26.8	-28.6	-16.5
Industrial raw materials	0.6	0.1	0.2	0.6	0.5	11.3	7.7	-16.7	-31.9
Consumer Goods	2.0	0.6	1.6	1.8	1.6	22.2	24.0	-11.1	8.1
Food and food stuffs	0.9	0.4	0.6	0.7	0.8	6.1	8.9	14.3	45.9
All other consumer goods	1.1	0.2	1.0	1.1	0.8	16.1	15.1	-27.3	-6.2
Grand Total (c.i.f)	6.9	8.5	8.0	7.8	6.1	115.4	104.9	-21.8	-9.1
Grand Total (f.o.b)	6.3	7.7	7.3	7.1	5.6	105.0	95.4	-21.1	-9.1

p = provisional

Source: Tanzania Revenue Authority

Services Account

During the year ending April 2010, services account recorded a surplus of USD 38.7 million from USD 31.7 million recorded in 2008/09. Total foreign receipts amounted to USD 99.9 million from USD 96.5 million, whereas payments amounted to USD 60.9 million from USD 64.9 million.

Statistical Tables

Table A1: Selected Economic Indicators (Annual)

Item	Unit	2003	2004	2005	2006	2007	2008 ^r	2009 ^p
1. National Accounts and Prices								
1.1 Change in GDP at Market Prices--Current Prices	Percent	15.9	15.4	14.3	12.4	16.8	18.3	
1.2 Change in GDP at Market Prices-Constant 2001 Prices	Percent	6.9	7.8	7.4	6.7	7.1	7.4	
1.3 GDP Per Capita ¹	TZS	354,007.7	395,795.8	441,152.1	478,051.4	546,955.7	630,577.1	
1.4 GDP Per Capita ¹	USD	340.9	363.3	390.6	381.7	439.5	527.1	
1.5 Change in Consumer Price Index (Inflation)	Percent	3.5	4.2	4.4	7.3	7.0	10.3	
1.6 Saving to GNDI Ratio ²	Percent	9.6	10.4	8.7	8.5	7.1	12.5	
2. Money Credit and Interest Rates*								
2.1 Change in Extended Broad Money Supply (M3)	Percent	18.0	13.5	38.2	22.0	20.5	19.8	18.4
2.2 Change in Broad Money supply (M2)	Percent	17.8	19.8	36.9	13.7	27.2	24.4	20.8
2.3 Change in Narrow Money Supply (M1)	Percent	17.7	22.7	33.7	9.8	29.1	21.9	13.7
2.4 Change in Reserve Money	Percent	18.3	21.1	27.7	16.8	24.9	21.1	32.2
2.5 Total Credit to GDP Ratio ¹	Percent	7.3	7.4	10.5	11.7	13.5	17.1	17.2
2.6 Private Sector Credit to GDP Ratio ¹	Percent	8.2	9.4	8.9	11.3	15.0	18.4	17.0
2.7 Ratio of Private Credit to Total Credit	Percent	112.3	126.2	84.6	96.3	111.3	107.9	98.5
2.8 Average Deposit Rate (12-Month) ³	Percent	5.3	5.7	6.2	8.3	9.3	8.9	8.9
2.9 Weighted Average Treasury Bill Rate	Percent	7.7	9.6	14.8	15.0	11.4	11.0	6.9
2.10 Average Long-Term Lending Rate ³	Percent	12.2	12.7	13.4	14.9	16.1	16.4	15.1
3. Balance of Payments								
3.1 Exports of goods (f.o.b)	Mill. USD	1,220.9	1,481.6	1,679.1	1,917.6	2,226.6	3,036.0	3,096.3
3.2 Imports of goods (f.o.b)	Mill. USD	-1,933.5	-2,482.8	-2,997.6	-3,864.1	-4,860.6	-6,483.4	-5,775.7
3.3 Trade Balance	Mill. USD	-712.6	-1,001.2	-1,318.5	-1,946.5	-2,634.1	-3,447.4	-2,679.4
3.4 Balance on Current Account	Mill. USD	-118.1	-365.9	-862.8	-1,143.2	-1,580.3	-2,535.8	-1,745.8
3.5 Overall Balance	Mill. USD	389.1	284.0	-227.8	460.7	412.6	148.0	365.0
3.7 Gross Official Reserves	Mill. USD	2,037.8	2,307.7	2,049.5	2,136.9	2,724.3	2,872.6	3,551.3
3.8 Reserves Months of Imports (of goods and services)	Months	7.1	6.6	4.5	4.6	4.8	4.5	5.6
3.9 Exchange Rate:								
3.9.1 Annual Average	TZS/USD	1,038.9	1,089.1	1,129.2	1,253.9	1,239.5	1,196.8	1,320.3
3.9.2 End of Period	TZS/USD	1,063.6	1,043.0	1,165.5	1,261.6	1,132.1	1,280.3	1,323.6
4. Population (TZ Mainland)								
	Million	34.2	35.3	36.2	37.5	38.3	39.3	
5. Public Finance								
		2003/04	2004/05	2005/06	2006/07	2007/08^r	2008/09^p	2009/10^p
5.1 Current Revenue to GDP Ratio ¹	Percent	12.1	11.8	12.4	14.1	16.0	15.9	
5.2 Grants to GDP Ratio ¹	Percent	3.7	4.8	6.0	5.0	6.9	4.7	
5.2 Current Expenditure to GDP Ratio ¹	Percent	12.9	14.0	11.8	11.1	14.9	17.4	
5.3 Development Expenditure to GDP Ratio ¹	Percent	3.6	7.2	7.7	6.9	8.0	7.9	
5.4 Deficit to GDP Ratio (excluding grants) ¹	Percent	-4.4	-9.3	-11.4	-9.9	-8.6	-9.1	
5.5 Deficit to GDP Ratio (including grants) ¹	Percent	-0.6	-4.5	-5.5	-4.9	-1.7	-4.5	
6. Total External Debt Stock								
	Mill. USD	7,857.0	8,134.8	8,229.5	4,660.8	5,846.4	7,137.2	
Disbursed Debt	Mill. USD	6,678.3	6,799.5	6,971.1	3,442.3	4,483.1	5,623.6	
Interest	Mill. USD	1,178.7	1,335.3	1,258.3	1,218.6	1,363.3	1,513.6	
Total External Debt as % of GDP	Percent	64.2	60.2	58.0	30.7	30.7	33.5	

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	Millions of TZS										
	BUDGET 2009/10	Monthly Flows - Actuals				Jan-10	Feb-10	Mar-10	Apr-10	July - April 2010	
		Sep-09	Oct-09	Nov-09	Dec-09	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	4,315,303.2	3,821,160.5
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	4,211,764.0	3,821,160.5
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	3,995,224.6	3,646,896.2
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	1,459,312.7	1,369,382.5
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	912,820.3	798,379.7
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	1,162,727.0	1,070,748.7
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	460,364.6	408,185.2
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	216,539.4	174,264.3
LGA Own Sources	138,052.3	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	103,539.3	0.0
Total Expenditure /	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	7,427,083.3	6,564,696.2
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	4,957,596.8	4,547,845.1
Roadtoll fund										0.0	
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	85,782.8	54,321.2
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	1,469,401.2	1,423,477.6
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	320,707.4	183,114.5
Domestic	354,910.0	25,432.0	22,695.8	8,593.3	28,831.5	25,105.5	0.0	27,877.0	4,998.2	278,829.3	150,911.9
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	41,878.1	32,202.6
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	3,081,705.5	2,886,931.8
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	2,469,486.5	2,016,851.1
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	935,852.3	675,702.5
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	1,533,634.2	1,341,148.6
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	-3,111,780.1	-2,743,535.7
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	1,868,026.7	1,353,824.2
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	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	533,923.9	419,702.0
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	255,721.9	242,173.8
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	284,952.6	41,985.1
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	-1,243,753.5	-1,389,711.6
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	-436,234.3
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	54,106.0	-212,220.0	0.0	414,350.8
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	-1,243,753.5	-1,411,595.0
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	1,243,753.5	1,411,595.0
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	896,202.9	1,195,043.4
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	728,848.2	1,023,591.0
Program loans	368,464.0	258,404.0	0.0	0.0	0.0	0.0	0.0	0.0	218,729.2	368,464.0	558,319.6
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	360,384.2	465,271.4
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	207,514.0	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	-40,159.2	-22,618.6
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	347,550.5	216,551.6
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	353,550.5	217,116.0
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	253,550.5	277,559.9
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	100,000.0	-60,444.0
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	486,707.0	507,068.7
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	-507,707.0	-507,633.0
Privatization Proceeds	15,000.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	15,000.0	0.0
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
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	5,150.1
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
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	1,150.5
Net domestic assets	3,436.5	3,488.3	3,429.6	3,470.1	3,669.2	3,623.5	3,633.4	3,611.9	3,649.4	3,691.9	3,893.8	4,015.3	4,089.9	4,172.2	4,215.6
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	5,444.3	5,675.1
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	318.4	339.1
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	2,930.0	3,081.7
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
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	5,336.0
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	9,365.7
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	1,543.1
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	3,713.6
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	4,109.0
Other items (net)	-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	-1,459.6
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
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	9,365.7
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	2,393.2
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	1,781.3
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	6,972.5
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	3,155.9
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	3,816.5
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	1,543.1
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	2,273.4

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 ^a												Percent			
													2010 ^a			
	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Apr		
A: Domestic Currency																
1. Interbank Cash Market Rates																
Overnight	9.90	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		
2 to 7 days	10.17	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		
8 to 14 days	10.77	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		
15 to 30 days	11.76	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		
31 to 60 days	11.80	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		
61 to 90 days	12.15	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		
91 to 180 days	12.00	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		
181 and above	14.35	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		
Overall Interbank cash market rate	10.10	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		
2. Lombard Rate	14.86	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		
3. REPO Rate	9.73	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		
4. Treasury Bills Rates																
35 days	7.62	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		
91 days	12.43	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		
182 days	14.86	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		
364 days	14.99	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		
Overall Treasury bills rate	13.33	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		
5. Treasury Bonds Rates																
2-years	15.28	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		
5-years	17.32	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		
7-years	17.04	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-years	19.92	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		
6. Discount Rate	18.33	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. Savings Deposit Rate	2.72	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		
8. Overall Time Deposits Rate	7.00	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		
Call Accounts	0.94	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 month	7.53	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		
2 months	8.24	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		
3 months	8.88	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 months	9.20	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		
12 months	8.56	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		
24 months	5.66	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		
9. Negotiated Deposit Rate	10.99	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		
10. Overall Lending rate	15.12	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		
Call Loans	19.25	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		
Short-term (up to 1 year)	13.44	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		
Medium-term (1-2 years)	15.33	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		
Medium-term (2-3 years)	14.93	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		
Long-term (3-5 years)	15.28	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		
Term Loans (over 5 years)	16.63	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		
11. Negotiated Lending Rate	13.01	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		
B: Foreign Currency																
Deposits Rates																
Call Accounts																
Savings Deposits Rate	2.36	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		
Overall Time Deposits Rate	3.83	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		
1-months	3.82	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		
2-months	3.78	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		
3-months	4.56	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		
6-months	3.81	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		
12-months	3.21	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		
Overall Lending Rate	9.48	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		
Short-term (up to 1 year)	5.88	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		
Medium-term (1-2 years)	10.78	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		
Medium-term (2-3 years)	9.93	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		
Long-term (3-5 years)	10.54	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		
Term Loans (over 5 years)	10.31	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		

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 April ^P		% Change
	April	March	April	Apr 09- Apr10	Mar 10- Apr 10	2009	2010	
Traditional Exports:								
COFFEE								
Value	15.3	5.9	2.2	-85.5	-62.3	104.2	88.3	-15.2
Volume	7.7	2.2	0.6	-92.0	-72.7	48.8	42.3	-13.3
Unit Price	1,987.0	2,626.4	3,625.6	82.5	38.0	2,136.4	2,089.7	-2.2
COTTON						0.0	0.0	
Value	10.0	3.9	2.4	-76.0	-38.5	123.8	104.4	-15.7
Volume	10.1	4.2	2.1	-79.3	-50.4	99.9	96.1	-3.8
Unit Price	990.1	929.6	1,152.4	16.4	24.0	1,239.9	1,086.6	-12.4
SISAL						0.0	0.0	
Value	0.0	0.0	0.0	0.0	0.0	2.3	0.0	-100.0
Volume	0.0	0.0	0.0	0.0	0.0	1.7	0.0	-100.0
Unit Price	0.0	0.0	0.0	0.0	0.0	1,357.9	0.0	-100.0
TEA						0.0	0.0	
Value	2.5	3.8	3.6	45.1	-5.4	34.6	39.0	12.6
Volume	1.5	1.8	1.7	11.3	-4.8	21.0	19.2	-8.8
Unit Price	1,666.7	2,184.4	2,171.9	30.3	-0.6	1,644.0	2,030.4	23.5
TOBACCO						0.0	0.0	
Value	10.3	17.7	0.6	-94.6	-96.8	143.1	155.9	9.0
Volume	4.1	3.6	0.2	-95.6	-95.0	45.7	34.8	-23.9
Unit Price	2,512.2	4,847.6	3,085.7	22.8	-36.3	3,130.2	4,482.2	43.2
CASHEWNUTS						0.0	0.0	
Value	0.50	3.77	1.2	145.3	-67.5	51.3	48.0	-6.4
Volume	0.60	4.92	1.9	224.9	-60.4	71.5	66.1	-7.5
Unit Price	833.3	766.5	629.2	-24.5	-17.9	717.9	726.4	1.2
CLOVES						0.0	0.0	
Value	0.52	0.18	0.2	-68.6	-9.0	14.8	10.6	-28.0
Volume	0.20	0.08	0.1	-61.6	2.4	4.3	3.5	-19.3
Unit Price	2,600.0	2,394.0	2,126.3	-18.2	-11.2	3,397.4	3,028.9	-10.8
Sub Total	39.1	35.3	10.2	-73.9	-71.1	474.1	446.3	-5.9
Non-Traditional Exports:								
Minerals	82.2	124.6	128.7	56.5	3.3	895.9	1,338.1	49.4
Gold	75.3	123.0	127.2	69.1	3.5	843.2	1,303.1	54.5
Diamond	5.2	0.0	0.0	-99.9	--	17.4	13.2	-24.1
Other minerals ¹	1.8	1.7	1.5	--	-11.1	35.3	21.9	-38.1
Manufactured Goods	23.6	64.7	65.8	--	1.8	642.8	584.5	-9.1
Cotton Yarn	0.3	1.2	0.4	48.6	-61.4	16.2	11.6	-28.2
Manufactured Coffee	0.0	0.1	0.0	0.0	0.0	0.4	0.7	60.9
Manufactured Tobacco	0.4	0.4	0.4	-7.8	-0.3	2.7	5.9	117.0
Sisal Products (Yarn & Twine)	0.0	0.6	0.7	0.0	8.8	6.7	7.6	13.1
Other manufactured Goods ²	22.9	62.4	64.3	--	3.1	616.8	558.7	-9.4
Fish and Fish Products	9.5	16.8	9.7	1.6	-42.7	140.8	133.1	-5.4
Horticultural products	2.7	4.4	2.3	-15.3	-48.5	34.6	33.3	-3.6
Re-exports	3.6	28.8	15.2	--	-47.2	120.2	111.3	-7.4
Others Exports³	15.0	34.3	20.8	38.8	-39.4	304.5	320.8	5.3
Sub Total	136.6	273.7	242.5	100.3	-11.4	2,138.8	2,521.1	17.9
GRAND TOTAL	175.8	309.0	252.7	75.8	-18.2	2,612.8	2,967.4	13.6

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 April ^P		% Change
	April	March	April	Apr 09- Apr10	Mar 10 - Apr 10	2009	2010	
Capital Goods	139.9	223.8	161.8	15.6	-27.7	2,651.2	2,540.4	-4.2
Transport Equipments	37.6	73.0	49.2	30.9	-32.6	771.2	760.7	-1.4
Building and Constructions	31.5	49.2	38.0	20.7	-22.7	622.7	561.3	-9.9
Machinery	70.8	101.7	74.6	5.3	-26.7	1,257.3	1,218.5	-3.1
Intermediate Goods	69.6	173.8	254.5	265.7	46.4	2,277.2	2,308.5	1.4
Oil imports	39.2	125.8	204.4	421.3	62.5	1,592.2	1,716.7	7.8
Fertilizers	2.0	2.0	4.1	104.1	105.7	167.7	83.8	-50.0
Industrial raw materials	28.4	46.0	46.0	62.0	-0.1	517.2	508.1	-1.8
Consumer Goods	85.8	135.1	117.6	37.0	-13.0	1,276.3	1,472.5	15.4
Food and food stuffs	18.2	44.6	41.0	124.9	-8.2	297.4	401.8	35.1
All other consumer goods ¹	67.6	90.4	76.6	13.2	-15.3	978.9	1,070.8	9.4
Grand Total (f.o.b)	295.6	532.9	533.8	80.6	0.2	6,204.7	6,321.5	1.9
Grand Total (c.i.f)	528.2	615.8	585.4	10.8	-4.9	7,103.5	6,685.1	-5.9

Note:

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

^P = Provisional data

Totals may not add up due to rounding of numbers

Source: Bank of Tanzania, TRA.

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

Item	Millions of USD				
	2005	2006	2007	2008 ^r	2009 ^p
A. Current Account	-862.8	-1,143.2	-1,578.6	-2,535.8	-1,745.8
Balance on Goods	-1,318.5	-1,946.5	-2,634.1	-3,447.4	-2,679.4
Goods: exports f.o.b.	1,679.1	1,917.6	2,226.6	3,036.0	3,096.3
Traditional	354.5	267.1	319.7	417.7	470.8
Non-traditional	1,324.6	1,476.2	1,704.5	2,270.6	2,163.2
o/w Gold	655.1	786.4	788.2	932.4	1,076.1
Unrecorded trade		174.3	202.4	347.8	462.3
Goods: imports f.o.b.	-2,997.6	-3,864.1	-4,860.6	-6,483.4	-5,775.7
Balance on Services	61.8	278.7	462.1	392.9	321.4
Services: credit	1,269.2	1,528.1	1,875.7	1,998.8	2,059.6
Transportation	222.9	343.7	331.1	364.6	334.4
Travel	823.6	950.2	1,198.8	1,288.7	1,260.1
Other	222.7	234.1	345.8	345.4	465.2
Services: debit	-1,207.3	-1,249.3	-1,413.7	-1,605.8	-1,738.2
Transportation	-319.5	-418.3	-485.0	-658.0	-612.6
Travel	-553.8	-534.5	-595.3	-720.7	-766.2
Other	-334.0	-296.6	-333.4	-227.1	-359.5
Balance on Goods and Services	-1,256.6	-1,667.8	-2,172.0	-3,054.4	-2,358.0
Balance on income	-102.0	-64.1	-58.1	-90.8	-74.0
Income: credit	80.9	80.3	107.3	122.7	155.3
O/W: Investment Income	70.7	73.9	101.3	113.4	143.9
Compensation of employees	10.2	6.4	6.0	9.3	11.4
Income: debit	-182.9	-144.4	-165.4	-213.5	-229.3
O/W: Direct Investment Income	-65.6	-66.4	-67.6	-68.3	-72.0
Interest payments (scheduled)	-56.9	-27.8	-26.0	-65.3	-45.5
Compensation of employees	-24.9	-23.4	-46.4	-54.5	-80.6
Balance on Goods, Services and Income	-1,358.6	-1,731.8	-2,230.1	-3,145.2	-2,432.0
Balance on Current transfers	495.7	588.7	651.5	609.4	686.2
Current transfers: credit	563.3	654.6	724.0	689.0	762.0
Government	477.9	559.7	626.9	588.5	654.1
o/w: Multilateral HIPC relief	75.7	42.1	36.7	0.0	0.0
Other sectors	85.4	94.9	97.1	100.5	107.9
Current transfer: debit	-67.5	-65.9	-72.5	-79.6	-75.8
B. Capital Account	393.2	5,183.5	911.7	537.0	466.5
Capital transfers: credit	393.2	5,183.5	911.7	537.0	466.5
General Government	350.1	5,135.0	858.5	477.3	403.9
Project	238.0	173.3	335.5	477.3	403.9
Debt forgiveness (including MDRI)	112.1	4,961.7	523.0	0.0	0.0
Other sectors	43.1	48.6	53.2	59.8	62.6
Capital transfers:Debit	0.0	0.0	0.0	0.0	0.0
Total, Groups A plus B	-469.7	4,040.3	-666.9	-1,998.8	-1,279.3
C. Financial Account, excl. reserves and related items	555.6	-3,954.6	946.0	1,745.7	1,553.2
Direct investment abroad	0.0	0.0	0.0	0.0	0.0
Direct investment in Tanzania	494.1	597.0	647.0	679.3	645.0
Portfolio investment	2.5	2.6	2.8	2.9	3.0
Other investment	59.0	-4,554.2	296.3	1,063.5	905.2
Assets	-90.9	-187.6	34.1	181.7	-333.8
Liabilities	150.0	-4,366.6	262.2	881.8	1,239.0
Total, Groups A through C	85.9	85.7	279.1	-253.1	274.0
D. Net Errors and Omissions	-314.5	374.9	125.5	401.1	91.0
Overall balance	-228.7	460.7	404.6	148.0	365.0
E. Reserves and Related Items	228.7	-460.7	-404.6	-148.0	-365.0
Reserve assets	254.0	-126.5	-411.4	-147.0	-675.5
Use of Fund credit and loans	-50.5	-334.2	6.8	-0.2	310.6
Exceptional financing	25.1	0.0	0.0	0.0	0.0
Memorandum items					
GDP(mp) billions of TZS	15,965.3	17,941.3	20,948.4	24,617.4	29,375.9
GDP(mp) millions of USD	14,139.1	14,308.4	16,838.6	20,577.8	22,249.2
CAB/GDP	-6.1	-8.0	-9.4	-12.3	-7.8
CAB/GDP (excl. current official transfers)	-9.5	-11.9	-13.1	-15.2	-10.8
Gross Official Reserves	2,049.5	2,136.9	2,724.3	2,872.6	3,551.3
Months of Imports	5.8	5.0	5.2	4.3	5.7
Net International Reserves (year end)	1,702.5	2,121.4	2,706.6	2,855.1	3,220.5
Change in Net International Reserves	180.5	-418.9	-585.2	-148.4	-365.4
Exchange rate (end of period)	1,165.5	1,261.6	1,132.1	1,280.3	1,313.3
Exchange rate (annual average)	1,129.2	1,253.9	1,244.1	1,196.3	1,320.3

Note: 1. Change in gross official reserves will not necessarily be equal to reserve assets since a new methodology of computing reserve assets which nets out the impact of valuation was introduced beginning January 2006

2. Annual data on goods export include adjustment for unrecorded cross boarder trade

r = Revised

p = Provisional

O/W = Of Which

Source: Bank of Tanzania

Table A6 (a): National Consumer Price Index (All - Urban), Percentage Change on the Previous Year

Period	Headline	Non-Food												
	(General Index)	Food	Total	Drinks & Tobacco	Clothing & Footwear	Rent	Fuel, Power & Water	Furniture Household Equip.	Household operations	Personal care & Health	Recreation & Entertain.	Transportation	Education	Miscel. goods & services
Weight (%)	100.0	55.9	44.1	6.9	6.4	1.4	8.5	2.1	2.1	2.1	0.8	9.7	2.6	1.5
2004	4.2	5.9	1.6	-0.5	2.3	2.3	4.6	0.2	0.9	0.5	2.1	1.0	0.6	-0.5
2005	4.4	5.9	2.9	2.1	-0.5	-0.4	7.7	-1.1	0.5	3.5	-1.5	4.7	-0.1	-1.4
2006	7.3	7.0	7.6	7.7	7.0	5.5	8.5	7.8	2.0	11.2	5.0	9.1	2.5	8.0
2007	7.0	7.0	7.0	10.5	5.9	3.6	6.2	7.9	8.7	2.9	8.9	7.0	9.7	0.8
2008	10.3	12.7	6.7	8.2	1.5	2.4	10.7	6.0	3.2	5.0	5.5	6.9	7.0	1.8
2009	12.1	17.6	3.7	8.8	6.3	12.5	-1.5	6.1	5.2	6.8	9.2	0.1	10.1	3.3
2007- Mar	7.2	6.1	9.1	11.8	7.2	5.8	9.3	10.4	11.1	3.4	9.2	9.1	13.0	1.6
Apr	6.1	4.8	8.2	14.7	6.7	4.3	5.0	10.5	11.8	3.6	9.4	8.3	11.8	1.9
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

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.	Transpor- tation	Educ- ation	Miscel. goods & services
Weight (%)	100.0	55.9	44.1	6.9	6.4	1.4	8.5	2.1	2.1	2.1	0.8	9.7	2.6	1.5
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

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
		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
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
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. 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
Bilateral debt	933.5	932.1	938.5	944.3	941.5	949.7	938.6	940.0	939.4	931.3	913.1
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
Commercial debt	708.2	706.2	702.0	709.2	713.5	640.8	638.1	639.4	634.2	595.2	592.8
Export credits	446.8	419.0	418.8	464.1	485.5	538.2	537.5	539.5	538.9	538.5	543.5
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
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
Parastatal Companies	392.3	392.3	394.6	396.7	398.9	442.7	506.6	503.9	488.3	486.1	484.1
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
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
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
Transport & Telecommunication	695.7	634.9	656.2	705.5	707.1	723.1	723.1	721.8	719.9	661.0	658.3
Agriculture	599.0	605.9	609.8	614.3	654.4	653.0	658.2	677.7	687.7	676.2	670.3
Energy & Mining	808.7	758.4	816.1	820.4	823.3	810.2	801.1	800.3	756.4	726.8	723.6
Industries	141.9	148.0	148.6	152.9	154.0	153.1	183.4	184.6	184.1	179.7	179.3
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
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
Tourism	90.6	90.6	90.7	90.7	91.0	96.6	87.0	86.6	86.5	87.0	92.0
Others	618.7	492.7	774.8	787.1	780.1	823.9	810.8	919.4	877.3	944.0	915.6
5. Total Amount of Loan Contracted¹	965.9	310.8	41.1	15.3	1.7	0.0	0.0	46.8	60.0	70.0	0.0
Government	218.0	250.1	32.6	0.0	0.0	0.0	0.0	40.3	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
Private	412.0	60.7	8.5	15.3	1.7	0.0	0.0	6.5	60.0	70.0	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
Government	480.2	56.3	157.6	19.9	20.3	6.8	49.0	32.2	125.3	35.2	167.6
Parastatal Companies	246.7	0.0	0.0	0.0	0.0	0.0	63.4	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
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	7.3
Principal	24.1	6.6	2.9	4.5	2.5	1.8	3.3	4.0	0.2	2.8	2.9
Interest	29.9	13.7	0.5	0.7	0.9	3.1	2.4	2.9	0.7	2.6	4.4
Others	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
9. Net Transfers¹	887.2	37.3	155.7	44.7	16.9	1.9	109.3	30.8	124.4	29.7	160.3
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
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
Bilateral	452.8	454.4	460.4	468.3	468.9	468.9	472.4	476.8	479.7	472.7	456.1
Multilateral	17.2	19.5	19.5	20.0	23.6	20.1	22.8	15.9	15.9	15.9	16.3
Commercial	449.3	459.0	454.0	456.4	461.5	470.0	380.2	405.6	402.2	369.4	372.6
Export Credits	374.1	324.7	328.6	321.3	347.2	347.4	308.7	253.1	253.8	253.6	255.9
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
Bilateral	667.7	673.1	680.7	689.0	689.4	703.9	715.8	724.5	722.0	716.4	710.3
Multilateral*	10.0	15.5	15.5	16.0	16.0	16.1	16.9	17.1	17.2	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
Export Credits	278.9	276.2	274.3	274.8	282.5	285.4	288.0	290.7	289.4	285.4	290.3
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
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
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
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

*Multilateral arrears are those owed by the private companies

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

Source: Bank of Tanzania

Glossary

Currency in Circulation Outside Banks

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

Discount Rate also known as Bank Rate

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

Exchange Rate

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

Lombard Facility

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

Lombard Rate

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

Money Supply, M

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

M1, Narrow Money

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

M2, Broad Money

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

M3, Extended Broad Money

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

Non-Food Inflation

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

Other Depository Corporations

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

Repurchase Agreement (REPO)

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

Reserve Money (M0)

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

Seasonally Adjusted Series

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

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

Weighted Annualized Yields of Treasury Bills of all Maturities

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

ISSN 0856 – 6844