DOMESTIC FINANCIAL MARKETS WEEKLY REPORT

19-OCT-2026 → 23-OCT-2026

1. Foreign Exchange Market Developments

1.1 Official Indicative Mean Exchange Rates

The shilling remained stable against the USD over the week, depreciating slightly to close at TZS 2,636.74 (up 0.14%) from TZS 2,633.12 at the close of the previous week. Mean rates for the most actively traded currencies, which account for the majority of interbank and retail turnover, are detailed in Table 1.

Table 1: Selected Exchange Rates (TZS per unit of foreign currency)

Currency	16-Oct-26	23-Oct-26	Change (%)
British Pound Sterling	3,487.83	3,525.85	1.09
Chinese Yuan (Renminbi)	393.52	395.06	0.39
Euro	2,950.67	2,952.36	0.06
Indian Rupee	27.70	27.81	0.39
Japanese Yen	16.67	16.78	0.63
Kenyan Shilling	20.25	20.28	0.14
Rwandan Franc	1.78	1.78	0.09
Ugandan Shilling	0.65	0.61	(5.79)
United States Dollar	2,633.12	2,636.74	0.14

Source: Bank of Tanzania

1.2 Interbank Foreign Exchange Market

The Interbank Foreign Exchange Market (IFEM) transactions increased to USD 60.80 million compared to USD 19.70 million recorded the previous week. Charts 1 to 3 below provide more details.

Chart 1: IFEM Turnover – Previous Week

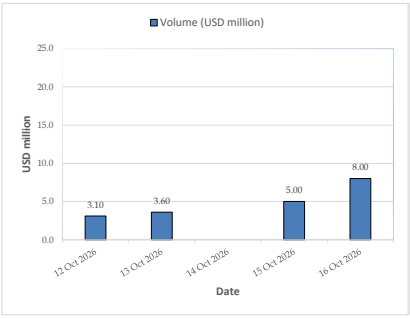


Chart 2: IFEM Turnover This Week

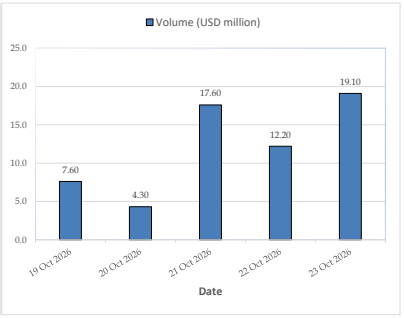
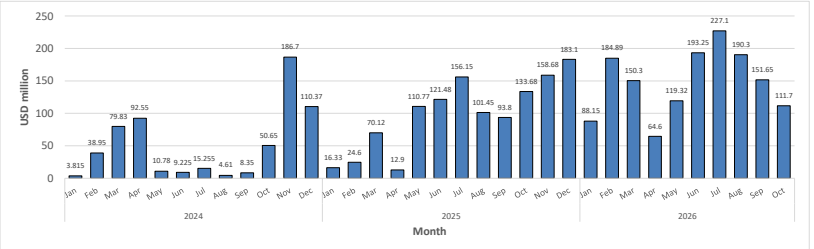


Chart 3: Monthly IFEM Turnover Trend (USD millions)



Source: Bank of Tanzania

1.3 Retail Foreign Exchange Market

Retail Foreign Exchange transactions decreased to USD 575.68 million compared to USD 604.89 million recorded the previous week. Trade (USD 172.34 million), Oil & Energy (USD 80.55 million), and Agriculture sectors (USD 78.09 million) contributed the most for the week, accounting for USD 330.98 million of the total retail turnover.

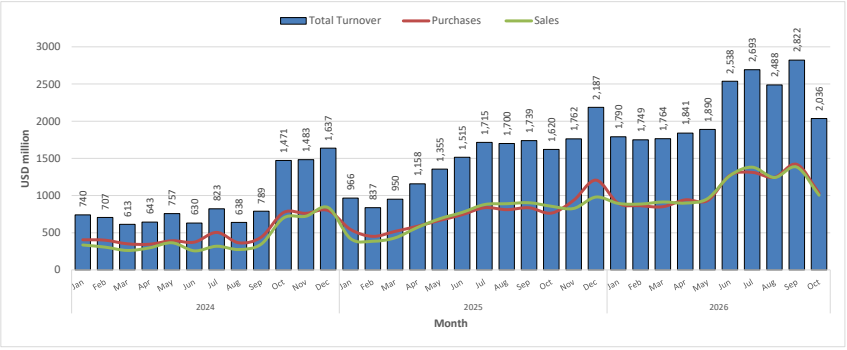
Over the past month, daily retail foreign exchange transactions averaged USD 125.79 million, with sales and purchases averaging USD 61.48 million and USD 64.31 million, respectively. Table 2 and Charts 4 and 5 below provide more details.

Table 2: Weekly Commercial Banks Retail Foreign Exchange Transactions by Sector (USD million)

	Previous Week			This Week		
Sector	**Purchases**	**Sales**	**Total Turnover**	**Purchases**	**Sales**	**Total Turnover**
Trade	97.56	83.72	181.28	84.15	88.19	172.34
Oil & Energy	7.73	57.06	64.78	11.49	69.06	80.55
Agriculture	62.74	10.27	73.01	64.28	13.81	78.09
Manufacturing	10.29	27.99	38.28	13.90	37.24	51.15
Individual Retail Customers	25.38	15.84	41.22	18.82	17.20	36.02
Mining	65.77	8.41	74.18	26.08	9.76	35.84
Tourism	24.81	2.07	26.88	28.55	3.92	32.48
Transport & Communication	29.80	6.03	35.84	21.16	10.12	31.29
Constructions (Machine& Equip)	19.44	19.73	39.17	9.92	13.50	23.42
Social Services	10.44	5.31	15.75	11.58	5.56	17.15
NGOs	9.05	2.37	11.42	12.01	0.42	12.43
Breweries/Beverages	0.13	2.96	3.09	0.75	4.19	4.93
Total	**363.12**	**241.77**	**604.89**	**302.69**	**272.99**	**575.68**

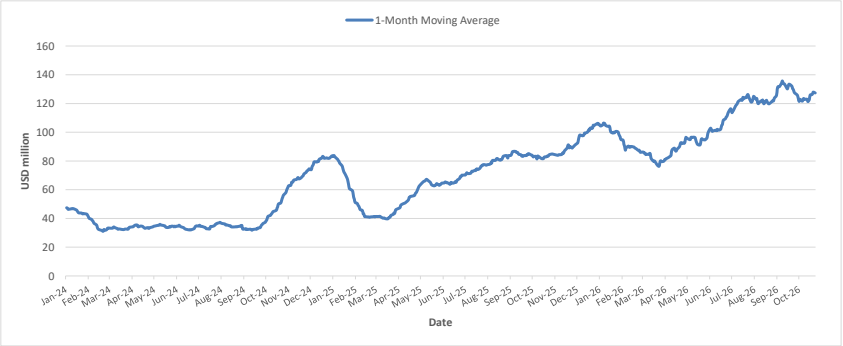
Source: Bank of Tanzania

Chart 4: Monthly Retail Foreign Exchange Turnover (USD million)



Source: Bank of Tanzania

Chart 5: Daily Retail Turnover 1-month Moving Average (USD million)



Source: Bank of Tanzania

2. Money Market

2.1. The 7-Day IBCM

The Interbank Cash Market (IBCM) Weighted Average Rate (WAR) closed the week at 6.59%, down from 6.68% recorded at the close of the previous week. Total 7-day trading volume declined to TZS 587.45 billion from TZS 812.65 billion recorded in the preceding week.

The 7-day weekly WAR averaged 6.42%, which is within the Central Bank Rate corridor of 4.75% to 7.75%. The weekly WAR is 17bps above the Central Bank Rate (6.25%), remaining consistent with the Bank's policy stance. Charts 6 and 7 below provide more details.

Chart 6: The 7-Day IBCM – Previous Week

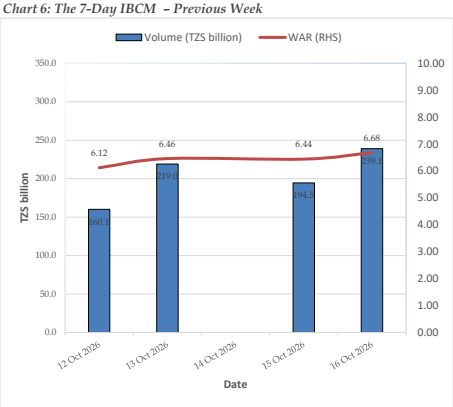
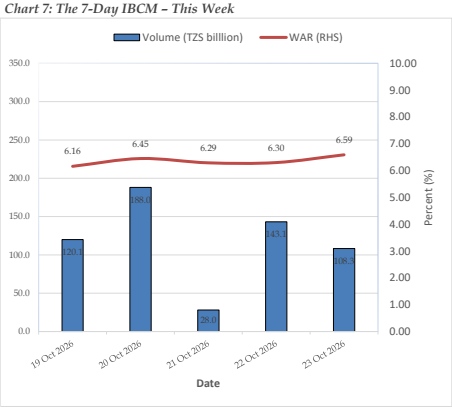


Chart 7: The 7-Day IBCM – This Week

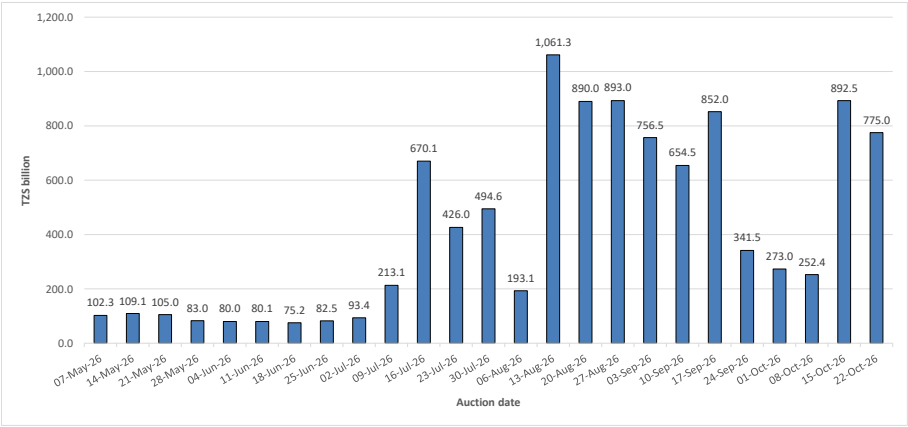


Source: Bank of Tanzania

2.2 Reverse REPO

During the week, the Bank conducted 7-Day Reverse REPO through main operations, injecting TZS 774.96 billion in the market to steer the operating target towards the policy rate, a decrease from TZS 892.50 billion injected in the preceding week. The operation was at the Central Bank Rate (CBR) of 6.25%. Chart 8 below provides more details.

Chart 8: 7-day Reverse Repo Volume (TZS billion)



Source: Bank of Tanzania

3. Government Securities

Outstanding Government Securities stands at TZS 34,217.52 billion, with Treasury bonds at TZS 30,537.77 billion (89.25%) and Treasury bills at TZS 3,679.76 billion (10.75%).

3.1 Holders by Investor Category

Banks (34.43%), Pension Funds (29.70%), and Retail Investors (17.70%) hold the largest shares of Outstanding Government Securities. Table 3 below provides more details.

Table 3: Government Securities Holdings by Investor Category (TZS billion)

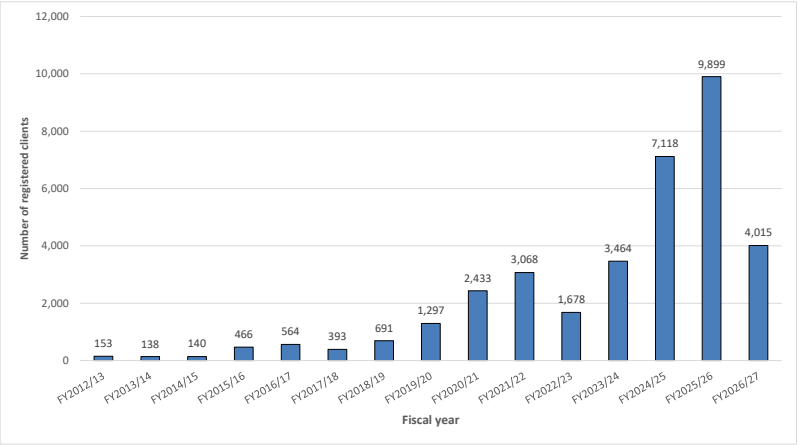
S/N	Investor Category	Face Value	Share (%)
1	Banks	11,780.30	34.43
2	Pension Funds	10,162.80	29.70
3	Retail Investors	6,055.95	17.70
4	CIS and Other Official Entities	2,757.91	8.06
5	Insurance Companies	2,475.06	7.23
6	Others	985.51	2.88
	Total	**34,217.52**	**100.00**

Source: Bank of Tanzania

3.2 Registered Clients

In the current fiscal year, 4,015 new clients have been onboarded, expanding the total number of registered clients to 35,517. Chart 9 below provides more details.

Chart 9: Registered Clients by Fiscal Year



Source: Bank of Tanzania

3.3 Auction

The Treasury bills auction No. 1209 held on 21st October 2026 offered the 35, 91, 182 and 364-day tenors and attracted 88 bids, of which 65 were successful. The total amount tendered was TZS 457.58 billion against offered amount of TZS 388.70 billion, representing an oversubscription of TZS 68.88 billion. The total amount allotted was TZS 360.90 billion. The weighted average yields were 3.5379% for the 35-day; 3.6357% for the 91-day; 5.5712% for the 182-day; 6.1342% for the 364-day.

Investor category participation: Banks accounted for 100.0% of subscriptions and were allotted TZS 360.90 billion (100.0%). Tables 4 and 5 provide more details.

3.3 Auction (continued)

Table 4: Allotted Amounts by Category (TZS billion)

S/N	Investor Category	Subscription (%)	Allotment (%)
1	Banks	100.00	100.00
	Total	**100.00**	**100.00**

Source: Bank of Tanzania

Table 5: Recent Auctions (Treasury Bills)

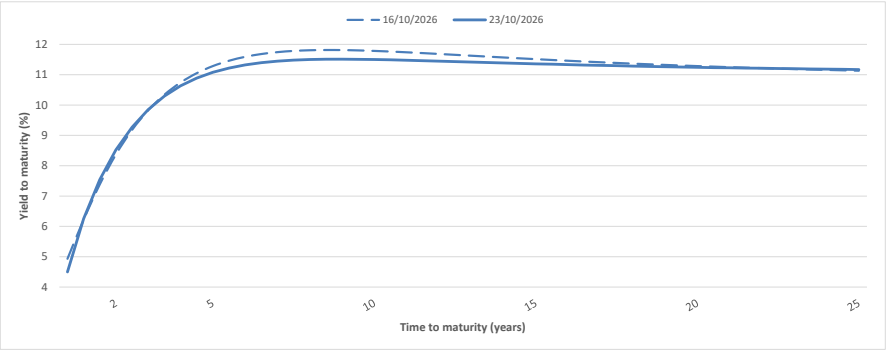
S/N	DESCRIPTION	35 Days	91 Days	182 Days	364 Days
1	Maturity Date	11/26/2026	1/21/2027	4/22/2027	10/21/2027
2	Number of Bids Received	9	14	30	35
3	Number of Successful Bids	9	14	25	17
4	Highest Bid /100	99.7418	99.2576	97.7101	94.4342
5	Lowest Bid /100	99.6161	98.9846	96.8551	91.5544
6	Minimum Successful Price / 100	99.6161	98.9846	97.0481	94.0710
7	WAP for Successful Bids	99.6619	99.1017	97.2971	94.2353
8	Weighted Average Yield (%)	3.54	3.64	5.57	6.13
9	Amount Offered (TZS million)	49,900.0	69,900.0	99,900.0	169,000.0
10	Total Tendered (TZS million)	40,000.0	52,000.0	125,500.0	240,080.0
11	Under/Oversubscribed (+/-) (TZS million)	9,900.0	17,900.0	(25,600.0)	(71,080.0)
12	Successful Bids (TZS million)	40,000.0	52,000.0	99,900.0	169,000.0
13	Bid-to-Cover Ratio	0.80x	0.74x	1.26x	1.42x

Source: Bank of Tanzania

The next Government Securities Auction is scheduled for Wednesday, 28th October 2026, whereby 20-Year Treasury bond will be offered in line with the issuance calendar. Further details are available in the auction prospectus.

3.4 Tanzania Sovereign Yield Curve

Chart 10: Tanzania Sovereign Yield Curve as at 23-OCT-2026



Source: Bank of Tanzania

Glossary of Acronyms and Presentation Notes

Acronym	Meaning
BOT	Bank of Tanzania
bps	Basis points; 1 bp = 0.01 percentage point
CBR	Central Bank Rate
CDS	Central Depository System
CIS	Collective Investment Schemes
EAC	East African Community
IBCM	Interbank Cash Market
IFEM	Interbank Foreign Exchange Market
NBFI	Non-Bank Financial Institution
NGO	Non-Governmental Organisation
RREPO	Reverse Repurchase Agreement
SADC	Southern African Development Community
TZS	Tanzanian Shilling
USD	United States Dollar
WAP	Weighted Average Price
WAR	Weighted Average Rate
WAY	Weighted Average Yield