DOMESTIC FINANCIAL MARKETS WEEKLY REPORT

26-OCT-2026 → 30-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 2,640.73 (up 0.15%) from TZS 2,636.74 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	23-Oct-26	30-Oct-26	Change (%)
British Pound Sterling	3,525.85	3,516.66	(0.26)
Chinese Yuan (Renminbi)	395.06	396.39	0.34
Euro	2,952.36	2,937.55	(0.50)
Indian Rupee	27.8057	27.7184	(0.31)
Japanese Yen	16.7774	16.7082	(0.41)
Kenyan Shilling	20.2826	20.2977	0.07
Rwandan Franc	1.7807	1.7827	0.11
Ugandan Shilling	0.6118	0.6071	(0.77)
United States Dollar	2,636.74	2,640.73	0.15

Source: Bank of Tanzania

1.2 Interbank Foreign Exchange Market

The Interbank Foreign Exchange Market (IFEM) transactions decreased to USD 58.50 million compared to USD 60.80 million recorded the previous week. Charts 1 to 3 below provide more details.

Chart 1: IFEM Turnover – Previous Week

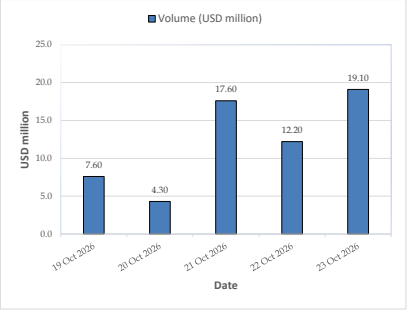


Chart 2: IFEM Turnover This Week

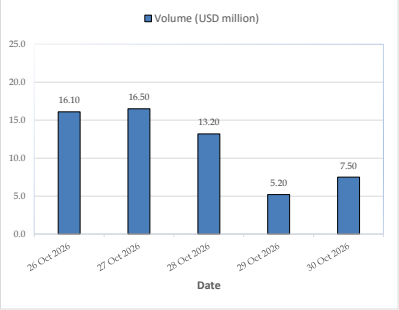
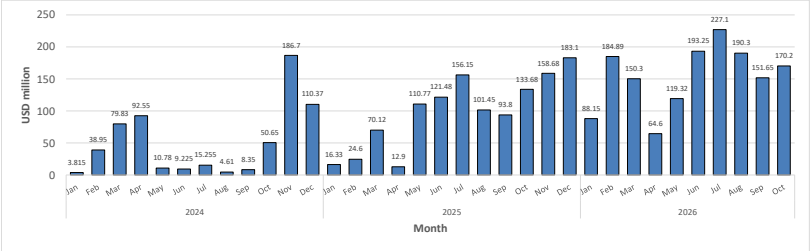


Chart 3: Monthly IFEM Turnover Trend (USD millions)



Source: Bank of Tanzania

1.3 Retail Foreign Exchange Market

Retail Foreign Exchange transactions increased to USD 713.39 million compared to USD 575.68 million recorded the previous week. Trade (USD 201.33 million), Mining (USD 150.96 million), and Oil & Energy sectors (USD 69.10 million) contributed the most for the week, accounting for USD 421.38 million of the total retail turnover.

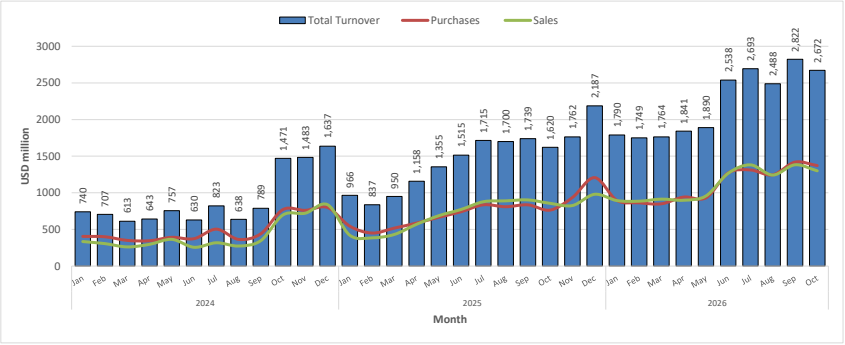
Over the past month, daily retail foreign exchange transactions averaged USD 130.67 million, with sales and purchases averaging USD 63.10 million and USD 67.57 million, respectively. Table 2 and Charts 4 and 5 below provide more details.

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	84.15	88.19	172.34	90.24	111.09	201.33
Mining	26.08	9.76	35.84	136.98	13.97	150.96
Oil & Energy	11.49	69.06	80.55	4.46	64.64	69.10
Agriculture	64.28	13.81	78.09	48.07	13.45	61.52
Manufacturing	13.90	37.24	51.15	12.21	41.09	53.30
Transport & Communication	21.16	10.12	31.29	30.34	19.38	49.72
Individual Retail Customers	18.82	17.20	36.02	25.77	21.23	47.00
Constructions (Machine& Equip)	9.92	13.50	23.42	8.35	24.73	33.09
Tourism	28.55	3.92	32.48	17.15	2.39	19.53
Social Services	11.58	5.56	17.15	6.94	10.19	17.13
NGOs	12.01	0.42	12.43	6.22	0.59	6.81
Breweries/Beverages	0.75	4.19	4.93	0.01	3.90	3.91
Total	**302.69**	**272.99**	**575.68**	**386.75**	**326.64**	**713.39**

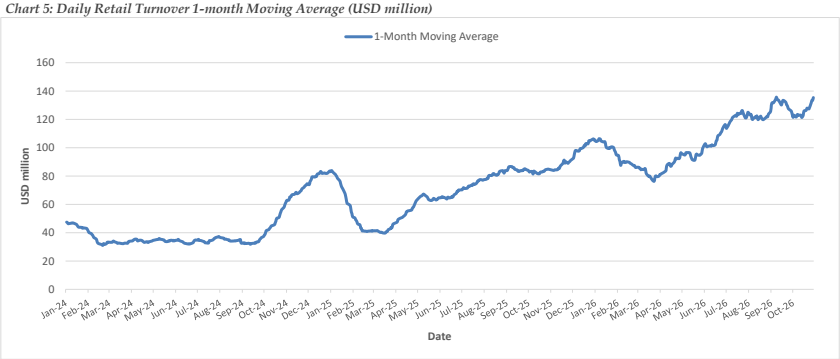
Source: Bank of Tanzania

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 6.55%, down from 6.59% recorded at the close of the previous week. Total 7-day trading volume increased to TZS 670.05 billion from TZS 587.45 billion recorded in the preceding week.

The 7-day weekly WAR averaged 6.38%, which is within the Central Bank Rate corridor of 4.75% to 7.75%. The weekly WAR is 13bps 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

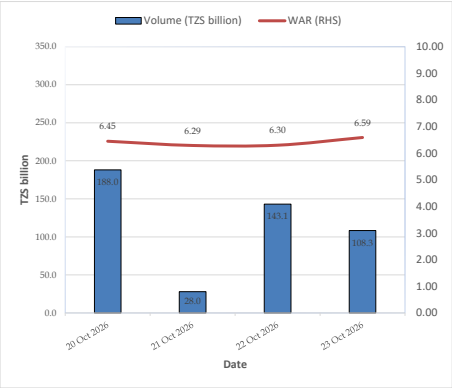
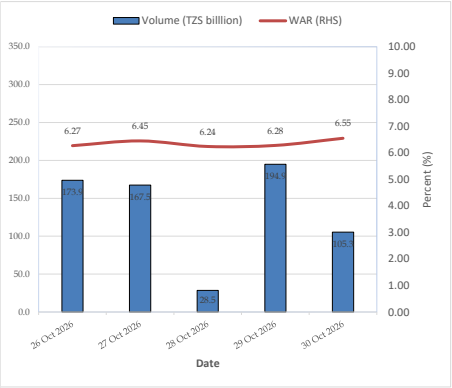


Chart 7: The 7-Day IBCM – This Week

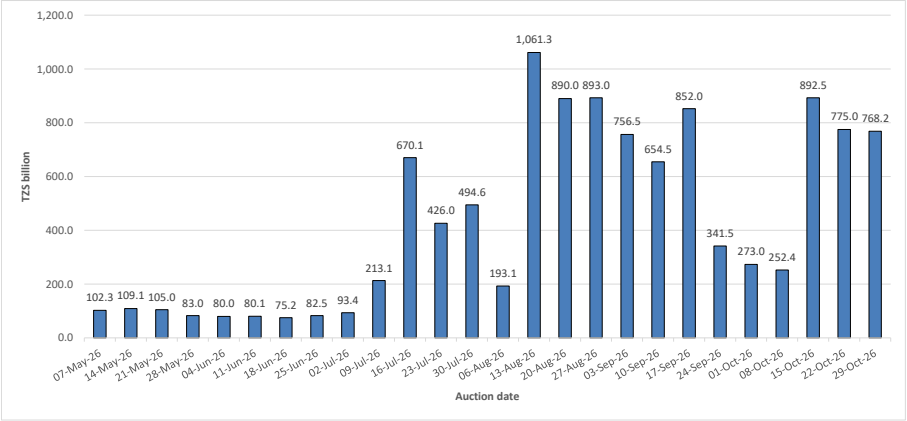


Source: Bank of Tanzania

2.2 Reverse REPO

During the week, the Bank conducted 7-Day Reverse REPO through main operations, injecting TZS 768.20 billion in the market to steer the operating target towards the policy rate, a decrease from TZS 774.96 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 34,474.24 billion, with Treasury bonds at TZS 30,829.48 billion (89.43%) and Treasury bills at TZS 3,644.76 billion (10.57%).

3.1 Holders by Investor Category

Banks (34.28%), Pension Funds (29.70%), and Retail Investors (17.86%) hold the largest shares of Outstanding Government Securities. Table 3 below provides more details.

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

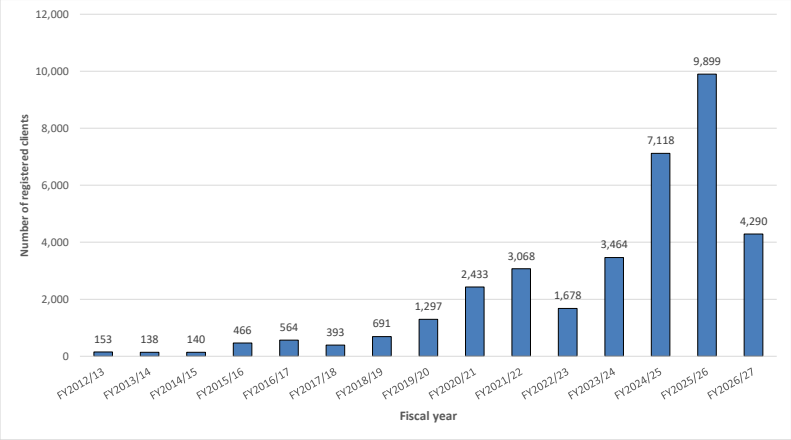
S/N	Investor Category	Face Value	Share (%)
1	Banks	11,816.77	34.28
2	Pension Funds	10,238.61	29.70
3	Retail Investors	6,158.58	17.86
4	CIS and Other Official Entities	2,770.65	8.04
5	Insurance Companies	2,519.31	7.31
6	Others	970.33	2.81
	Total	**34,474.24**	**100.00**

Source: Bank of Tanzania

3.2 Registered Clients

In the current fiscal year, 4,290 new clients have been onboarded, expanding the total number of registered clients to 35,792. Chart 9 below provides more details.

Chart 9: Registered Clients by Fiscal Year



Source: Bank of Tanzania

3.3 Auction

The 20-year Treasury bond No. 710 auctioned on 28th October 2026 attracted 1,356 bids, of which 861 were successful. The total amount tendered was TZS 1,033.09 billion against offered amount of TZS 363.01 billion, representing an oversubscription of TZS 670.08 billion. The total amount allotted was TZS 336.62 billion. The minimum successful price was 111.8071, weighted average price 114.2114, with the weighted average yield-to-maturity 10.5214%, compared to 11.3306% in the previous auction of the same tenor.

Investor category participation: Individuals and Companies accounted for 36.88% of subscriptions and were allotted TZS 156.09 billion (46.37%). Collective Investment Schemes accounted for 25.46% of subscriptions and were allotted TZS 1.99 billion (0.59%). Banks accounted for 22.48% of subscriptions and were allotted TZS 92.60 billion (27.51%). 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	Individuals and Companies	36.88	46.37
2	Collective Investment Schemes	25.46	0.59
3	Banks	22.48	27.51
4	Pension Funds	14.09	22.18
5	Insurance Companies	1.09	3.35
	Total	**100.00**	**100.00**

Source: Bank of Tanzania

Table 5: Recent Auctions (Treasury Bonds)

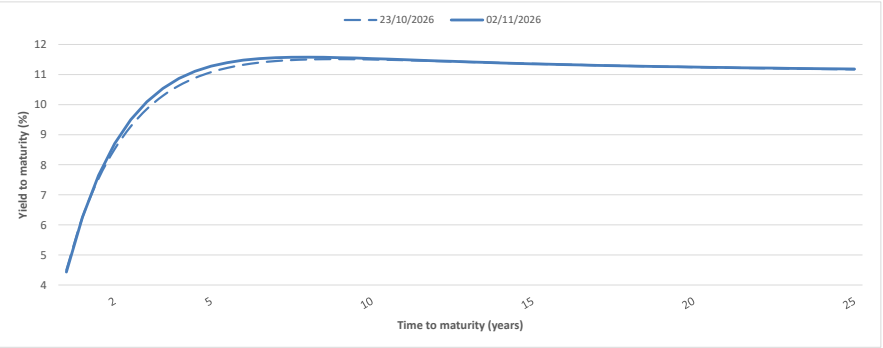
S/N	DESCRIPTION	12.25% 15-YEAR TREASURY BOND NUMBER 696 ISSUE 58 (2)	11.25% 10-YEAR TREASURY BOND NUMBER 711 ISSUE 351(2)	10.25% 5-YEAR TREASURY BOND NUMBER 700 ISSUE 93 (2)	12.25% 15-YEAR TREASURY BOND NUMBER 696 ISSUE 58 (3)	12.75% 25-YEAR TREASURY BOND NUMBER 722 ISSUE 19	12.25% 20-YEAR TREASURY BOND NUMBER 710 ISSUE 192
1	Redemption Date	19-Feb-41	23-Jul-36	30-Apr-31	19-Feb-41	16-Oct-51	09-Jul-46
2	Number of Bids Received	396	165	100	312	2,547	1,356
3	Number of Successful Bids	235	87	75	208	1,673	861
4	Highest Bid /100	117.0314	109.0000	105.0000	113.5568	118.8765	120.0000
5	Lowest Bid /100	86.5544	83.3963	90.6441	90.6655	85.4033	96.2411
6	Minimum Successful Price / 100	109.2189	101.4576	100.1576	109.6647	115.5000	111.8071
7	WAP for Successful Bids	112.4713	103.3267	102.6275	110.5120	116.3067	114.2114
8	Weighted Average Yield to Maturity (%)	10.55	10.69	9.53	10.79	10.84	10.52
9	Weighted Average Coupon Yield (%)	10.89	10.89	9.99	11.08	10.96	10.73
10	Amount Offered (TZS billion)	207.27	182.90	145.63	207.27	414.19	363.01
11	Total Tendered (TZS billion)	689.45	364.96	398.06	504.13	2,495.06	1,033.09
12	Under/Oversubscribed (+/-) (TZS billion)	(482.18)	(182.06)	(252.43)	(296.86)	(2,080.87)	(670.08)
13	Successful Bids (TZS billion)	181.19	149.60	143.57	196.51	610.61	336.62
14	Coupon 1	19/02	23/01	30/10	19/02	16/04	09/01
15	Coupon 2	19/08	23/07	30/04	19/08	16/10	09/07
16	Accrued Interest (TZS)	0.0336	1.2945	3.9315	1.4432	0.0000	3.7589
17	**Bid-to-Cover Ratio**	**3.33x**	**2.00x**	**2.73x**	**2.43x**	**6.02x**	**2.85x**

Source: Bank of Tanzania

The next Government Securities Auction is scheduled for Wednesday, 4th November 2026, whereby 2-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 30-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