



DOMESTIC FINANCIAL MARKETS WEEKLY REPORT

31-AUG-2026 → 04-SEP-2026

1. Foreign Exchange Market Developments

1.1 Official Indicative Mean Exchange Rates

The shilling remained stable against the USD over the week, appreciating slightly to close at TZS 2,638.96 (down 0.16%) from TZS 2,643.26 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)

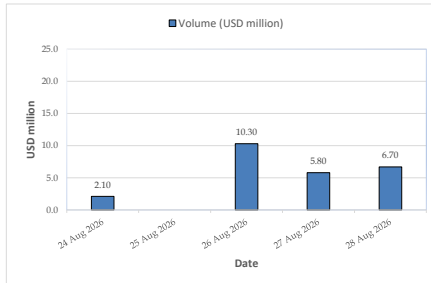
Currency	28-Aug-26	04-Sep-26
British Pound Sterling	3,591.66	3,566.56
Chinese Yuan (Renminbi)	393.32	392.76
Euro	3,078.87	3,067.53
Indian Rupee	27.66	27.93
Japanese Yen	16.58	16.94
Kenyan Shilling	20.41	20.37
Rwandan Franc	1.79	1.79
Ugandan Shilling	0.70	0.70
United States Dollar	2,643.26	2,638.96

Source: Bank of Tanzania

1.2 Interbank Foreign Exchange Market

The Interbank Foreign Exchange Market (IFEM) transactions increased to USD 35.05 million compared to USD 24.90 million recorded the previous week. Charts 1 to 3 below provide more details.

Chart 1: IFEM Turnover - Previous Week



Source: Bank of Tanzania

Chart 2: IFEM Turnover This Week

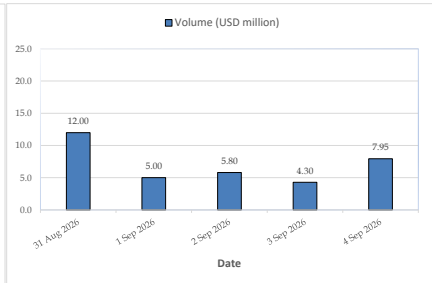
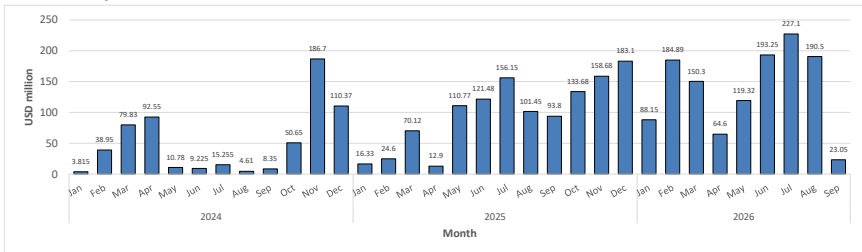


Chart 3: Monthly IFEM Turnover Trend (USD millions)



Source: Bank of Tanzania

1.3 Retail Foreign Exchange Market

Retail Foreign Exchange transactions increased to USD 668.24 million compared to USD 544.24 million recorded the previous week. Trade (USD 173.02 million), Mining (USD 114.70 million), and Oil & Energy sectors (USD 110.79 million) contributed the most for the week, accounting for USD 398.51 million of the total retail turnover.

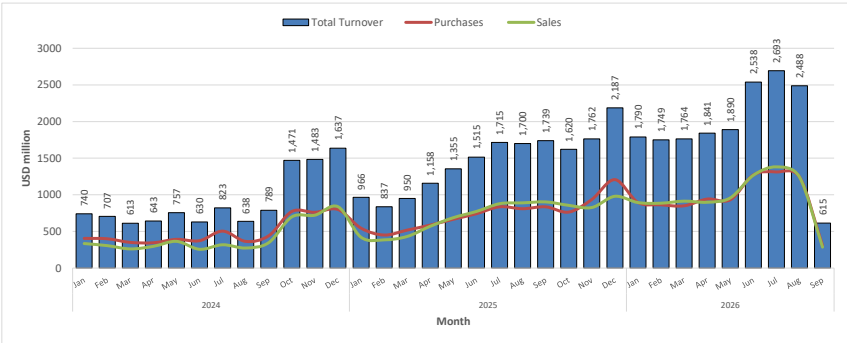
Over the past month, daily retail foreign exchange transactions averaged USD 132.02 million, with sales and purchases averaging USD 65.14 million and USD 65.96 million, respectively. Table 2 and Charts 4 and 5 below provide more details.

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

Sector	Previous Week			This Week		
	Purchases	Sales	Total Turnover	Purchases	Sales	Total Turnover
Trade	70.46	89.61	160.07	78.15	94.87	173.02
Mining	33.69	1.48	35.17	96.80	17.90	114.70
Oil & Energy	5.81	61.30	67.10	9.79	101.00	110.79
Individual Retail Customers	71.19	38.23	109.42	56.51	48.95	105.46
Agriculture	34.09	13.04	47.12	33.17	3.98	37.15
Manufacturing	6.58	28.98	35.56	3.94	30.62	34.56
Transport & Communication	20.16	8.67	28.83	18.90	10.07	28.97
Tourism	18.58	4.74	23.32	19.62	3.47	23.09
Constructions (Machine& Equip)	12.21	5.91	18.12	11.33	6.42	17.75
NGOs	3.39	0.40	3.79	8.44	2.64	11.07
Social Services	6.89	7.46	14.35	4.62	5.14	9.77
Breweries/Beverages	0.02	1.38	1.40	0.00	1.91	1.91
Total	283.04	261.19	544.24	341.27	326.97	668.24

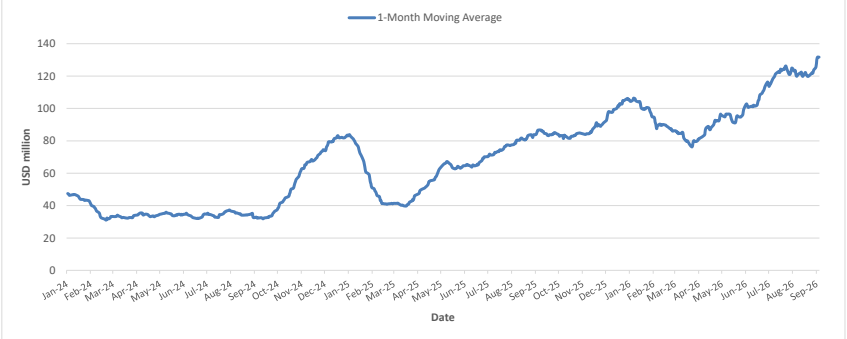
Source: Bank of Tanzania

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

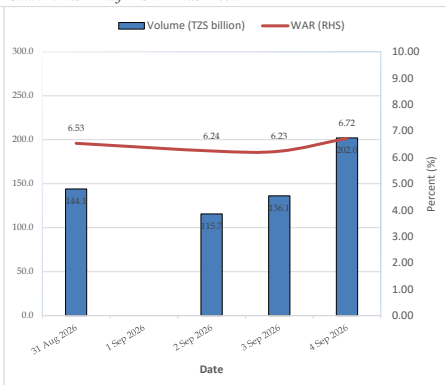
The Interbank Cash Market (IBCM) Weighted Average Rate (WAR) closed the week at 6.72%, unchanged from the rate recorded at the close of the previous week. Total 7-day trading volume declined to TZS 597.85 billion from TZS 652.25 billion recorded in the preceding week.

The 7-day weekly WAR averaged 6.41%, which is within the Central Bank Rate corridor of 4.75% to 7.75%. The weekly WAR is 16bps 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

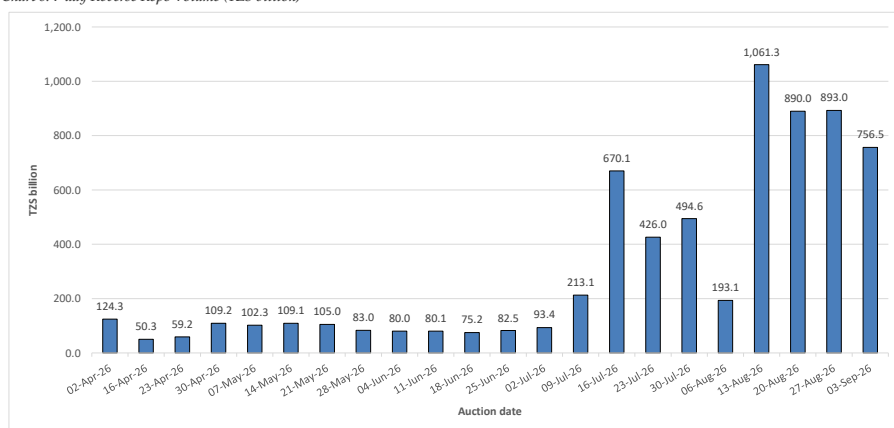


Source: Bank of Tanzania

2.2 Reverse REPO

During the week, the Bank conducted 7-Day Reverse REPO through main operations, injecting TZS 756.50 billion in the market to steer the operating target towards the policy rate, a decrease from TZS 893.00 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 33,010.54 billion, with Treasury bonds at TZS 29,807.68 billion (90.30%) and Treasury bills at TZS 3,202.86 billion (9.70%).

3.1 Holders by Investor Category

Banks (33.07%), Pension Funds (30.42%), and Retail Investors (17.78%) hold the largest shares of Outstanding Government Securities. Table 3 below provides more details.

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

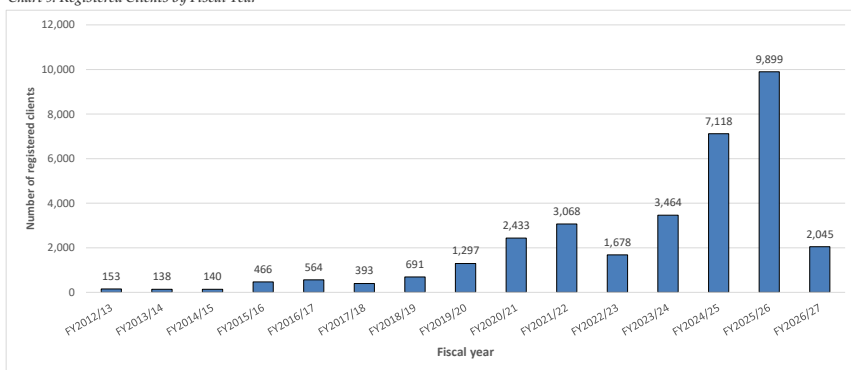
S/N	Investor Category	Face Value	Share (%)
1	Banks	10,916.62	33.07
2	Pension Funds	10,041.15	30.42
3	Retail Investors	5,869.81	17.78
4	CIS and Other Official Entities	2,706.84	8.20
5	Insurance Companies	2,511.66	7.61
6	Others	964.47	2.92
	Total	33,010.54	100.00

Source: Bank of Tanzania

3.2 Registered Clients

In the current fiscal year, 2,045 new clients have been onboarded, expanding the total number of registered clients to 33,547. Chart 9 below provides more details.

Chart 9: Registered Clients by Fiscal Year



Source: Bank of Tanzania

3.3 Auction

The 10-year Treasury bond No. 711 auctioned on 2nd September 2026 attracted 165 bids, of which 87 were successful. The total amount tendered was TZS 364.96 billion against offered amount of TZS 182.90 billion, representing an oversubscription of TZS 182.06 billion. The total amount allotted was TZS 149.60 billion. The minimum successful price was 101.4576, weighted average price 103.3267, with the weighted average yield-to-maturity 10.6924%, compared to 10.3861% in the previous auction of the same tenor.

Investor category participation: Banks accounted for 47.51% of subscriptions and were allotted TZS 43.14 billion (28.84%). Collective Investment Schemes accounted for 20.57% of subscriptions and were allotted TZS 66.09 billion (44.18%). Individuals and Companies accounted for 10.7% of subscriptions and were allotted TZS 3.38 billion (2.26%). 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	47.51	28.84
2	Collective Investment Schemes	20.57	44.18
3	Individuals and Companies	10.70	2.26
4	Brokers	9.34	-
5	Pension Funds	8.87	19.04
6	Non-Banking Financial Institutions	1.56	3.34
7	Insurance Companies	1.45	2.34
	Total	100.00	100.00

Source: Bank of Tanzania

Table 5: Recent Auctions (Treasury Bonds)

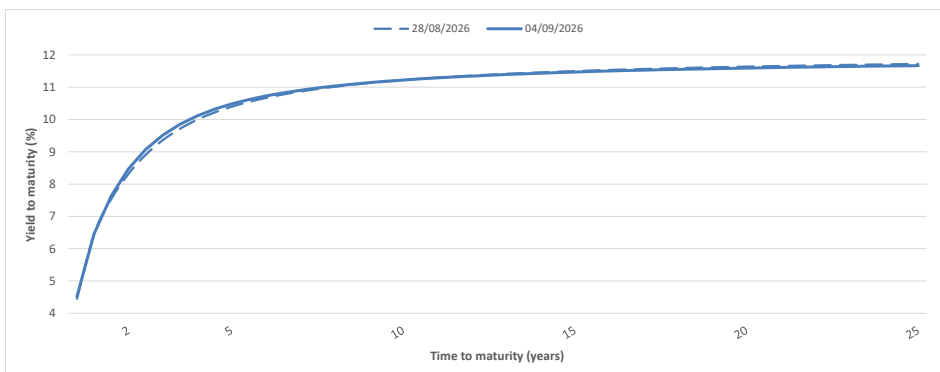
S/N	DESCRIPTION	12.25% 20-YEAR TREASURY BOND NUMBER 710 ISSUE 276	11.25% 10-YEAR TREASURY BOND NUMBER 711 ISSUE 351	9.5% 2-YEAR TREASURY BOND NUMBER 712 ISSUE 351	13.25% 25-YEAR TREASURY BOND NUMBER 695 ISSUE 18 (3)	12.25% 15-YEAR TREASURY BOND NUMBER 696 ISSUE 58 (2)	11.25% 10-YEAR TREASURY BOND NUMBER 711 ISSUE 351(2)
1	Redemption Date	09-Jul-46	23-Jul-36	30-Jul-28	05-Feb-51	19/02/2041	23-Jul-36
2	Number of Bids Received	929	248	93	2,681	396	165
3	Number of Successful Bids	681	155	45	1,671	235	87
4	Highest Bid /100	115.0000	112.5000	104.5913	118.8041	117.0314	109.0000
5	Lowest Bid /100	82.6827	80.8853	82.1515	88.6694	86.5544	83.3963
6	Minimum Successful Price / 100	105.0000	95.6988	101.1680	113.7770	109.2189	101.4576
7	WAP for Successful Bids	107.1868	103.4215	101.9580	114.4173	112.4713	103.3267
8	Weighted Average Yield to Maturity (%)	11.33	10.87	8.40	11.48	10.55	10.69
9	Weighted Average Coupon Yield (%)	11.43	10.88	9.32	11.58	10.89	10.89
10	Amount Offered (TZS billion)	363.01	182.90	138.95	414.19	207.27	182.90
11	Total Tendered (TZS billion)	664.33	363.44	438.45	1,446.83	689.45	364.96
12	Under/Oversubscribed (+/-) (TZS billion)	(301.32)	(180.54)	(299.50)	(1,032.64)	(482.18)	(182.06)
13	Successful Bids (TZS billion)	381.06	149.31	111.49	414.20	181.19	149.60
14	Coupon 1	09-Jan-26	23-Jan-26	30-Jan-26	05-Aug-26	19/02	23-Jan-26
15	Coupon 2	09-Jul-26	23-Jul-26	30-Jul-26	05-Feb-26	19/08	23-Jul-26
16	Accrued Interest (TZS)	0.0000	0.0000	0.0000	0.0363	0.0336	1.2945
17	Bid-to-Cover Ratio	1.83x	1.99x	3.16x	3.49x	3.33x	2.00x

Source: Bank of Tanzania

The next Government Securities Auction is scheduled for Wednesday, 9th September 2026, whereby Treasury bills 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 04-SEP-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