THE UNITED REPUBLIC OF TANZANIA

MINISTRY OF FINANCE

DEBT MANAGEMENT DIVISION

FIRST QUARTERLY CENTRAL GOVERNMENT DEBT REPORT

JULY – SEPTEMBER 2026 | OCTOBER 2026

In accordance with Regulation No. 37 of the Government Loans, Guarantees and Grants Act, CAP 134

THE UNITED REPUBLIC OF TANZANIA
MINISTRY OF FINANCE

FIRST QUARTERLY

CENTRAL GOVERNMENT DEBT REPORT

JULY – SEPTEMBER 2026 | OCTOBER 2026

TZS 122,622.84B	+13.37%	33.53%	66.47%
TOTAL DEBT STOCK	**ANNUAL INCREASE**	**DOMESTIC DEBT SHARE**	**EXTERNAL DEBT SHARE**
September 2026	vs September 2025	TZS 41,113.55 billion	USD 30,695.67 million

Table of Contents

1. Executive Summary 5
2. Central Government Debt Stock 6
2.1 Central Government Debt Stock 6
3. Domestic Debt Portfolio 7
3.1 Domestic Debt Stock 7
3.2 Domestic Debt Stock by Instrument Category 7
3.3 Domestic Debt by Creditor Category 8
3.4 Government Securities Performance 9
4. External Debt Portfolio 10
4.1 External Debt Stock 10
4.2 External Debt by Creditor Category 10
4.3 External Debt Composition by Concessionality 11
4.4 Currency Composition of External Debt 12
4.5 External Debt by Interest Type 12
5. Central Government Debt Flows 14
5.1 Disbursements Received (Debt Inflows) 14
5.2 Central Government Debt Services 14
5.3 Net Flows on Debt 15
5.4 Debt Service Projection for the First Quarter of 2026/27 15
6. Costs and Risks Indicators 17
7. Revolutionary Government of Zanzibar 18
7.1 Loans 18
7.2 Government Securities 18
8. Contingent Liabilities 19
8.1 State Owned Enterprises (SOEs) 19
8.2 Local Government Authorities (LGAs) 20
8.3 Domestic Debt Arrears 21
9. Key Development Issues 22
9.1 National Debt Management Committee (NDMC) Meetings and Approvals 22
10. Movement of Benchmark Rate 24
Annex 1: Central Government Debt by Maturity and Residence of Debtor 25
Annex 2: Domestic Debt (TZS Billion) 27
Annex 3: Approved Loans, Guarantees and Grants in 2025/26 28
Revised Data for the Fourth Quarterly Debt Report as of June 2026 31

Abbreviations and Acronyms

Abbreviation	Full Meaning
ADF	African Development Fund
AFD	Agence Française de Développement
AfDB	African Development Bank
ALSF	African Legal Support Facility
ATM	Average Time to Maturity
ATR	Average Time to Refixing
BADEA	Arab Bank for Economic Development in Africa
CAP	Chapter (of Law)
CBE	College of Business Education
CERC	Contingency Emergency Response Component
CNY	Chinese Yuan
CV	Cost Value
DOD	Disbursed Outstanding Debt
DUWASA	Dodoma Urban Water Supply and Sanitation Authority
EACOP	East African Crude Oil Pipeline
ECAs	Export Credit Agencies
EUR	Euro
GBP	British Pound Sterling
IDA	International Development Association
IMF	International Monetary Fund
JICA	Japan International Cooperation Agency
JKCI	Jakaya Kikwete Cardiac Institute
JPY	Japanese Yen
KOICA	Korea International Cooperation Agency
LCU	Local Currency Units
LGAs	Local Government Authorities
MoU	Memorandum of Understanding
NBAA	National Board of Accountants and Auditors
NDF	Net Domestic Financing
NDMC	National Debt Management Committee
NFRA	National Food Reserve Agency
NHC	National Housing Corporation
NSSF	National Social Security Fund
RGoZ	Revolutionary Government of Zanzibar
SDR	Special Drawing Rights
SOEs	State Owned Enterprises
SOFR	Secured Overnight Financing Rate
TANESCO	Tanzania Electric Supply Company Limited
TAZA	Tanzania–Zambia Transmission Interconnector Project
TDMC	Technical Debt Management Committee
TPA	Tanzania Ports Authority
TPDC	Tanzania Petroleum Development Corporation
TZS	Tanzanian Shilling
URT	United Republic of Tanzania
USD	United States Dollar
ZSSF	Zanzibar Social Security Fund

1 Chapter 1 Executive Summary

TZS 122,622.84B	+3.54%	33.53%	66.47%
TOTAL DEBT STOCK September 2026	QUARTERLY INCREASE vs June 2026	DOMESTIC DEBT SHARE TZS 41,113.55 billion	EXTERNAL DEBT SHARE USD 30,695.67 million

As at end September 2026, the Central Government debt stock stood at TZS 122,622.84 billion (USD 46,178.67 million). This is an increase of 3.54 percent from TZS 118,427.61 billion recorded at end June 2026, and an annual increase of 13.37 percent from TZS 108,166.11 billion recorded at end September 2025. The increase was mainly driven by new domestic borrowing through Government securities, disbursements from external creditors and exchange rate movements.

Domestic debt stood at TZS 41,113.55 billion, equivalent to 33.53 percent of total debt, an increase of 4.55 percent from end June 2026. Treasury bonds remained the dominant instrument, accounting for 84.63 percent of domestic debt, in line with the borrowing strategy to borrow through longer-term instruments. Institutional investors (pension funds and insurance companies) remained the largest holders of domestic debt with 32.32 percent, followed by commercial banks (28.47 percent) and the Bank of Tanzania (17.42 percent).

External debt stood at USD 30,695.67 million (TZS 81,509.28 billion), equivalent to 66.47 percent of total debt. The external debt increased by 3.04 percent compared to end June 2026 and 6.05 percent compared to end September 2025, the increase was mainly due to new disbursements. Multilateral creditors remained the main source of external financing, accounting for 70.43 percent of external debt. By loan terms, concessional loans accounted for 55.37 percent, semi-concessional loans 27.52 percent and commercial loans 17.11 percent.

During the quarter under review, total debt inflows amounted to TZS 5,247.50 billion, while debt service payments amounted to TZS 3,266.83 billion. This report presents an overview of the Central Government debt portfolio, including borrowing, debt composition and financing trends during the period under review. Through regular monitoring and transparent reporting of public debt statistics, it supports informed decision-making and public accountability.

2

Chapter 2

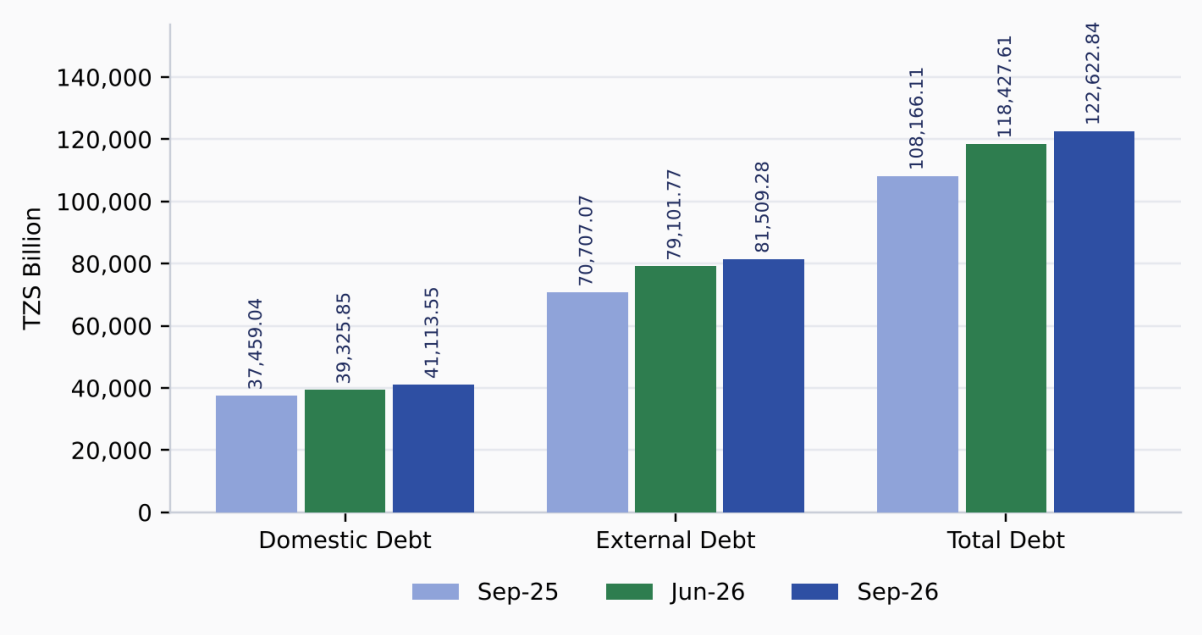
Central Government Debt Stock

TZS 122,622.84B	+13.37%	+3.54%
TOTAL DEBT STOCK September 2026	ANNUAL INCREASE vs September 2025	QUARTERLY INCREASE vs June 2026

2.1 Central Government Debt Stock

As at end September 2026, the Central Government debt stock stood at TZS 122,622.84 billion (USD 46,178.67 million)[1], an increase of 13.37 percent from TZS 108,166.11 billion (USD 44,278.72 million) recorded at end September 2025 (**Chart 1**). Domestic debt amounted to TZS 41,113.55 billion (33.53 percent) and external debt TZS 81,509.28 billion (66.47 percent). On a quarterly basis, the debt stock increased by 3.54 percent from TZS 118,427.61 billion recorded at end June 2026. The increase was mainly due to new domestic borrowing through Government securities, disbursements from external creditors and annual increase was further driven by the depreciation of the Tanzanian shilling against the US Dollar, which raised the shilling value of external debt.

Chart 1: Central Government Debt in TZS Billion



Source: Ministry of Finance

[1]Central Government Debt by Maturity and Residence of Debtor as at end September 2026, Billion Local Currency Units (LCU) and Million US Dollar is presented in Annex 1.

3

Chapter 3

Domestic Debt Portfolio

TZS 41,113.55B	84.63%	32.32%
DOMESTIC DEBT STOCK September 2026	TREASURY BONDS SHARE of domestic debt	INSTITUTIONAL INVESTORS HOLD largest holder group

3.1 Domestic Debt Stock

As at end September 2026, the domestic debt stock stood at TZS 41,113.55 billion (USD 15,483.00 million), an increase of 4.55 percent from TZS 39,325.82 billion recorded at end June 2026, and 9.76 percent from TZS 37,459.04 billion recorded at end September 2025. Treasury bonds amounted to TZS 34,795.57 billion and Treasury bills TZS 1,896.36 billion, while other domestic liabilities[2] amounted to TZS 4,421.62 billion (**Table 1**). The quarterly increase was mainly in Treasury bonds, which rose by TZS 3,374.40 billion. The increase was mainly due to new issuances and the conversion of the Government overdraft at the Bank of Tanzania into a special Treasury bond.

Table 1: Domestic Debt Stock by Instrument Category

S/N	Category	Sept-25		Jun-26		Sept-26	
		TZS billion	% of Total	TZS billion	% of Total	TZS billion	% of Total
1	Treasury bills	2,058.69	5.50%	1,757.42	4.47%	1,896.36	4.61%
2	Treasury bonds	30,304.05	80.90%	31,421.17	79.90%	34,795.57	84.63%
3	Others	5,096.30	13.60%	6,147.23	15.63%	4,421.62	10.75%
	Total	**37,459.04**	**100%**	**39,325.82**	**100%**	**41,113.55**	**100%**

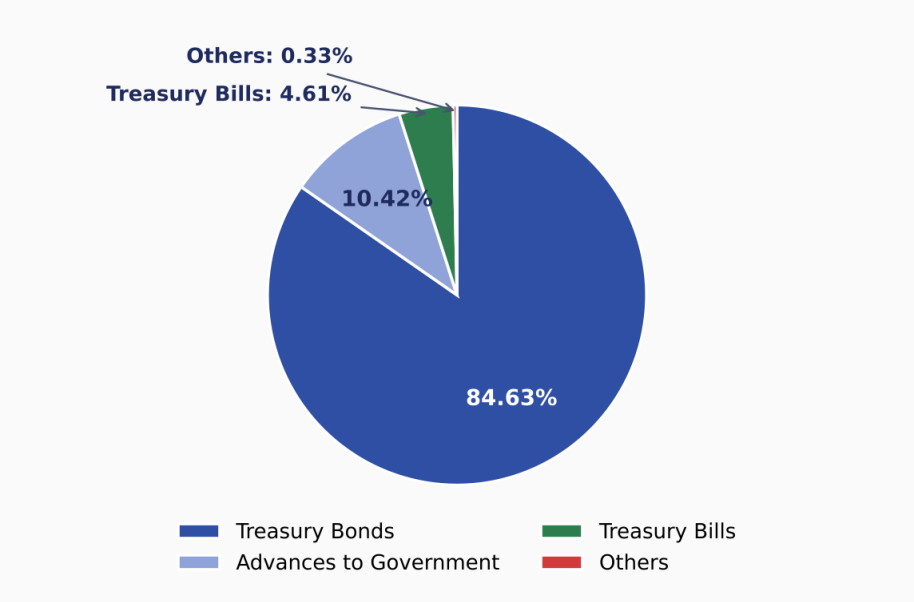
Source: Ministry of Finance

3.2 Domestic Debt Stock by Instrument Category

As at end September 2026, Treasury bonds accounted for the largest share of domestic debt at 84.63 percent followed by Advances to Government with 10.42 percent, Treasury bills 4.61 percent and other instruments 0.33 percent (**Chart 2**). The high share of Treasury bonds is consistent with the Medium-Term Debt Management Strategy, which aims to develop the domestic bond market by issuing longer-tenor instruments to reduce refinancing risk.

[2]Duty drawback scheme, Tax Reserve Certificate, NMB Loan Facility and Advances to Government.

Chart 2: Domestic Debt Stock by Instrument Category

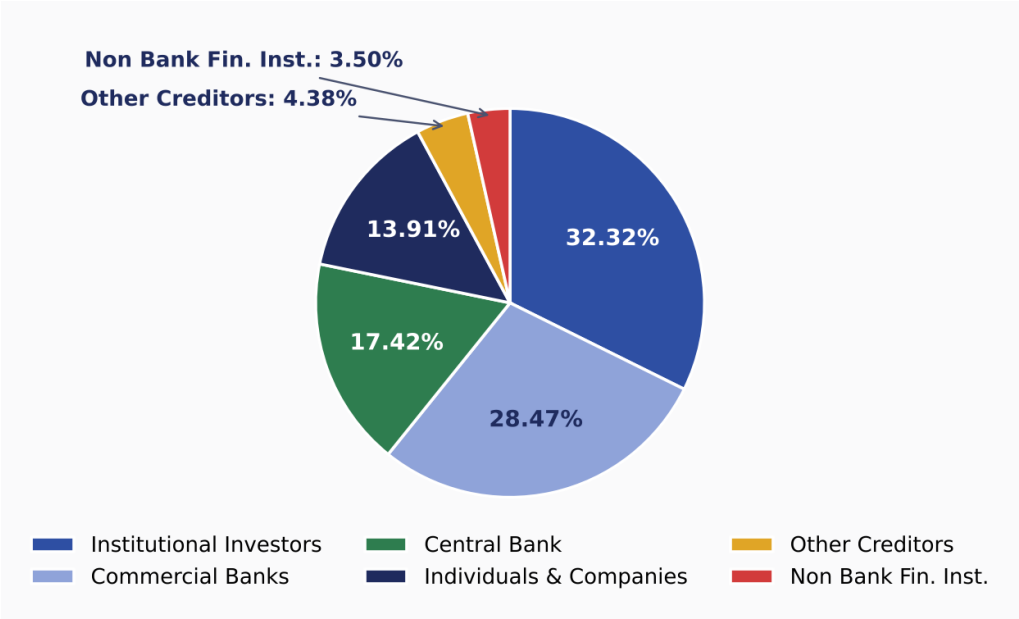


Source: Ministry of Finance

3.3 Domestic Debt by Creditor Category

During the first quarter of 2026/27, the composition of domestic debt by holder remained broadly unchanged. Institutional investors (pension funds and insurance companies) held the largest share at 32.32 percent, followed by commercial banks (28.47 percent), the Bank of Tanzania (17.42 percent) and individuals and companies (13.91 percent). Other creditors and non-bank financial institutions held 4.38 percent and 3.50 percent, respectively (**Chart 3**). The dominance of institutional investors reflects the low risk of Government securities and the issuance of special bonds to settle Government obligations to pension funds.

Chart 3: Domestic Debt by Creditor Category



Source: Ministry of Finance

3.4 Government Securities Performance

During the review period, the Government raised a total of TZS 2,277.42 billion at CV (TZS 1,776.02 billion Treasury bonds and TZS 501.40 billion Treasury bills), equivalent to 106.8 percent of TZS 2,132.3 billion planned for the quarter. Out of the amount raised, TZS 621.90 billion was used to roll over matured obligations, while TZS 1,109.59 billion and TZS 545.93 billion were used to finance the URT Government and RGoZ budgets, respectively. The 20-year, 25-year and 5-year bonds recorded the highest performance against plan at 128.7 percent, 120.3 percent and 101.2 percent, respectively. Details are presented in **Table 2**.

Table 2: Performance of Issuance Plan in First Quarter of 2026/27 (TZS Billion)

Category	Planned	Cost Value	Redemption	NDF-URT & RGoZ	NDF-URT	NDF-RGoZ	Actual/ Planned
25-Year Bonds	414.2	498.2	-	498.2	384.0	114.2	120.3%
20-Year Bonds	363.0	467.2	-	467.2	370.3	96.9	128.7%
15-Year Bonds	207.3	196.8	-	196.8	134.7	62.1	94.9%
10-Year Bonds	365.8	351.8	29.7	322.1	178.0	144.2	96.2%
7-Year Bonds	-	-	50.0	(50.0)	(50.0)	-	-
5-Year Bonds	145.6	147.4	146.1	1.2	(58.7)	59.9	101.2%
2-Year Bonds	139.0	114.7	-	114.7	46.1	68.6	82.5%
364 Days T-Bills	497.4	501.4	396.1	105.3	105.3	-	100.8%
91 Days T-Bills	-	-	-	-	-	-	-
TOTAL	**2,132.3**	**2,277.4**	**621.9**	**1,655.5**	**1,109.6**	**545.9**	**106.8%**

Source: Ministry of Finance and Bank of Tanzania

4

Chapter 4

External Debt Portfolio

USD 30,695.67M	70.43%	55.37%	60.96%
EXTERNAL DEBT STOCK September 2026	MULTILATERAL SHARE of external debt	CONCESSIONAL LOANS of external debt	USD-DENOMINATED of external debt

4.1 External Debt Stock

As at end September 2026, the external debt stock stood at USD 30,695.67 million (TZS 81,509.28 billion), an increase of 3.04 percent from USD 30,001.77 million recorded at end June 2026 (**Table 3**). On an annual basis, external debt increased by 6.05 percent from USD 28,944.54 million recorded at end September 2025. Disbursed outstanding debt accounted for USD 30,615.09 million, while interest arrears amounted to USD 80.58 million. The increase was mainly due to new disbursements from external creditors and exchange rate movements of other currencies in the portfolio against the US Dollar.

Table 3: Central Government External Debt Stock (USD million)

S/N	Component	Sept-25	Jun-26	Sept-26
1	Disbursed Outstanding Debt	28,865.82	29,921.39	30,615.09
2	Interest arrears	78.72	80.38	80.58
	Total	**28,944.54**	**30,001.77**	**30,695.67**

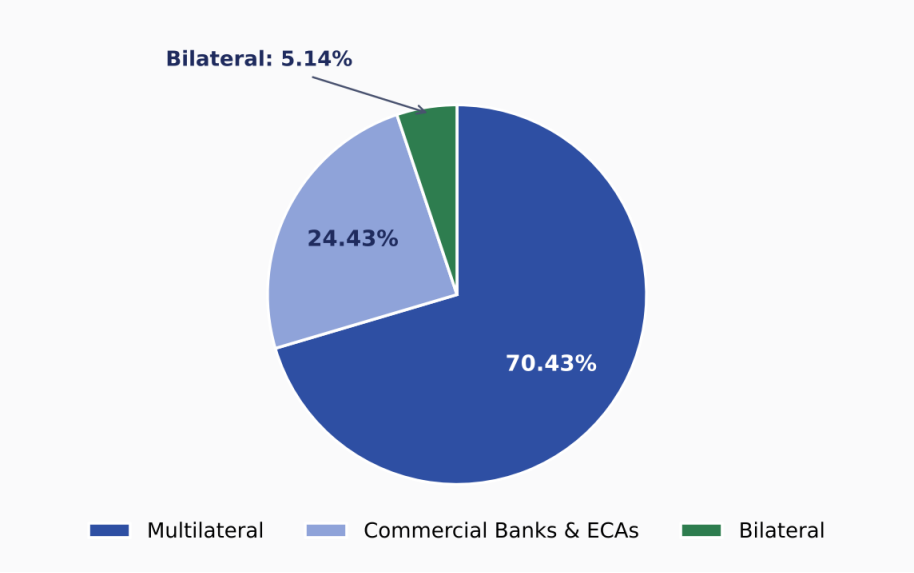
Source: Ministry of Finance

4.2 External Debt by Creditor Category

Multilateral institutions remained the dominant creditors, accounting for 70.43 percent of external debt as at end September 2026. Commercial banks and export credit agencies followed with 24.43 percent, while bilateral creditors accounted for 5.14 percent (**Chart 4**).

The dominance of multilateral creditors keeps borrowing costs, debt service and risk low, since these institutions lend on concessional and semi-concessional terms. Highly concessional loans come mainly from the International Development Association (IDA), the African Development Bank (AfDB), the African Development Fund (ADF) and the International Monetary Fund (IMF). Bilateral partners such as the Government of France and the Japan International Cooperation Agency (JICA) also provide concessional loans. Borrowing from commercial banks and export credit agencies is on non-concessional terms.

Chart 4: External Debt by Creditor Category

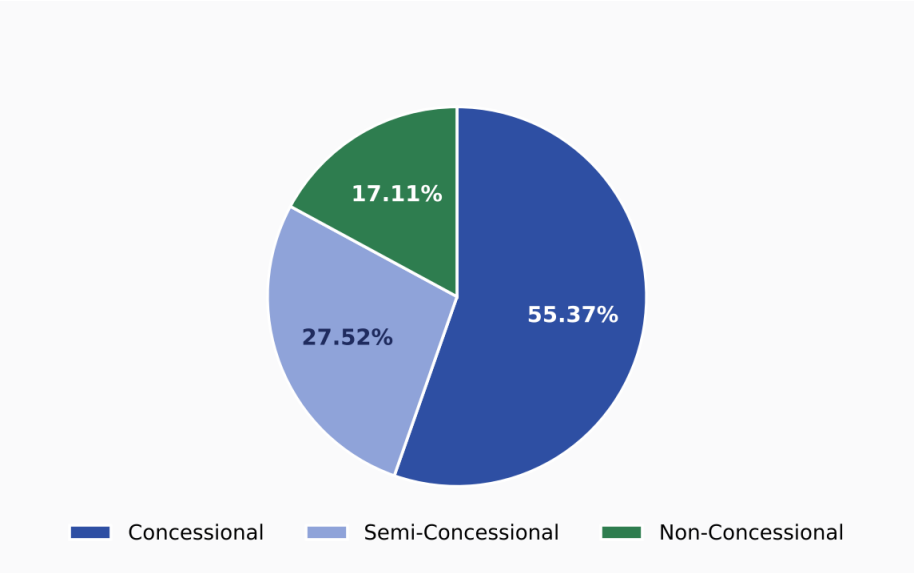


Source: Ministry of Finance

4.3 External Debt Composition by Concessionality

As at end September 2026, concessional loans (grant element above 35 percent) accounted for 55.37 percent of external debt. These loans carry low and fixed interest rates, long repayment periods and favourable terms. Semi-concessional loans accounted for 27.52 percent and non-concessional (commercial) loans 17.11 percent (**Chart 5**). Access to concessional loans has continue to decline following Tanzania moving from low-income to lower-middle-income status, as such loans are mainly extended to low-income countries. The Government has therefore increasingly used semi-concessional and commercial sourced financing, which carries substantially higher interest rates and stricter terms.

Chart 5: External Debt Composition by Concessionality

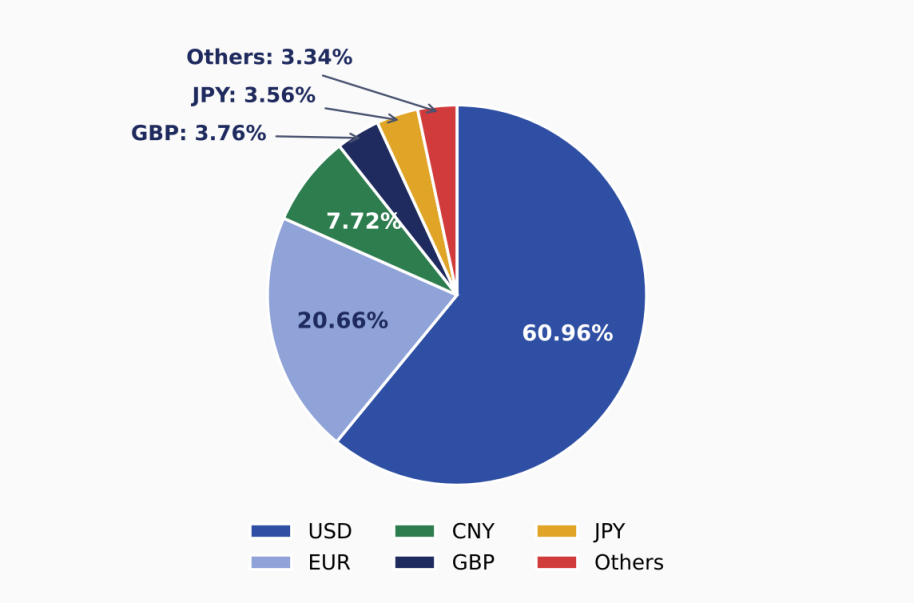


Source: Ministry of Finance

4.4 Currency Composition of External Debt

As at end September 2026, the US Dollar accounted for the largest share of external debt at 60.96 percent, followed by the Euro (20.66 percent) (**Chart 6**). Holding debt in different currencies helps to spread exchange rate risk arising from volatility in global markets.

Chart 6: External Debt by Currency Composition

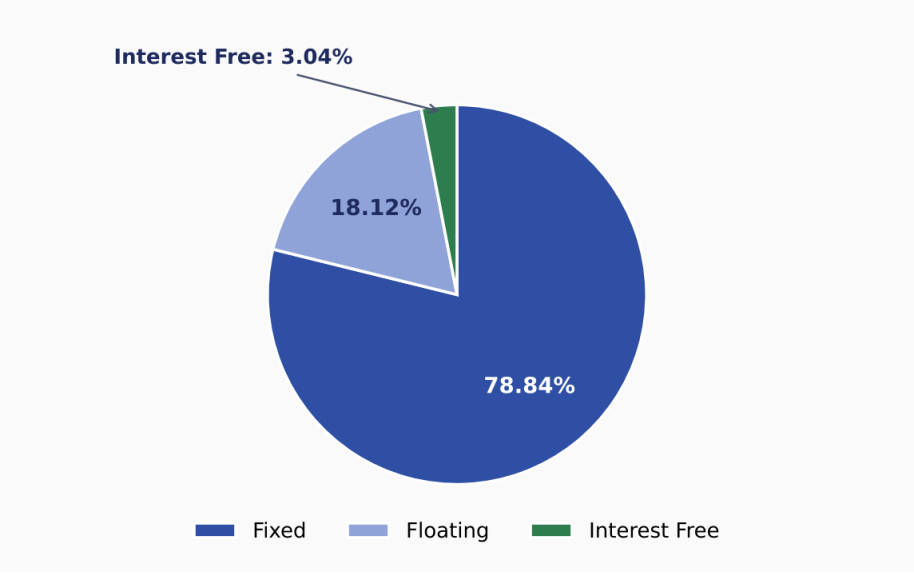


Source: Ministry of Finance

4.5 External Debt by Interest Type

As per the debt portfolio, external debt interest rate is classified into fixed rate, floating (variable) rate and interest free. As at end September 2026, fixed-rate debt accounted for 78.84 percent of external debt, providing stability in interest costs. Floating-rate debt accounted for 18.12 percent, which is substantially exposed to changes in market rates, while interest-free debt accounted for 3.04 percent (**Chart 7**). This interest rate mix helps the Government manage interest rate risk in line with its debt management objectives.

Chart 7: Composition of External Debt by Interest Type



Source: Ministry of Finance

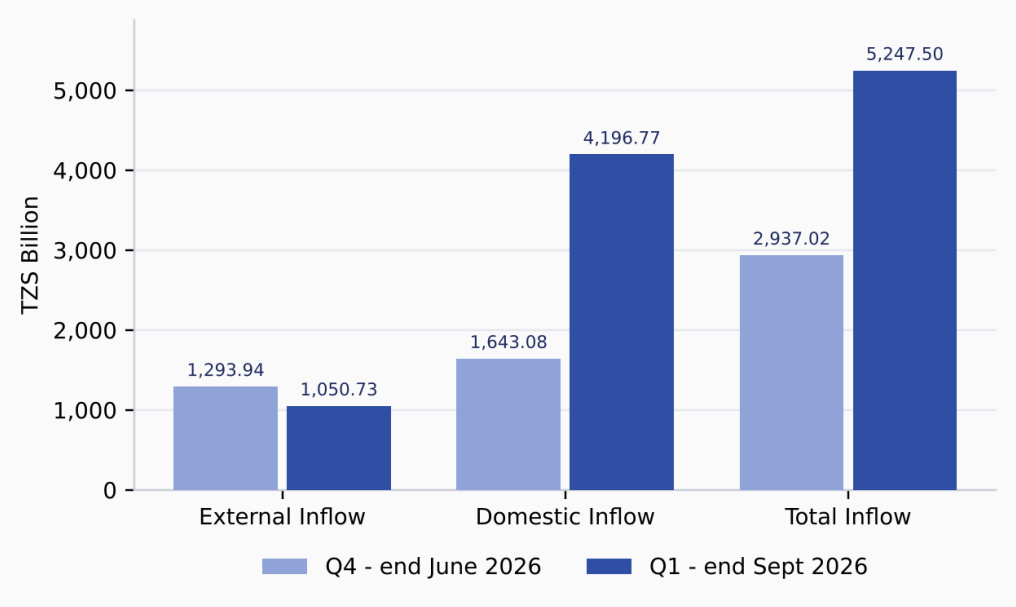
5 Chapter 5 Central Government Debt Flows

TZS 5,247.50B	TZS 3,266.83B	TZS 3,899.78B	TZS 3,308.75B
TOTAL DEBT INFLOWS Q1 2026/27	DEBT SERVICE Q1 2026/27	NET FLOWS ON DEBT Q1 2026/27	PROJECTED DEBT SERVICE Oct – Dec 2026

5.1 Disbursements Received (Debt Inflows)

During the quarter under review, the Central Government received debt inflows of TZS 5,247.50 billion, of which TZS 4,196.77 billion was from domestic sources and TZS 1,050.73 billion from external creditors. Total inflows increased by 78.67 percent from TZS 2,937.02 billion recorded in the quarter ended June 2026 (**Chart 8**). The increase was mainly due to higher domestic borrowing, which rose by 155.42 percent, while external disbursements decreased by 18.80 percent.

Chart 8: Disbursements in TZS Billion



Source: Ministry of Finance

5.2 Central Government Debt Services

During the quarter under review, Central Government debt service amounted to TZS 3,266.83 billion, equivalent to 28.30 percent of total domestic revenue for the quarter[3]. Domestic debt service was TZS 1,756.18 billion (15.22 percent of revenue) and external debt service was TZS 1,510.65 billion (13.09 percent of revenue). Total principal repayments were TZS 1,347.72 billion and interest payments TZS 1,919.11 billion. Debt service decreased by

[3]Total domestic revenue for the first quarter of 2026/27 was TZS 11,541.97 billion.

28.15 percent from TZS 4,547.00 billion paid in the quarter ended June 2026 (**Table 4**). External debt is the larger part of the debt stock, nevertheless, its debt service was lower than domestic debt. This is mainly because external loans mainly from multilateral institutions carry lower interest rates than domestic borrowing; interest accounted for 64.59 percent of domestic debt service compared with 51.95 percent of external debt service.

Table 4: Central Government Debt Outflows and Debt Servicing

S/N	Category	Q4 (Apr – June 2026)		Q1 (July – Sept 2026)	
		TZS billion	% of Total	TZS billion	% of Total
Domestic					
1	Principal	1,658.75	65.80%	621.90	35.41%
2	Interest	862.25	34.20%	1,134.28	64.59%
	Sub total	**2,521.00**	**100%**	**1,756.18**	**100%**
External					
1	Principal	1,324.44	65.37%	725.82	48.05%
2	Interest	701.56	34.63%	784.83	51.95%
	Sub total	**2,026.00**	**100%**	**1,510.65**	**100%**
	Total	**4,547.00**		**3,266.83**	

Source: Ministry of Finance

5.3 Net Flows on Debt

Net flows on debt (inflows less principal repayments) were positive at TZS 3,899.78 billion during the quarter under review. Domestic debt recorded positive net flows of TZS 3,574.87 billion, as new borrowing of TZS 4,196.77 billion exceeded principal repayments of TZS 621.90 billion. External debt recorded positive net flows of TZS 324.91 billion, as disbursements of TZS 1,050.73 billion exceeded principal repayments of TZS 725.82 billion.

5.4 Debt Service Projection for the First Quarter of 2026/27

For the first quarter of 2026/27, the Government projected to spend TZS 3,308.75 billion on Central Government debt service. External debt service was projected at TZS 1,816.68 billion, comprising principal of TZS 1,182.93 billion and interest and other charges of TZS 633.75 billion. Domestic debt service was projected at TZS 1,492.07 billion, comprising principal of TZS 552.17 billion and interest of TZS 939.90 billion. **Table 5** shows the monthly distribution of the projected debt service.

Table 5: Central Government Debt Servicing Projections (TZS billion)

S/N	Debt Source	Month	Principal	Interest	Total
1	External Debt Service	Oct-26	645.17	241.98	887.15
		Nov-26	258.36	156.87	415.23
		Dec-26	279.40	234.90	514.30
		Sub Total	**1,182.93**	**633.75**	**1,816.68**
2	Domestic Debt Service	Oct-26	206.37	317.60	523.97
		Nov-26	264.57	291.98	556.55
		Dec-26	81.23	330.32	411.55
		Sub Total	**552.17**	**939.90**	**1,492.07**
Grand Total			**1,735.10**	**1,573.65**	**3,308.75**

Source: Ministry of Finance

6

Chapter 6

Costs and Risks Indicators

for Existing Debt as at end September 2026

5.11%	11.13 yrs	66.47%
WEIGHTED AVG. INTEREST RATE	AVERAGE TIME TO MATURITY	FOREIGN CURRENCY DEBT
benchmark < 7.0%	benchmark > 10 years	benchmark < 75%

As at end September 2026, the Central Government debt portfolio remained within the strategic benchmarks (**Table 6**). The weighted average interest rate was 5.11 percent, below the benchmark of 7.0 percent, showing continued access to low-cost financing, although it edged up slightly from 5.06 percent at end June 2026. Refinancing risk remained low, with an average time to maturity (ATM) of 11.13 years against a minimum of 10 years, and short-term domestic debt (Treasury bills) at 4.61 percent of domestic debt against a maximum of 10 percent.

Interest rate risk remained moderate, as 78.84 percent of external debt was contracted at fixed rates, above the minimum benchmark of 75 percent, although the margin has narrowed as the share of floating-rate external debt rose to 18.12 percent, and the average time to refixing (ATR) was 10.20 years. Foreign currency debt accounted for 66.47 percent of total debt, below the 75 percent ceiling, indicating moderate exposure to exchange rate risk. Overall, the portfolio remains low in cost and its risks are manageable.

Table 6: The Cost and Risk Indicator against Strategic Benchmarks

No.	Indicator	End Jun-2026	End Sep-2026	Benchmark
1.	Weighted Average Interest Rate	5.06	5.11	< 7.0
2.	ATM (Average Time to Maturity, years)	11.16	11.13	> 10
3.	ATR (Average Time to Refixing, years)	10.17	10.20	N/A
4.	Fixed Rate Debt (%)	86.7	85.93	> 75
5.	Dom-Short Term Debt (% of domestic debt)	4.47	4.61	< 10
6.	Foreign Currency Debt (% of Total)	66.50	66.47	< 75

Source: Ministry of Finance

7

Chapter 7

Revolutionary Government of Zanzibar

Debt Stock

TZS 3,632.15B	58.75%	41.25%
RGoZ DEBT STOCK September 2026	GOVERNMENT SECURITIES TZS 2,133.83 billion	LOANS TZS 1,498.32 billion

As at end of the quarter under review, the debt stock of the Revolutionary Government of Zanzibar (RGoZ) amounted to TZS 3,632.15 billion. The amount comprised TZS 1,498.32 billion term loans, and borrowing from Government securities amounting to TZS 2,133.83 billion (**Chart 9**).

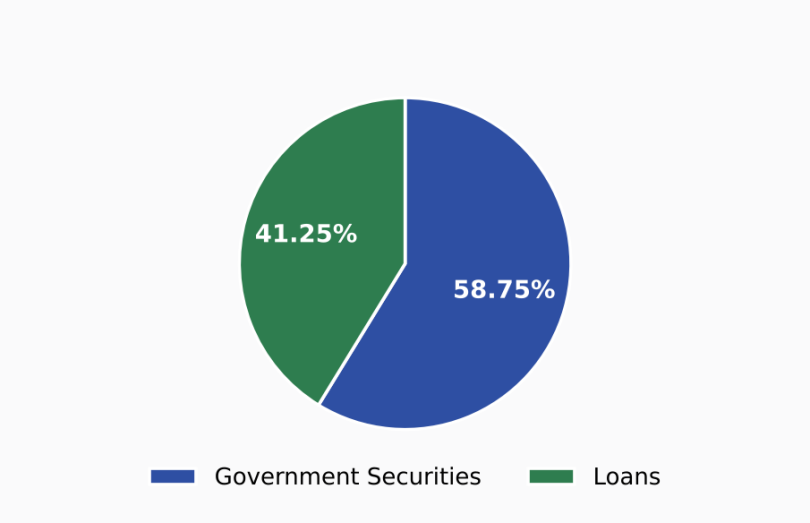
7.1 Loans

RGoZ loans from commercial source amounted to TZS 1,498.32 billion, equivalent to 41.25 percent of its total debt. These are credit facilities from domestic commercial banks and a social security fund. The lenders include ZSSF, NBC, NMB, CRDB, Stanbic Bank, PBZ and ECOBANK.

7.2 Government Securities

Government securities held by the RGoZ amounted to TZS 2,133.83 billion, equivalent to 58.75 percent of RGoZ total debt. These comprise Treasury bonds and a special bond from the Bank of Tanzania.

Chart 9: Share of Debt Stock – Revolutionary Government of Zanzibar



Source: Ministry of Finance Zanzibar

8 Chapter 8 Contingent Liabilities

TZS 3,325.18B	TZS 934.41B	TZS 2,390.77B
SOE CONTINGENT LIABILITIES September 2026	GOVERNMENT GUARANTEES two borrowers	CONSENT LETTERS outstanding

8.1 State Owned Enterprises (SOEs)

As at end September 2026, Government contingent liabilities from State-Owned Enterprises (SOEs) amounted to TZS 3,325.18 billion, comprising Government guarantees of TZS 934.41 billion and consent letters of TZS 2,390.77 billion. This is an increase of TZS 1,410.27 billion from TZS 1,914.91 billion at end June 2026, mainly due to new consent letters issued during the quarter.

Government Guarantees

As at end September 2026, outstanding Government guarantees remained TZS 934.41 billion, issued to two borrowers. The East African Crude Oil Pipeline (EACOP) accounted for 98.00 percent, while the National Board of Accountants and Auditors (NBAA) accounted for 2.00 percent (TZS 18.67 billion). Details are shown in **Table 7**.

Table 7: Outstanding Government Guarantees as at end September 2026

S/N	Borrower	Lender	Outstanding (TZS Billion)	Share (%)
1	East African Crude Oil Pipeline (EACOP)	Standard Bank of SA	915.74	98.00%
2	National Board of Accountants and Auditors (NBAA)	NSSF	18.67	2.00%
TOTAL			**934.41**	**100.00%**

Source: Ministry of Finance

Consent Letters

As at end September 2026, outstanding consent letters issued for SOE borrowing amounted to TZS 2,390.77 billion, increasing from TZS 980.50 billion at end June 2026. During the quarter, new consent letters wealth TZS 1,434.63 billion were issued to Tanzania Ports Authority (TPA), National Food Reserve Agency (NFRA), Jakaya Kikwete Cardiac Institute (JKCI) and DUWASA. TPA held the largest share at 55.26 percent, followed by NFRA at 17.75 percent, TANESCO at 9.61 percent and the National Housing Corporation (NHC) at 8.94 percent. Details by borrower are presented in **Table 8**.

Table 8: Outstanding Consent Letters as at end September 2026

S/N	Borrower	Outstanding (TZS Billion)	Share (%)
1	TANGA - UWASA	3.59	0.15%
2	National Ranching Company Limited	1.69	0.07%
3	Tanzania Cotton Board	4.21	0.18%
4	Dar Es Salaam City Council	0.24	0.01%
5	BUKOBAWSSA	1.19	0.05%
6	Mbeya WWASA	3.41	0.14%
7	National Food Reserve Agency (NFRA)	324.35	13.57%
8	SUMA JKT Bottling Co Ltd	1.14	0.05%
9	Suma Jkt Cleaning and Fumigation Company Limited	0.58	0.02%
10	Mtwara Urban Water Sup & Sew	0.22	0.01%
11	CPB	4.91	0.21%
12	DAWASA	6.15	0.26%
13	National Housing Corporation (NHC)	5.00	0.21%
14	National Housing Corporation (NHC)	8.61	0.36%
15	National Housing Corporation (NHC)	8.61	0.36%
16	National Housing Corporation (NHC)	15.92	0.67%
17	National Housing Corporation (NHC)	0.41	0.02%
18	National Housing Corporation (NHC)	19.95	0.83%
19	National Housing Corporation (NHC)	22.25	0.93%
20	National Housing Corporation (NHC)	3.77	0.16%
21	National Housing Corporation (NHC)	26.60	1.11%
22	National Housing Corporation (NHC)	17.38	0.73%
23	National Housing Corporation (NHC)	14.57	0.61%
24	National Housing Corporation (NHC)	16.43	0.69%
25	National Housing Corporation (NHC)	26.18	1.10%
26	National Housing Corporation (NHC)	7.12	0.30%
27	National Housing Corporation (NHC)	20.00	0.84%
28	National Housing Corporation (NHC)	0.98	0.04%
29	College of Business Education (CBE)	20.00	0.84%
30	TANESCO	229.64	9.61%
31	Tanzania Fertilizer Company	100.00	4.18%
32	Tanzania Fertilizer Company	20.05	0.84%
33	DUWASA	6.00	0.25%
34	Medical Stores Department	15.00	0.63%
35	DUWASA	4.50	0.19%
36	Tanzania Ports Authority	1,321.13	55.26%
37	National Food Reserve Agency (NFRA)	100.00	4.18%
38	Jakaya Kikwete Cardiac Institute (JKCI)	9.00	0.38%
TOTAL		**2,390.77**	**100.00%**

Source: Ministry of Finance

8.2 Local Government Authorities (LGAs)

As at end September 2026, contingent liabilities from Local Government Authorities (LGAs) amounted to TZS 1.73 billion, unchanged from end June 2026. These relate to loans obtained by two councils from domestic financial institutions: Temeke Municipal Council and Msalala District Council (**Table 9**).

Table 9: Outstanding LGAs Contingent Liabilities as at end September 2026

S/N	Borrower (Council)	Lender	Outstanding (TZS Billion)	Share (%)
1	Temeke Municipal Council	CRDB	1.56	90.02%
2	Msalala District Council	TIB	0.17	9.98%
TOTAL			**1.73**	**100.00%**

Source: Ministry of Finance

8.3 Domestic Debt Arrears

As at end September 2026, audited domestic debt arrears amounted to TZS 2,493.46 billion. Arrears from suppliers accounted for the largest share (50.48 percent), followed by employees with 38.35 percent (**Table 10**). The Government continues to settle audited and verified arrears and accordingly verify outstanding claims to ensure timely payment.

Table 10: Audited Domestic Debt Arrears

S/N	Arrear Type	Amount (TZS billion)	Share (%)
1	Suppliers	1,258.77	50.48%
2	Employees	956.31	38.35%
3	Contractors	116.86	4.69%
4	Services	64.93	2.60%
5	Others	96.60	3.87%
Total		**2,493.46**	**100.00%**

Source: Ministry of Finance

9

Chapter 9

Key Development Issues

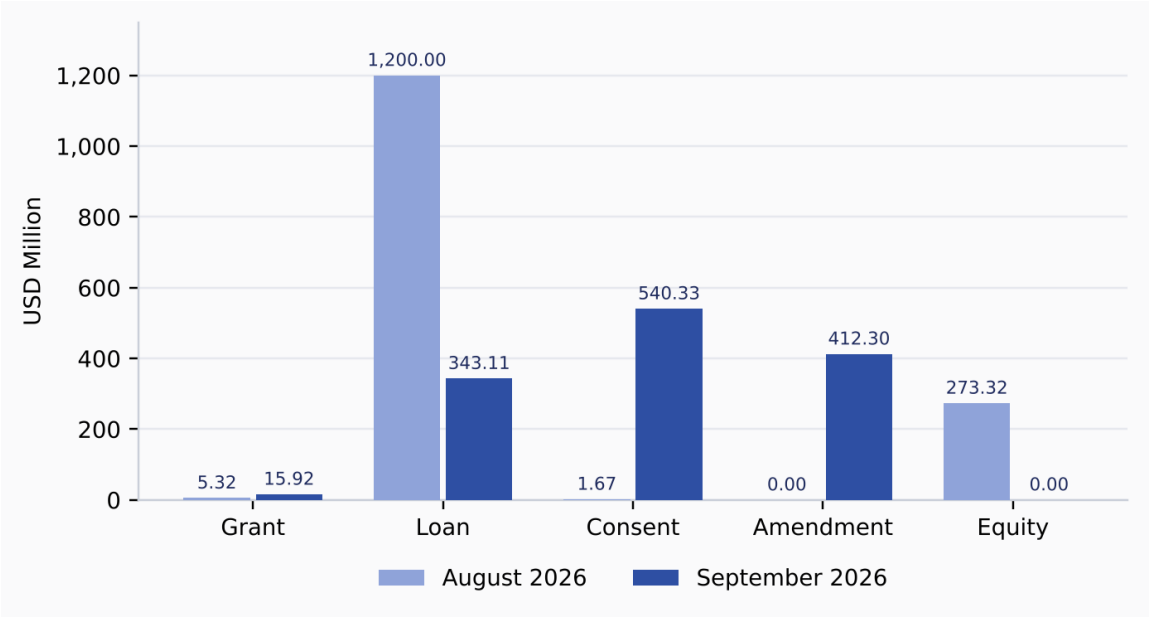
in the First Quarter of 2026/27

USD 2,791.97M	USD 1,543.11M	4 + 3
TOTAL APPROVALS Q1 2026/27	LOANS APPROVED 55.27% of approvals	TDMC + NDMC MEETINGS held in the quarter

9.1 National Debt Management Committee (NDMC) Meetings and Approvals

During the first quarter of 2026/27, the Debt Management Division held 4 Technical Debt Management Committee (TDMC) meetings and 3 National Debt Management Committee (NDMC) meetings in accordance with the Government Loans, Guarantees and Grants Act, Cap. 134. Total approvals amounted to USD 2,791.97 million, of which loans accounted for USD 1,543.11 million (55.27 percent), consents USD 542 million (19.41 percent), amendments USD 412.30 million (14.77 percent), equity USD 273.3 million (9.79 percent) and grants USD 21.24 million (0.76 percent). A summary is presented in **Chart 10** and **Table 11**, while the full list of approved requests is presented in **Annex 3**.

Chart 10: Summary of the Size of Loans and Grants Approved (USD Million)



Source: Ministry of Finance

Table 11: Total Amount of Loans and Grants Approved (in Million USD)

S/N	Month	Grant	Loan	Consent	Amendment	Equity	Grand Total
1	Aug-26	5.32	1,200.00	1.67	0.00	273.32	1,480.31
2	Sep-26	15.92	343.11	540.33	412.30	0.00	1,311.66
Grand Total		**21.24**	**1,543.11**	**542.00**	**412.30**	**273.32**	**2,791.97**

Source: Ministry of Finance

10

Chapter 10

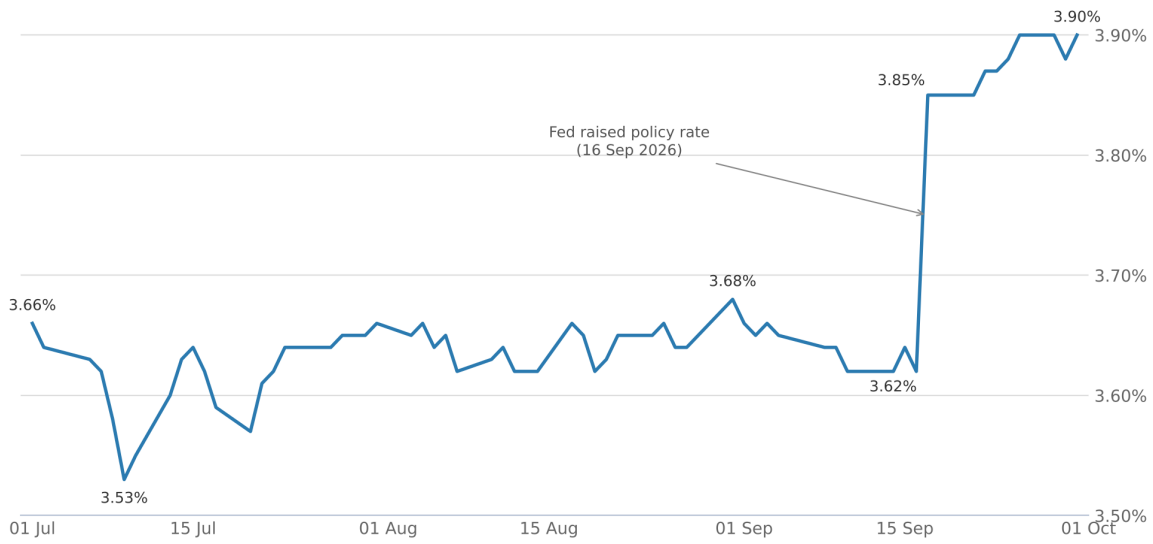
Movement of Benchmark Rate

3.90%	3.53% – 3.90%	+24 bps
SOFR AT END OF QUARTER end September 2026	QUARTER RANGE July – September 2026	CHANGE OVER QUARTER after Fed rate rise

The Secured Overnight Financing Rate (SOFR) moved within a range of 3.53 to 3.90 percent from July to September 2026. The rate recorded on July was 3.66 percent and fell to its lowest level of 3.53 percent on 9th July, before recovering to between 3.62 and 3.66 percent by the end of the month. In August, the rate remained stable within a narrow range of 3.62 to 3.68 percent, indicating balanced liquidity conditions.

SOFR stayed between 3.62 and 3.66 percent in the first half of September. It then rose sharply to 3.85 percent on 17 September, following the decision of the US Federal Reserve on 16 September 2026 to raise the federal funds target range by 25 basis points to 3.75–4.00 percent. The rate continued to rise to 3.90 percent by the end of the quarter. Overall, SOFR was stable in July and August but increased by 24 basis points over the quarter, mainly due to the policy rate increase. The higher rate will raise the interest cost of floating-rate external loans linked to SOFR. **Chart 11** shows the movement of SOFR during the quarter.

Chart 11: The Trend of SOFR Rate, July to September 2026



Source: Federal Reserve Bank of New York

ANNEX 1: CENTRAL GOVERNMENT DEBT BY MATURITY AND RESIDENCE OF DEBTOR

Public Debt by Maturity and Residence	End September 2026	
	TZS Billion Q1 – as at 30th September	USD Million Q1 – as at 30th September
Domestic Debt		
Domestic Short-Term Debt by Original Maturity	**6,182.13**	**2,339.72**
Currency and deposits	–	–
Debt securities	1,896.36	717.71
Loans	4,285.77	1,622.02
Equity and investment fund shares	–	–
Insurance, pension, and standardized guarantee schemes	–	–
Other accounts payable	–	–
o/w Trade credit and advances	–	–
Domestic Long-Term Debt due in one year	**4,590.31**	**1,737.27**
Currency and deposits	–	–
Debt securities	4,590.31	1,737.27
Loans	–	–
Equity and investment fund shares	–	–
Insurance, pension, and standardized guarantee schemes	–	–
Other accounts payable	–	–
o/w Trade credit and advances	–	–
Domestic Long-Term Debt due in more than one year	**30,341.11**	**11,483.06**
Currency and deposits	–	–
Debt securities	30,341.11	11,483.06
Loans	–	–
Equity and investment fund shares	–	–
Insurance, pension, and standardized guarantee schemes	–	–
Other accounts payable	–	–
o/w Trade credit and advances	–	–
Total Domestic Debt (1)	**41,113.55**	**15,560.05**
Currency and deposits	–	–
Debt securities	36,827.78	13,938.04
Loans	4,285.77	1,622.02
Equity and investment fund shares	–	–
Insurance, pension, and standardized guarantee schemes	–	–
Other accounts payable	–	–
o/w Trade credit and advances	–	–
External Debt		
External Short-Term Debt by Original Maturity	**–**	**–**
Special drawing rights	–	–
Currency and deposits	–	–
Debt securities	–	–
Loans	–	–
Equity and investment fund shares	–	–
Insurance, pension, and standardized guarantee schemes	–	–
Other accounts payable	–	–
o/w Trade credit and advances	–	–
External Long-Term Debt due in one year	**5,032.94**	**1,904.79**
Special drawing rights	–	–
Currency and deposits	–	–
Debt securities	–	–
Loans	5,032.94	1,904.79
Equity and investment fund shares	–	–
Insurance, pension, and standardized guarantee schemes	–	–
Other accounts payable	–	–
o/w Trade credit and advances	–	–
External Long-Term Debt due in more than one year	**76,072.83**	**28,790.93**
Special drawing rights	–	–

Public Debt by Maturity and Residence	End September 2026	
	TZS Billion Q1 – as at 30th September	**USD Million** Q1 – as at 30th September
Currency and deposits	–	–
Debt securities	–	–
Loans	76,072.83	28,790.93
Equity and investment fund shares	–	–
Insurance, pension, and standardized guarantee schemes	–	–
Other accounts payable	–	–
o/w Trade credit and advances	–	–
Total External Debt (2)	**81,105.77**	**30,695.72**
Special drawing rights	–	–
Currency and deposits	–	–
Debt securities	–	–
Loans	81,105.77	30,695.72
Equity and investment fund shares	–	–
Insurance, pension, and standardized guarantee schemes	–	–
Other accounts payable	–	–
o/w Trade credit and advances	–	–
Total Domestic and External Debt (1+2)	**122,219.32**	**46,255.77**
Special drawing rights	–	–
Currency and deposits	–	–
Debt securities	36,827.78	13,938.04
Loans	85,391.54	32,317.74
Equity and investment fund shares	–	–
Insurance, pension, and standardized guarantee schemes	–	–
Other accounts payable	–	–
o/w Trade credit and advances	–	–
Memorandum Items		
Mid-point exchange rate at end of period	2,642.25	
Publicly Guaranteed Debt by Lender	3,326.91	1,259.12
Bilateral	–	–
Multilateral	–	–
Commercial Banks	–	–
Gross debt at net present value	–	–
Gross debt at face value	–	–

Source: Ministry of Finance

ANNEX 2: DOMESTIC DEBT (TZS BILLION)

Domestic Debt	Quarter 4 – 2025/26			Quarter 1 – 2026/27		
	Apr-26	May-26	Jun-26	Jul-26	Aug-26	Sep-26
Government Stocks	135.75	135.75	135.75	135.75	135.75	135.75
Special Bonds	5,157.01	5,157.01	4,534.01	6,226.28	6,949.28	6,949.28
Twenty Five year Bonds	6,711.25	6,711.25	6,879.13	6,879.13	7,214.55	7,214.55
Twenty year Bonds	8,625.09	8,674.93	8,674.93	9,020.98	9,020.98	9,020.98
Fifteen year Bonds	5,748.04	5,826.81	5,826.81	5,826.81	5,945.84	5,945.84
Ten year Bonds	3,455.38	3,455.38	3,513.69	3,625.14	3,625.14	3,687.87
Seven year Bonds	592.73	592.73	592.73	592.73	592.73	592.73
Five year Bonds	1,098.75	1,098.75	1,004.42	1,004.42	1,004.42	943.89
Two year Bonds	395.44	395.44	395.44	440.44	440.44	440.44
364 Days Treasury Bills	1,518.65	1,562.75	1,757.45	1,778.72	1,793.36	1,896.36
182 Days Treasury Bills	–	–	–	–	–	–
91 Days Treasury Bills	–	–	–	–	–	–
Duty Drawback Scheme	0.04	0.04	0.04	0.04	0.04	0.04
Tax Reserve Certificate	0.06	0.06	0.06	0.06	0.06	0.06
NMB Loan Facility	–	–	–	–	–	–
Advances to Government	5,897.58	5,646.38	6,011.37	3,941.64	4,176.90	4,285.77
TOTAL	**39,335.77**	**39,257.28**	**39,325.85**	**39,472.16**	**40,899.49**	**41,113.55**

Source: Ministry of Finance

ANNEX 3: APPROVED LOANS, GUARANTEES AND GRANTS IN 2025/26

S/N	Month	Approved Loan, Grant and Guarantee	Amount in USD
1	August, 2026	Facility agreement and counter-indemnity agreement for the USD 1.2 billion financing facility from the African Development Bank (AfDB) for financing the construction of the Standard Gauge Railway line for Lot 6 (Tabora – Kigoma (411 km)	1,200,000,000.00
2	August, 2026	Approval to borrow TZS 4.5 billion by Dodoma Urban Water Supply and Sanitation Authority (DUWASA) from the National Water Fund to finance Phase II of the Nzuguni Water Supply Project	1,665,000.00
3	August, 2026	Request to convert TPDC's interest debt amounting to USD 273,322,663.17 into Government equity to strengthen the Corporation's financial position (balance sheet) and enhance its ability to operate on a commercially sustainable basis	273,322,663.17
4	August, 2026	Grant Agreement of USD 51,050 between the Government of Tanzania and the World Heritage Fund for Capacity Building in Environmental, Social and Visual Impact Assessment near Natural Heritage Sites	51,050.00
5	August, 2026	Grant Agreement of USD 10,000 between the Government of Tanzania and the African World Heritage Fund for Preparation of the Management Plan for Geometric Rock Art Sites in the Lake Victoria Region	10,000.00
6	August, 2026	Instrument to Sign the Grant Agreement of RP 6,158,872,940 between the Government of Indonesia and Tanzania under the Indonesian Aid Scholarship Program for Innovation, Research and Excellence (INSPIRE) Scholarship Program to Support Banana Research and Biotechnology	388,009.00
7	August, 2026	Amendment to the Loan Agreement between the Government of Tanzania and the OPEC Fund for International Development for upgrading of the Kagwira – Ikola – Karema Port Road Project	–
8	August, 2026	Amendments to the Specific Grant Agreements between Tanzania and Sweden considering Sweden's Decision to Phase Out Bilateral Cooperation by 31st August 2026	–
9	August, 2026	Addendum No. 01 to the Memorandum of Understanding (MoU) for a grant worth USD 3.82 million between Korea International Cooperation Agency (KOICA) and the Government of the United Republic of Tanzania regarding the establishment of pilot Model to Improve Revenue Water Ratio and Water Supply Facilities in Dodoma. to extend the project implementation period from December 2026 to December 2028	–
10	August, 2026	Amendment of Grant Agreement No. 5550155002101 between the African Development Bank (AfDB) and the United Republic of Tanzania to extend the disbursement closing date from 30th June 2027 to 30th December 2029 to facilitate timely completion of all planned activities under the grant agreement	–
11	August, 2026	Grant Agreement worth SDR 3,610,000 between the Government of the United Republic of Tanzania and the International Development Association (IDA/World Bank) to finance the preparatory activities for the KAZI MPA Program	4,873,500.00
12	September, 2026	Submission of the fourth Quarterly Central Government Debt Report (April-June 2026) as part of analytical overview and transparent on status and trends of Central Government Debt	–
13	September, 2026	Submission of the debt data revision policy for final approval and publication to fulfil transparency requirements and to provide comprehensive, accurate, and timely debt information	–
14	September, 2026	Consent to borrow USD 500 million by Tanzania Ports Authority (TPA) from a Consortium of Commercial Banks to finance the development of TPA'S Strategic Infrastructure Projects in Dar-Es-Salaam and Tanga Ports	500,000,000.00
15	September, 2026	Loan Agreement worth EUR 26,911,343 to be signed between the Government of the United Republic of Tanzania and Instituto De Crédito Official (ICO) of the Kingdom of Spain for financing the project for Conducting High Resolution Airborne Geophysical Survey	30,140,704.16
16	September, 2026	Request to sign a Draft Loan Agreement worth USD 167.367 million between the Government of the United Republic of Tanzania and Korea Exim bank to finance the project to build Digital Technology Institute (DTI) in Dodoma, Tanzania	167,367,000.00
17	September, 2026	Approval by National Food Reserve Agency (NFRA) to secure a revolving overdraft facility of TZS 646 billion from Commercial Banks for the procurement of 1,200,000 MT of grains in the financial year 2026/2027	37,000,000.00
18	September, 2026	Export Credit Agreement worth EUR 10 million from UniCredit Bank Austria AG to finance Phase II of Digital Education - Modernization of the Zanzibarian Education System	11,200,000.00
19	September, 2026	Credit facility agreement worth EUR 30,000,000 between the Government of the United Republic of Tanzania and Agence Francaise De Development (AFD) to Finance the Climate-Smart Diary Transformation Project (C-SDTP)	33,600,000.00

S/N	Month	Approved Loan, Grant and Guarantee	Amount in USD
20	September, 2026	Cancellation of the undisbursed balance amounting USD 0.3 of the BADEA loan for the Zanzibar State University Construction Project phase I and the to revise repayment schedule	–
21	September, 2026	Grant agreement worth IDR 3,016,705,120 between the Government of the Republic of Indonesia and the Government of the United Republic of Tanzania to support capacity building on management of Farmers Agriculture Rural Training Centre (FARTC) in Mkindo Morogoro	190,052.42
22	September, 2026	Grant Agreement worth USD 15,000,000 between the Government of the United Republic of Tanzania, through the Ministry of Health, and the Susan Thompson Buffett Foundation (STBF) to support continued implementation of the project on improving access to integrated quality Sexual and reproductive health (SRH) services to women and girls through health systems strengthening	15,000,000.00
23	September, 2026	Grant Agreement worth EURO 296,615.76 between the Government of the United Republic of Tanzania through the Ministry of Health on behalf of Iringa Regional Referral Hospital (IRRH) and Associazione Veneto Tanzania (ASVET) to support improvement of rehabilitation services at Iringa Regional Referral Hospital	332,209.65
24	September, 2026	Extension of the deadline for use of funds of the credit facility NO. CTZ 1038 01 T worth EUR 100 million between the Agence Francaise De Development (AFD) and the United Republic of Tanzania to Finance the Implementation of Tanzania – Zambia Transmission and Interconnection Project.	–
25	September, 2026	Amendment Letter No. 1 U between the United Republic of Tanzania and Agence Française de Développement (AFD) concerning Financing Agreement No. CTZ 1038 02 U for the Tanzania – Zambia Transmission Interconnector Project (TAZA).	–
26	September, 2026	Amendment No.1 to the Credit Facility Agreement (No. CTZ 1063 01 R) Worth EUR 13,170,000 between the Government of the United Republic of Tanzania and the Agence Francaise De Developpement (AfD) to extend the deadline for drawdown for two (2) years from 1st July, 2026 to 30th June 2028 to support the on-going implementation of densification and Mafia Hybridization Project under National Rural Electrification Program	–
27	September, 2026	Financing Agreements between the International Development Association (IDA) and the United Republic of Tanzania for the Secondary Education Quality Improvement Project (SEQUIP), to extend the Project Closing Date by six (6) months, from 31st July 2026 to 31st January 2027	–
28	September, 2026	Request by Jakaya Kikwete Cardiac Institute (JKCI) to borrow TZS 9 billion from CRDB Bank to finance the construction of a new hospital building for Jakaya Kikwete Cardiac Institute Dar Group	3,330,000.00
29	September, 2026	Request for negotiations and signing of four (4) Financing Agreements worth USD 345,000,000 between the Government of the United Republic of Tanzania and the International Development Association, as additional financing to replenish resources reallocated to the Contingency Emergency Response Component (CERC) from DMDP2, MBDP, RISE, and TanTIP projects and to amend the respective original financing	345,000,000.00
30	September, 2026	Second Additional Financing Agreement Worth USD 67.3 million between the United Republic of Tanzania and the World Bank through the International Development Association (IDA) to finance the Tanzania-Zambia Transmission Interconnector Project (TAZA)	67,300,000.00
31	September, 2026	Change of financing modality from on-lending to on-granting for draft Credit Facility Agreement worth EUR 90,000,000 between the Government of the United Republic of Tanzania and Agence Française de Développement (AFD) to finance the Lake Victoria Water Supply and Sanitation Project Phase II	100,800,000.00
32	September, 2026	Grant Agreement worth USD 400,000 between the Government of the United Republic of Tanzania and the African Legal Support Facility (ALSF) for advisory and capacity-building support in the Zanzibar Ports and Health Project	400,000.00
33	September, 2026	Amendment of Credit Facility Agreement No. CTZ 1103 01 K, amounting to EUR 75.90 million, between the United Republic of Tanzania and Agence Française de Développement (AFD), to extend the deadline for the first drawdown and revise the applicable financing parameters for the facility supporting the 100 MW Kishapu Solar Phase II Project	–
34	September, 2026	Addendum No. 2 to the Grant Agreement between the Government of the United Republic of Tanzania and the Norwegian Ministry of Foreign Affairs to support the Productive Social Safety Net Programme Phase III	–

Source: Ministry of Finance

REVISED DATA FOR THE FOURTH QUARTERLY DEBT REPORT AS OF JUNE 2026

S/N	Category	Jun-26	
		Amount (TZS Billion)	Share (%)
1	**Central Government Debt**	**118,427.62**	**100%**
	Domestic Debt	39,325.85	33.21%
	External Debt	79,101.77	66.79%
2	**Domestic Debt Total**	**39,325.85**	**100.00%**
	Treasury Bills	1,757.45	4.47%
	Treasury Bonds	31,421.17	79.90%
	Overdraft	6,011.37	15.29%
	Others	135.85	0.35%
3	**External Debt Total**	**79,101.77**	**100.00%**
	DOD	78,889.84	99.73%
	Interest Arrears	211.93	0.27%
4	**External debt by creditor category**	**79,101.76**	**101.34%**
	Multilateral	55,235.64	70.76%
	Bilateral	4,137.17	5.30%
	Commercial banks and ECAs	19,728.95	25.27%

Source: Ministry of Finance