



Enhancing Productive Capacities in the United Republic of Tanzania

A Coherent and Operational Strategy





Enhancing Productive Capacities in the United Republic of Tanzania

A Coherent and Operational Strategy



© 2022, United Nations

The work is available through open access, by complying with the Creative Commons licence created for intergovernmental organizations, at <http://creativecommons.org/licenses/by/3.0/igo/>.

The designations employed and the presentation of material on any map in this work do not imply the expression of any opinion whatsoever on the part of the United Nations concerning the legal status of any country, territory, city or area or of its authorities, or concerning the delimitation of its frontiers or boundaries.

Photocopies and reproductions of excerpts are allowed with proper credits.

The publication has not been formally edited.

United Nations publication issued by the United Nations Conference on Trade and Development.

UNCTAD/ALDC/2022/3

Sales No. E.22.II.D.14

ISBN: 978-92-1-113042-3

eISBN:978-92-1-001408-3

ACKNOWLEDGEMENTS

This Report was prepared by Patrick N. Osakwe, Chief, Trade and Poverty Branch, UNCTAD, under the overall direction of Paul Akiwumi, Director, Division for Africa, Least Developed Countries and Special Programmes, UNCTAD. The Report is one of the main outputs of the 12th Tranche UN Development Account Project on “Coherent Strategies for Productive Capacity Development in African Least Developed Countries” which was launched in the first quarter of 2020 and is being implemented in Burkina Faso, Rwanda and Tanzania.

The Report benefitted from discussions and dialogues with officials of the Ministry of Industry and Trade, Tanzania, and participants at the Hybrid National Workshop on Coherent Strategies for Developing Productive Capacities in Tanzania, held 29-30 April 2021.

Paulette Lacroix and Regina Ledesma provided secretarial and administrative support to the project. The cover was prepared by Magali Studer. The overall layout, graphics and desktop publishing were done by Nathalie Lorient.

TABLE OF CONTENTS

Acknowledgements	iii
Executive summary	v
Abbreviations	vi
1. Introduction	1
2. The Demand, Supply and Exports Structure of the Economy	7
3. Productive Capacities in Tanzania: An Assessment	15
4. Stages of Industrial and Productive Transformation in Tanzania	25
5. Understanding Constraints to Developing Productive Capacities in Tanzania	29
6. Strategic Measures and Action-plan to Enhance Productive Capacities	41
7. Strategy Implementation Issues	57
References	61

EXECUTIVE SUMMARY

Tanzania is confronted with the daunting task of developing productive capacities and transforming the structure of its economy in a rapidly changing global environment characterized by, among others, rapid technological progress, the phenomenon of global value chains, climate change, the shift in global economic power, and constraints on the use of trade policy instruments to foster industrialization and other national development goals. These challenges have now been compounded by the coronavirus (COVID-19) pandemic which became evident in the first quarter of 2020 and has led to massive infections and deaths, disrupted trade and investment flows, and triggered a global recession in 2020. It is evident that to effectively cushion the effect of the pandemic in Tanzania and ensure that it does not jeopardize the achievement of national development goals, there is the need to build resilience to shocks through the development of productive capacities. To this end, there is the need for the government to place the development of productive capacities at the center of current and future development policies with a view to laying a solid and robust foundation for sustained and inclusive growth.

Against this background, this report presents a coherent and operational strategy for the development of productive capacities in Tanzania. The phrase “operational strategy” for the development of productive capacities is used in this report to refer to a set of country-specific policies and an action-plan designed to support and achieve the goal of productive transformation in an economy. The operational strategy presented here revolves around six pillars: setting clear and realistic goals and targets; lifting core binding constraints to the development of productive capacities in the country; addressing issues of policy incoherence; harnessing gender potential for productive transformation; developing, promoting and diversifying exports; and making regionalism work for productive transformation. Under the core pillars identified, the report highlights as well as discusses strategic policy measures and an action plan to enhance the development of productive capacities in Tanzania. The report also provides insights into two issues that are vital to the effective implementation of the strategic measures and action plan proposed. The first is the importance of having an effective resource mobilization and allocation strategy and the second is the need to have a credible system for monitoring and evaluation of implementation of proposed policy actions.

ABBREVIATIONS

AfCFTA	African Continental Free Trade Area
BIS	Basic Industry Strategy
BOT	Bank of Tanzania
BRELA	Business Registration and Licensing Authority
COMESA	Common Market for Eastern and Southern Africa
CET	Common External Tariff
CTI	Confederation of Tanzania Industries
DRC	Democratic Republic of Congo
EAC	East African Community
EPZ	Export Processing Zones
EWURA	Energy and Water Utilities Regulatory Authority
FYDP	Five Year Development Plan
GCLA	Government Chemist Laboratory Authority
ICT	Information and Communications Technology
LDC	Least Developed Country
LTPP	Long-Term Perspective Plan
MEST	Ministry of Education, Science and Technology
MFP	Ministry of Finance and Planning
MHCGEC	Ministry of Health, Community Development, Gender, Elderly and Children
MIT	Ministry of Industry and Trade
MVA	Manufacturing Value Added
MWTC	Ministry of Works, Transport and Communication
NACTE	National Council for Technical Education
NBS	National Bureau of Statistics
NEMC	National Environment Management Council
OSHA	Occupational Safety and Health Agency
PAPSS	Pan African Payments and Settlements System
PCI	Productive Capacities Index

ABBREVIATIONS

SADC	Southern African Development Community
SAP	Structural Adjustment Programme
SEZ	Special Economic Zone
SIDP	Sustainable Industrial Development Policy
SMEs	Small and Medium Enterprises
STEM	Science, Technology, Engineering and Mathematics
TAEC	Tanzania Atomic Energy Commission
TANESCO	Tanzania Electric Supply Company Limited
TBS	Tanzania Bureau of Standards
TDV	Tanzania Development Vision
TMDA	Tanzania Medicines and Medical Devices Authority
TRA	Tanzania Revenue Authority
TVET	Technical and Vocational Education and Training
URT	United Republic of Tanzania
VETA	Vocational Education and Training Authority
VAT	Value Added Tax
WEF	World Economic Forum
WMA	Weights and Measures Agency

预览已结束，完整报告链接和二维码如下：

https://www.yunbaogao.cn/report/index/report?reportId=5_31013

