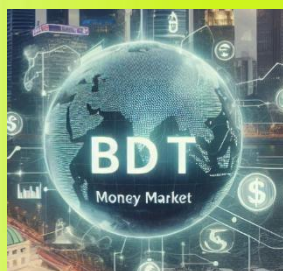


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April 2025

Money Market Dynamics



**Monetary Policy Department
Bangladesh Bank**

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Executive Summary

Call Money

The turnover of call money was **BDT 84871.71 crore** in Apr'25 which was **3.48%** lower than that of the preceding month. In call money transaction about **86%** was overnight, around **12%** was short notice and around **2%** was term call money. The weighted average rate (WAR) of call money was **10.07%**.

Interbank Repo

The turnover of interbank repo was **BDT 33828.22 crore** in Apr'25 which was **21.23%** higher than that of the previous month. In case of interbank repo, overnight tenure was highest which was **about 38%** and the second highest was 7 days tenure which was around **24%**. The WAR of interbank repo was **9.95%**.

Central Bank Repo

The turnover of central bank repo in Apr '25 was **BDT 93999.05 crore** of which around **59%** was 14 days maturity.

Standing Facilities

In case of standing lending facility, commercial bank got **BDT 3213.41 crore** of SLF and used **BDT 40921.72 crore** of SDF facilities. Banking system got **BDT 84636.70 crore** special liquidity facilities in Apr'25 of which around **74%** was ALS for PD.

Bangladesh Bank Bills

Bangladesh Bank (BB) Bills have significant impact on the money market. Bangladesh Bank issued **BDT 950 crore** BB Bills (90 days) in Apr'25 at a WAR of **11.31%**.

Government Treasury Bills

The total amount of **BDT 36000 crore** of Govt. T.Bills was issued in Apr'25. The highest cut off rate of 91 days, 182 days and 364 days were **11.64%**, **11.87%** and **11.92 %** respectively.

Summary of Money Market Dynamics (Turnover), April 2025

| Money Market | Amount | | | | | | |
|--|-----------------|----------------|-----------------|-----------------|------------|-------------------|------------------|
| | Total | Min. | Max. | Mean | CV | Retirement Amount | Net Position |
| A. Call Money Transaction | 84871.71 | 3115.81 | 7433.24 | 4715.10 | 23% | 83399.48 | 1472.23 |
| 1. Overnight | 72891.38 | 2501.36 | 6562.48 | 4049.52 | 27% | 69879.74 | 3011.64 |
| 2. Short notice (2 to 14 days) | 10390.25 | 141.00 | 1679.19 | 577.24 | 73% | 11387.66 | -997.41 |
| 3. Term (15 days and above) | 1590.08 | 10.00 | 328.00 | 113.58 | 108% | 2132.08 | -542.00 |
| B. Interbank Repo Transaction | 33828.22 | 247.77 | 5781.07 | 1879.35 | 70% | 27705.09 | 6123.14 |
| 1 days | 12846.85 | 102.15 | 3494.15 | 802.93 | 101% | 9627.04 | 3219.81 |
| 2 days | 4732.25 | 149.05 | 1546.49 | 525.81 | 82% | 4732.25 | 0.00 |
| 3 days | 2664.13 | 29.08 | 1088.61 | 333.02 | 115% | 2664.13 | 0.00 |
| 4 days | 2511.71 | 129.85 | 511.87 | 313.96 | 44% | 1999.84 | 511.87 |
| 5 days | 1844.24 | 48.22 | 1383.42 | 461.06 | 136% | 147.19 | 1697.05 |
| 6 days | 1219.87 | 30.66 | 530.48 | 135.54 | 120% | 1030.98 | 188.88 |
| 7 days | 8009.17 | 49.58 | 1361.02 | 533.94 | 70% | 7503.64 | 505.52 |
| C. Central Bank Repo | 93999.05 | 222.69 | 24994.58 | 13428.44 | 76% | 106579.21 | -12580.16 |
| 1. Over night | 660.49 | 222.69 | 437.81 | 330.25 | 46% | 1223.11 | -562.62 |
| 2. 7 days | 14830.80 | 149.87 | 7069.09 | 2966.16 | 99% | 16829.54 | -1998.73 |
| 3. 14 days | 55447.80 | 185.33 | 21134.51 | 11089.56 | 90% | 27394.99 | 28052.80 |
| 4. 28 days | 23059.95 | 8862.98 | 14196.97 | 11529.98 | 33% | 61131.57 | -38071.61 |
| D. Standing Facility | 44135.13 | | | | | | |
| 1. SLF | 3213.41 | 63.35 | 742.17 | 292.13 | 81% | 3214.96 | -1.55 |
| 2. SDF | 40921.72 | 311.68 | 6217.00 | 2273.43 | 87% | 41254.24 | -332.52 |
| E. Special Liquidity Facilities | 84636.70 | | | | | 87636.51 | -2999.81 |
| 1. ALS | 62644.47 | 710.60 | 6787.42 | 3480.25 | 45% | 67435.23 | -4790.76 |
| 2. AR | 9871.98 | 110.49 | 3313.60 | 1410.28 | 78% | 7592.92 | 2279.06 |
| 3. CM Repo | 398.00 | 132.00 | 266.00 | 199.00 | 48% | 0.00 | 398.00 |
| 4. LSR | 0.00 | 0.00 | 0.00 | 0.00 | | 0.00 | 0.00 |
| 5. IBLF | 11328.00 | 14.00 | 5184.00 | 809.14 | 169% | 11886.61 | -558.61 |
| 6. MLS | 0.00 | 0.00 | 0.00 | 0.00 | | 327.49 | -327.49 |
| 7. SLS | 394.25 | 176.00 | 218.25 | 197.13 | 15% | 394.25 | 0.00 |
| F. Bangladesh Bank Bill (90 days) | 950.00 | 350.00 | 600.00 | 475.00 | 37% | 1025.00 | -75.00 |
| G. Government Treasury Bills | 36000 | | | | | 25195.51 | 10804.49 |
| 1. 91 days | 16000 | 4000 | 4000 | 4000 | 0% | 14000.00 | 2000.00 |
| 2. 182 days | 11200 | 2200 | 3000 | 2800 | 14% | 7554.16 | 3645.84 |
| 3. 364 days | 8800 | 2000 | 2800 | 2200 | 18% | 3641.35 | 5158.65 |

Note: SLF= Standing Lending Facility, SDF = Standing Deposit Facility, ALS = Assured Liquidity Support, AR = Assured Repo, CMR = Capital Market Repo, LSR = Liquidity Support against claims of Remittance for Conventional Banks, IBLF Islami Banks Liquidity Facility, MLS = Mudaraba Liquidity Support, SLS = Special Liquidity Support

Summary of Money Market Dynamics (Interest Rates), April 2025

| Money Market | Interest rates | | | |
|--|----------------|--------------|--------------|--------------|
| | Min. | Max. | WAR | CV |
| A. Call Money Transaction | 9.91 | 10.31 | 10.07 | 1.24% |
| 1. Overnight | 9.83 | 10.01 | 9.93 | 0.52% |
| 2. Short notice (2 to 14 days) | 10.27 | 11.70 | 10.80 | 4.02% |
| 3. Term (15 days and above) | 7.00 | 13.00 | 11.34 | 14.96% |
| B. Interbank Repo Transaction | 9.40 | 10.26 | 9.95 | 2.25% |
| 1 days | 9.00 | 10.03 | 9.71 | 2.94% |
| 2 days | 9.18 | 10.05 | 9.82 | 3.01% |
| 3 days | 9.35 | 10.25 | 9.80 | 3.56% |
| 4 days | 9.64 | 10.10 | 9.91 | 1.58% |
| 5 days | 9.75 | 10.40 | 9.96 | 2.68% |
| 6 days | 9.75 | 10.80 | 10.18 | 3.14% |
| 7 days | 10.00 | 11.00 | 10.42 | 2.42% |
| C. Central Bank Repo | 10.00 | 10.00 | | |
| 1. Over night | 10.00 | 10.00 | 10.00 | 0.00% |
| 2. 7 days | 10.00 | 10.00 | 10.00 | 0.00% |
| 3. 14 days | 10.00 | 10.00 | 10.00 | 0.00% |
| 4. 28 days | 10.00 | 10.00 | 10.00 | 0.00% |
| D. Standing Facility | | | | |
| 1.SLF | 11.50 | 11.50 | 11.50 | 0.00% |
| 2. SDF | 8.50 | 8.50 | 8.50 | 0.00% |
| E. Special Liquidity Facilities | | | | |
| 1. ALS | 10.00 | 10.00 | 10.00 | 0.00% |
| 2. AR | 10.00 | 10.00 | 10.00 | 0.00% |
| 3. CM Repo | 4.75 | 4.75 | 4.75 | 0.00% |
| 4. LSR | | | | |
| 5. IBLF | | | | |
| 6. MLS | | | | |
| 7. SLS | | | | |
| F. Bangladesh Bank Bill (90 days) | 11.23 | 11.44 | 11.31 | 1.31% |
| G. Government Treasury Bills | | | | |
| 1. 91 days | 10.88 | 11.64 | 11.37 | 1.90% |
| 2. 182 days | 11.25 | 11.87 | 11.60 | 2.01% |
| 3. 364 days | 11.30 | 11.92 | 11.75 | 1.67% |

Note: SLF= Standing Lending Facility, SDF = Standing Deposit Facility, ALS = Assured Liquidity Support, AR = Assured Repo, CMR = Capital Market Repo, LSR = Liquidity Support against claims of Remittance for Conventional Banks, IBLF Islami Banks Liquidity Facility, MLS = Mudaraba Liquidity Support, SLS = Special Liquidity Support

Money Market

In any financial system money market plays an important role by facilitating the short-term liquidity requirement for financial institutions as well as government. A well developed money market is not only useful for liquidity management but also it helps to implement the monetary policy, to provide safe investment opportunities, to support banking system stability.

A. Call Money

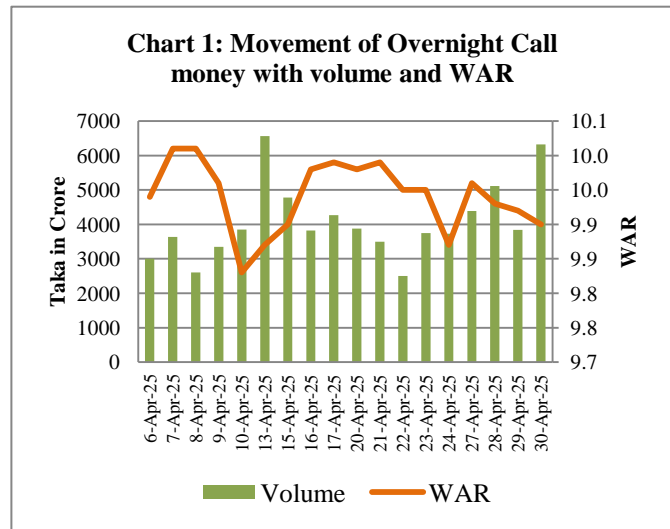
1. Overnight

• Total Turnover:

The total turnover of overnight call money was BDT 72891.38 crore in Apr'25, which was BDT 1362.44 core (-1.83%) lower than previous month.

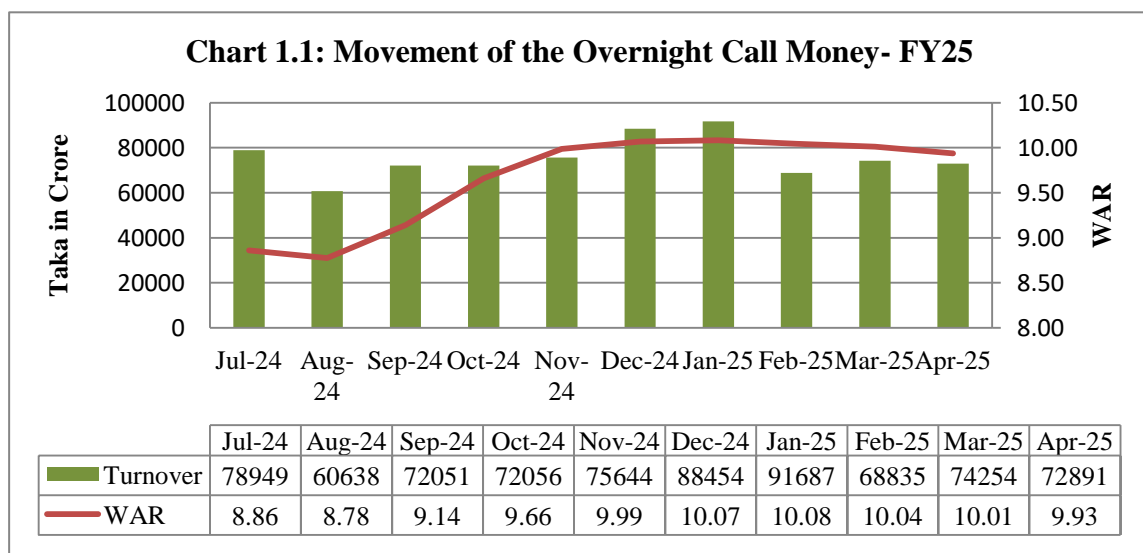
• Interest rates:

- Minimum interest rate: 9.83%
- Maximum interest rate: 10.01%
- Weighted Average Rate (WAR): 9.93%



All of these interest rates are little bit lower than those of the previous month.

The trend of turnover and WAR of overnight call money over FY-25:



2. Short notice

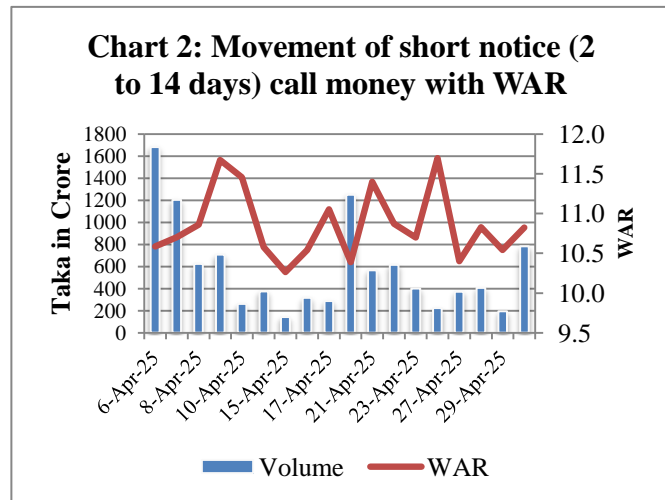
It includes 2 to 14 days maturities call money. The movement of short notice call money as follows:

- **Total Turnover :**

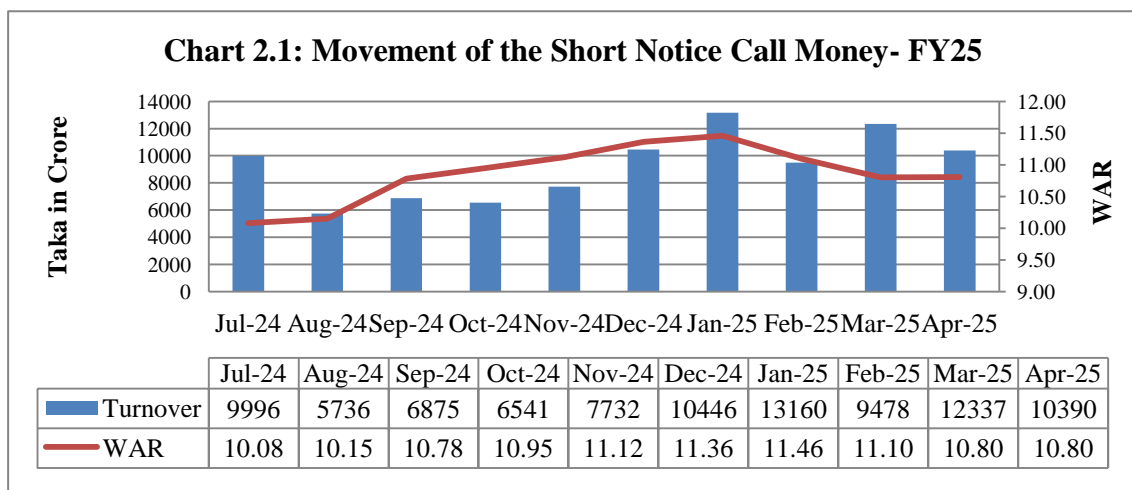
The turnover of short notice call money was BDT. 10390.25 crore in Apr'25 which was BDT 1947.15 core (-15.78%) lower than that of previous month.

- **Interest Rates:**

- Minimum interest rate: 10.27%
- Maximum interest rate: 11.70%
- Weighted Average Rate (WAR): 10.80 %

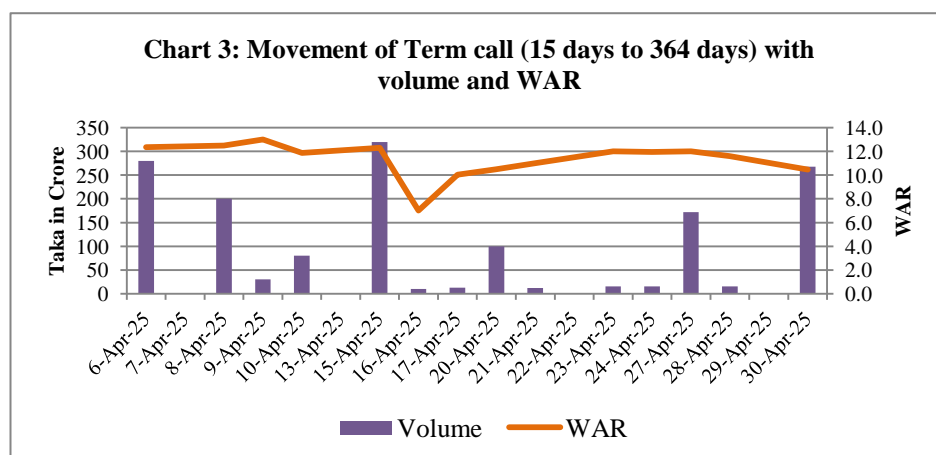


The trend of turnover and WAR of short notice call money over FY-25



3. Term Call Money

It includes 15 to 364 days duration call money.



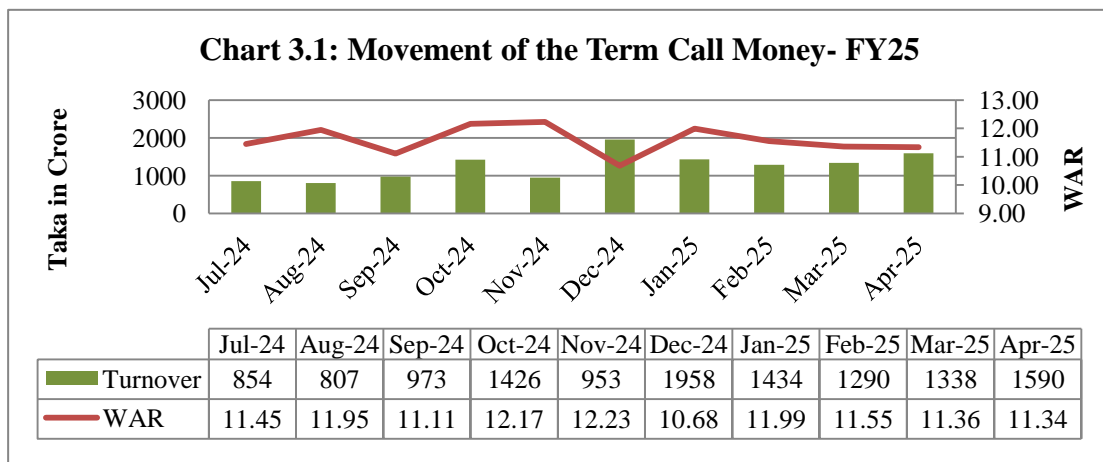
- **Total Turnover :**

The turnover of term call money was BDT. 1590.08 crore in Apr'25 which was BDT 252.23 core (18.85%) higher than that of previous month.

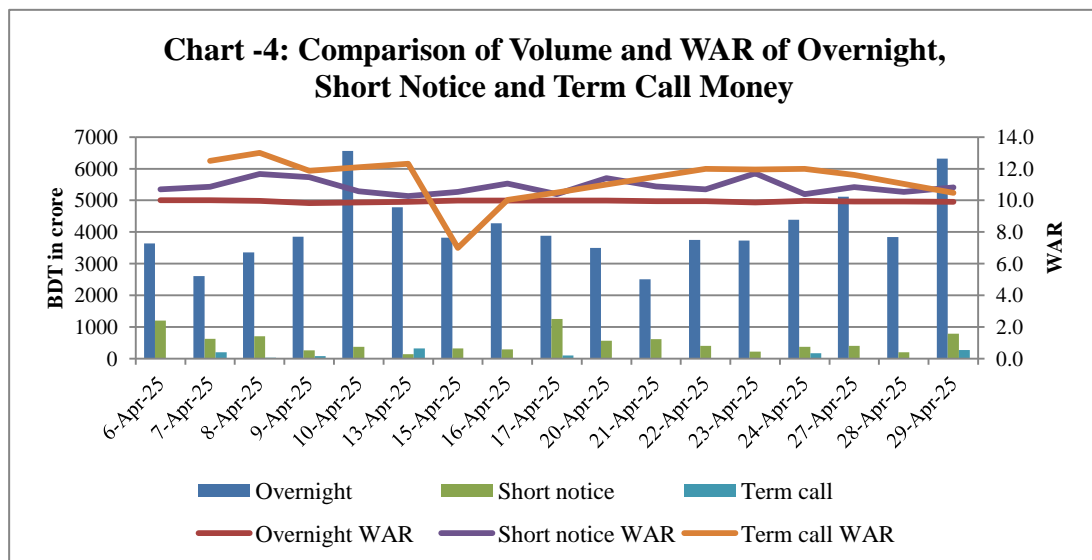
- **Interest Rates:**

- Minimum interest rate: 7.00%
- Maximum interest rate: 13.00%
- Weighted Average Rate (WAR): 11.34%

The trend of turnover and WAR of Term call money over FY-25:



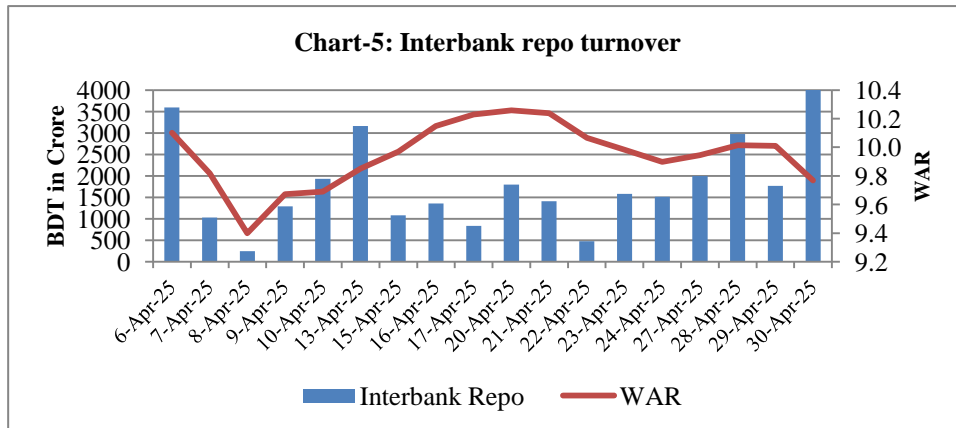
Comparison of all type of call money



Overnight call money has the dominance in call money market. Regarding interest rates the coefficient of variation (CV) of overnight, short notice and term call were 0.5%, 4.0% and 14.96% respectively. So overnight call money rate had less volatility comparing to short notice and term call money rate in Apr'2025.

B. Interbank Repo

It includes overnight to 7 days duration collateral borrowings of commercial banks.



- Total Turnover**

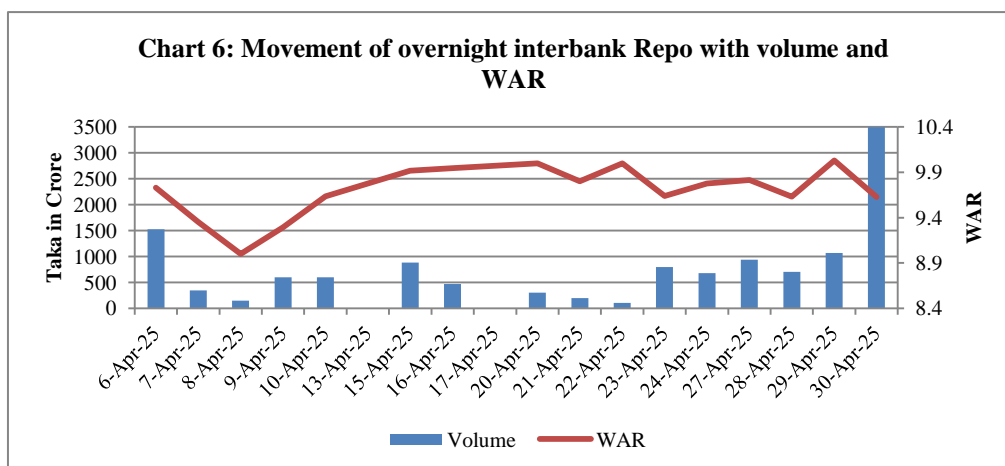
The total turnover of interbank Repo was BDT. 33828.22 crore in Apr'25 which was BDT 5923.66 crore (21.23%) higher than that of the previous month.

- Among it's total turnover, overnight and 7 days turnover had dominance over other tenure. Overnight repo was 37.98% and 7 days repo was 23.68%
- Interbank repo for two days was 13.99%, three days was 7.88%, four days was 7.42%, five days was 5.45% and six days was 3.61% only.

1. Interbank Repo (Overnight)

- Total Turnover :**

The overnight interbank repo turnover was BDT. 12846.85 crore which was BDT 3178.09 crore (32.87%) higher than that of previous month.

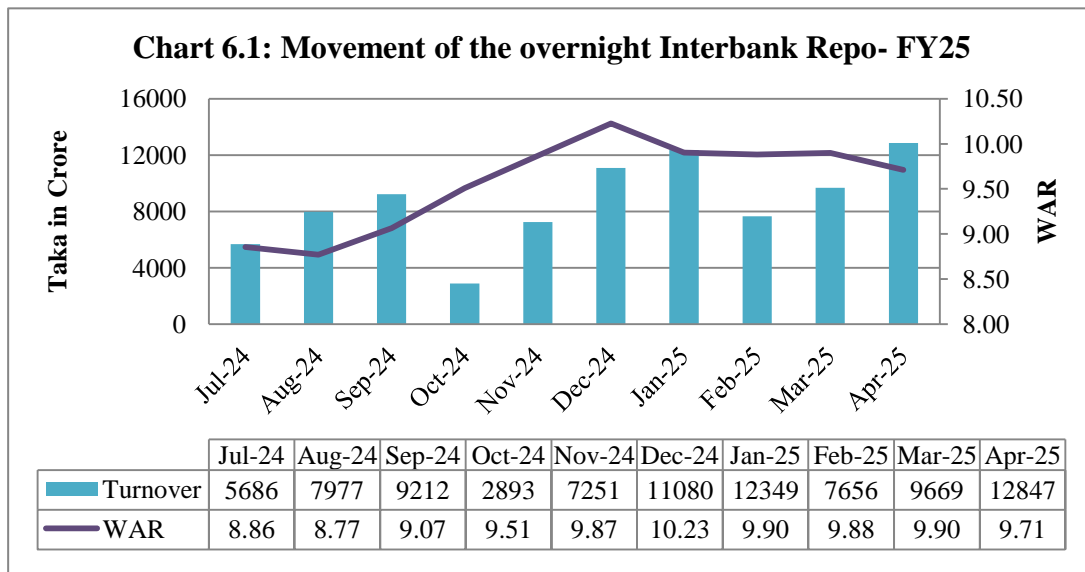


- Interest rates:**

- Minimum interest rate: 9.00%
- Maximum interest rate: 10.03% and
- Weighted Average Rate (WAR): 9.71 %

The minimum interest rate, maximum interest rate and WAR were little bit lower than those of the previous month.

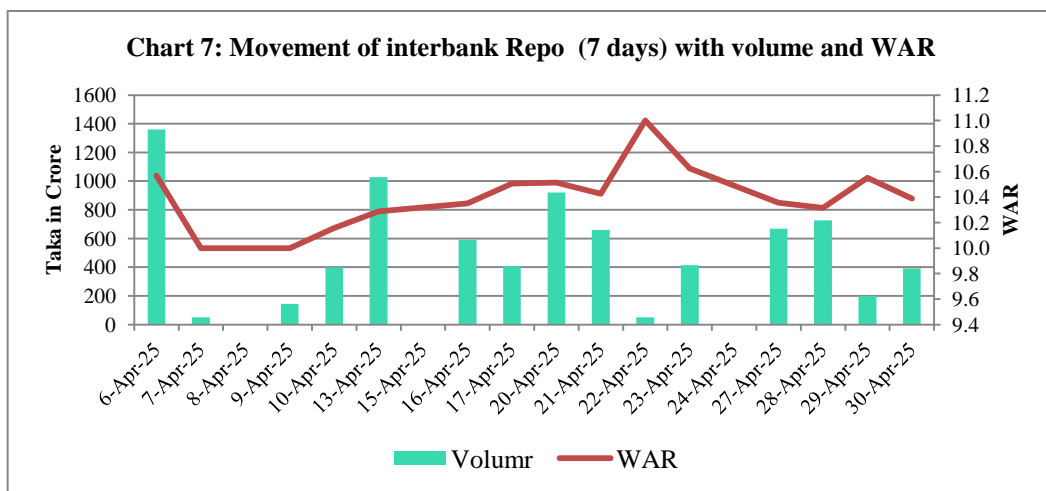
The trend of turnover and WAR of Overnight Interbank Repo over FY-25



2. Interbank repo (7 days)

• Total Turnover :

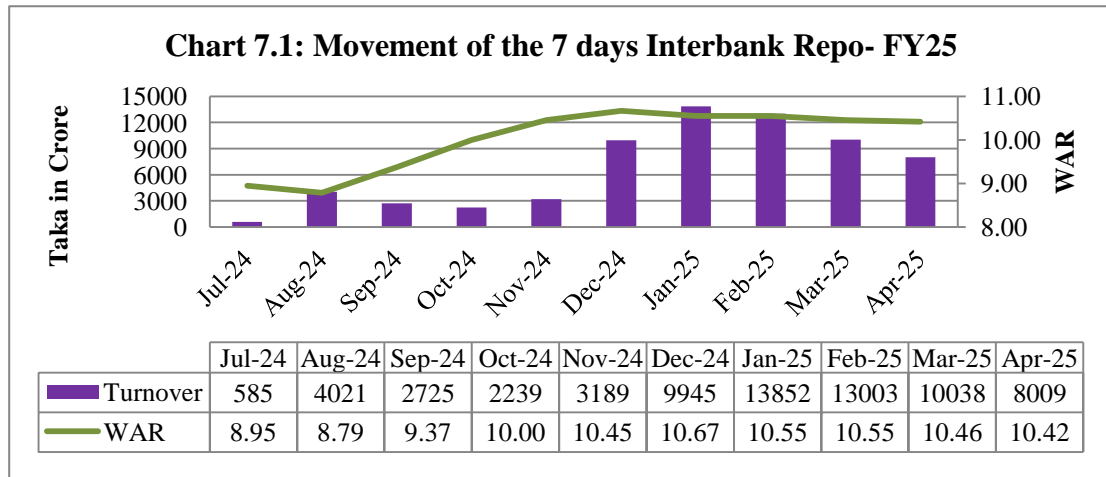
The total turnover was BDT 8009.17 crore which was less than BDT 2028.43 crore (- 20.21%) than that of the preceding month.



• Interest rates:

- Minimum interest rate: 10.00%
- Maximum interest rate: 11.00%
- Weighted Average Rate (WAR): 10.42 %

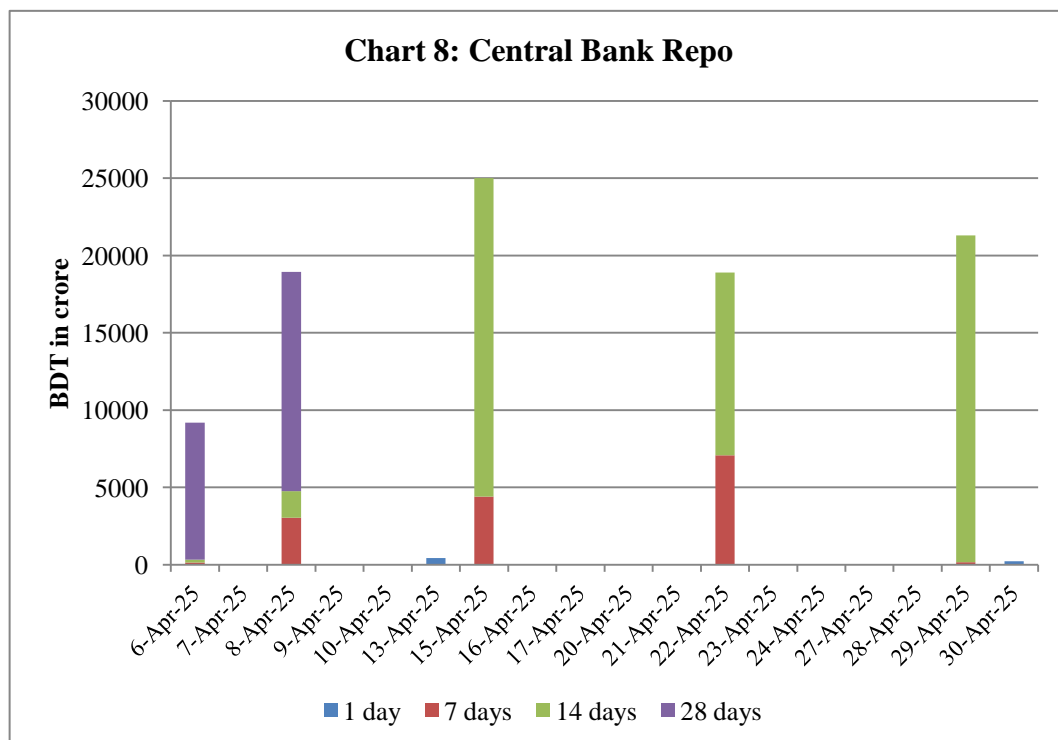
The minimum interest rate and maximum interest rate were little bit higher but WAR was little bit lower than those of the previous month.

The trend of turnover and WAR of 7 days Interbank Repo over FY-25:**Interest rate volatility:**

Three days tenure interbank repo was most volatile with highest CV which is 3.56%. Between overnight and seven days tenure interbank repo, interest of overnight was more volatile where CV of overnight was 2.94% and for seven days it was 2.42%.

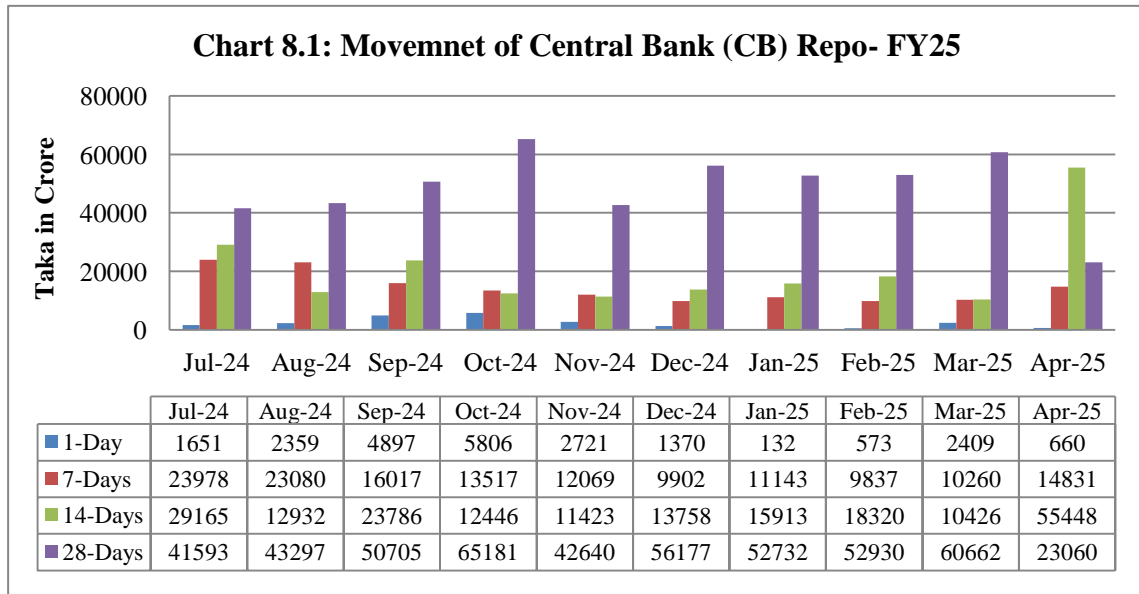
C. Central Bank (CB) Repo**• Total Turnover:**

The total amount of central bank repos stood at BDT 93,999.05 crore, reflecting an increase of BDT 10,241.72 crore (12.23%) compared to the previous month.



Turnover and proportion of tenure wise CB repo in April-2025:

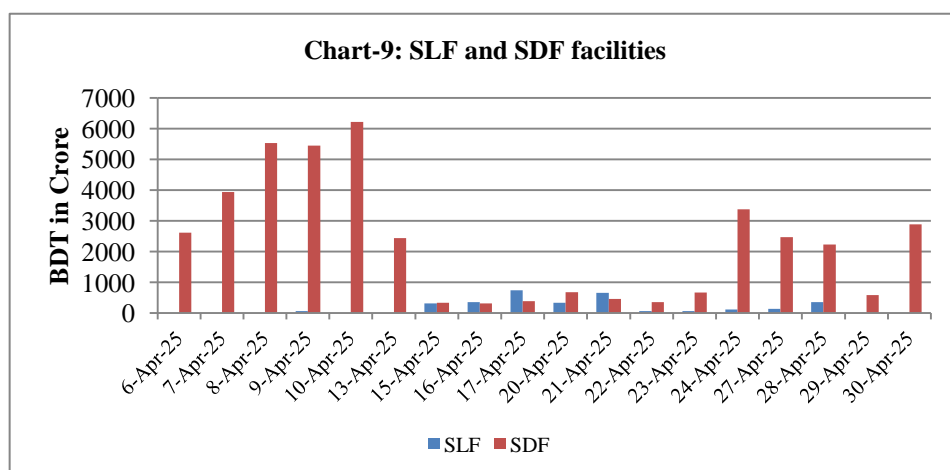
- Overnight: BDT 660.49 crore (0.70%)
- 7 days: BDT 14830.80 crore (15.78%)
- 14 days: BDT 55447.80 crore (58.99%)
- 28 days: BDT 23059.95 (24.53%)

The trend of CB repo turnover over the FY-25:

Among CB repo, 28 days maturity always had dominance over other tenure in the last 9 month of FY-25. But under the modernization of monetary policy framework, 28 days tenure CB repo has been suspended from 10th April 2025.

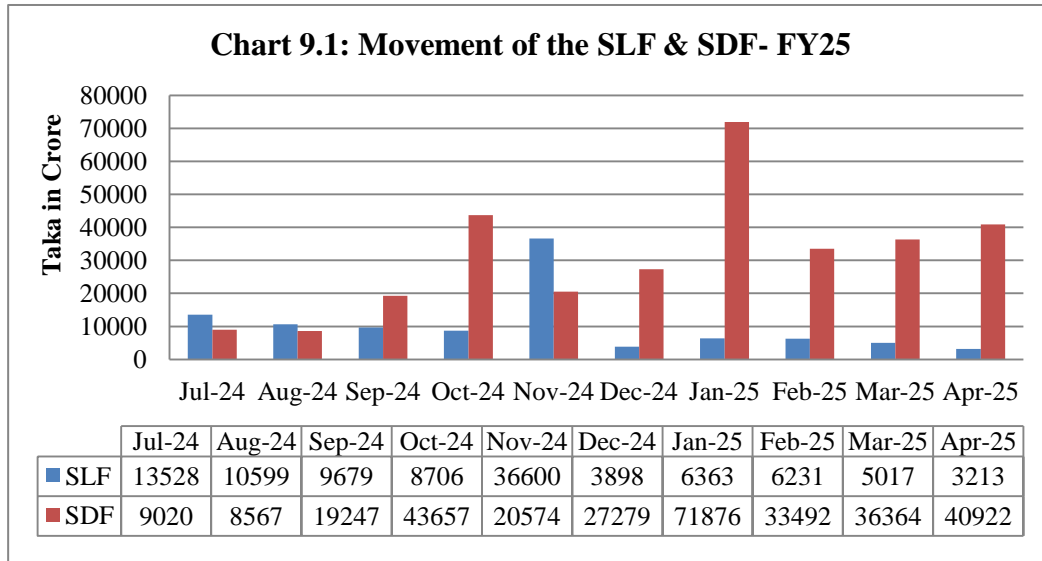
D. Standing Facility

It includes standing lending facility (SLF) and standing deposit facility (SDF) with BB.

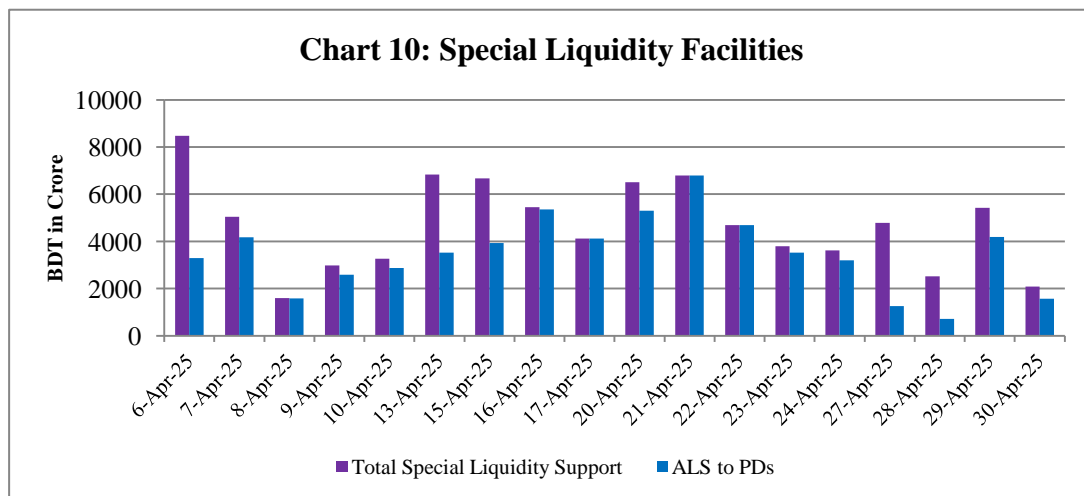


- **Total Turnover:**

- Commercial banks got BDT. 3213.41 crore SLF in Apr'25 which was BDT 1804.04 crore (-35.96%) less than that of previous month.
- Commercial banks used SDF facility for BDT. 40921.72 crore which was BDT 4557.50 crore (12.53%) higher than that of the previous month.

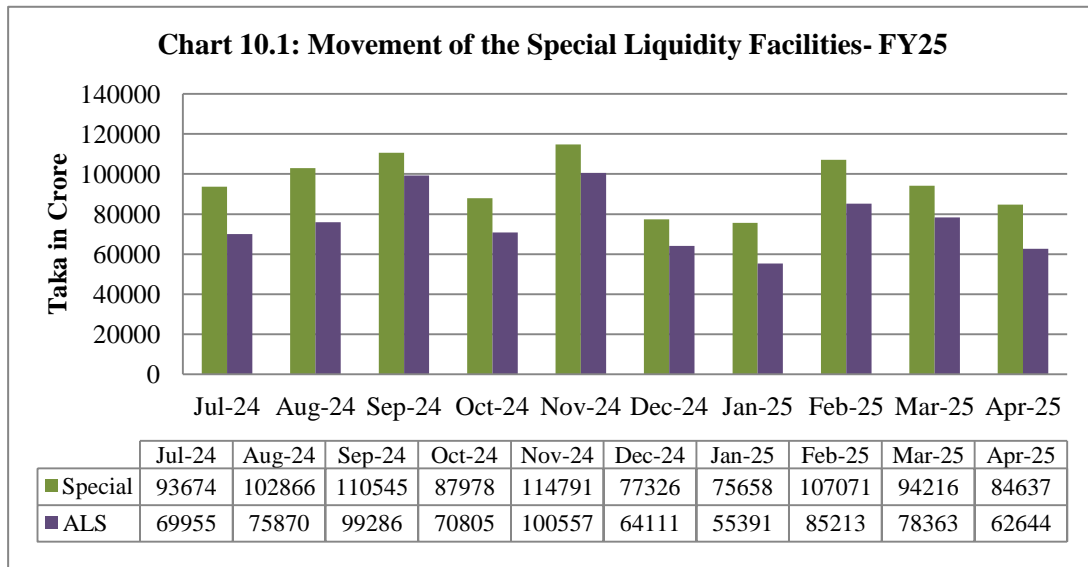
The trend of using SLF and SDF by commercial banks over the FY-25:**E. Special Liquidity Facilities**

Bangladesh Bank also provides some special liquidity facilities to the banking system through ALS for primary dealer (PD), AR, CM Repo, LSR, IBLF, MLS, SLS.



- The total amount of BDT 84636.70 crore was provided through ALS, IBLF, AR, SLS and CM repo to the banking system.
- It was BDT 6903.68 crore (-7.54%) less than that of the previous month.
- Among the special liquidity facilities, the amount of ALS for PDs was BDT 62644.47 which was BDT 15718.86 crore (-20.06%) less than that of previous month. This amount was 74.02% of the total amount.

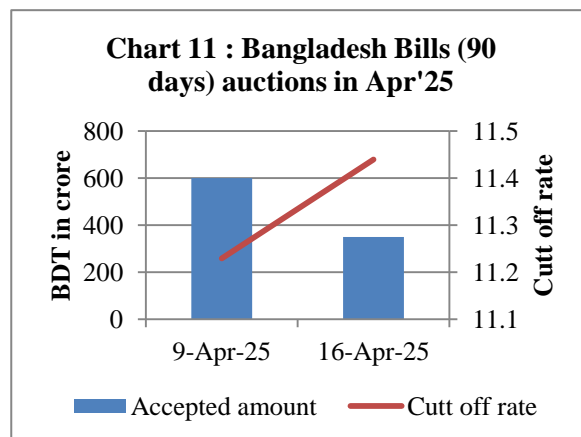
The trend of special liquidity facilities and ALS turnover over the FY-25:



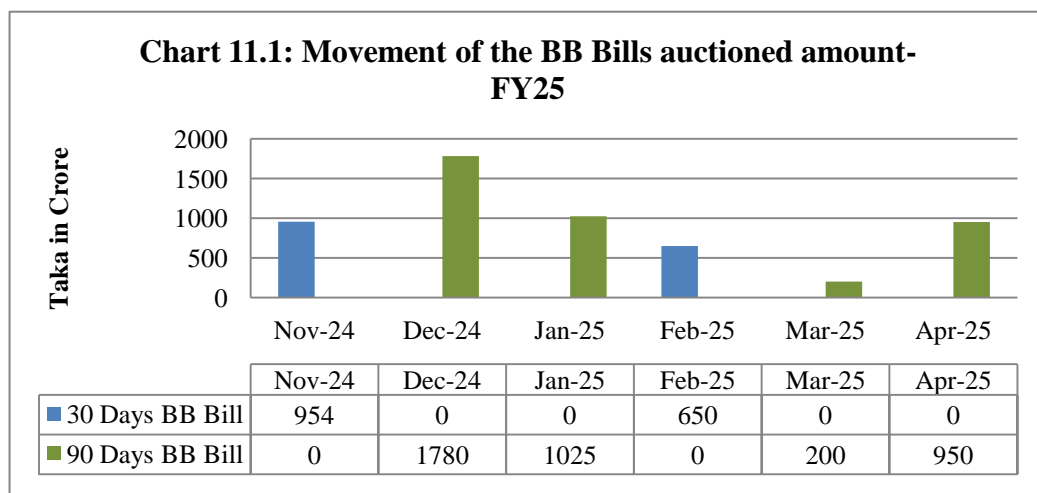
F. Bangladesh Bank (BB) Bill

Two auctions of BB Bills are held in April 2025 with 90 days maturities

- Total accepted amount was BDT 950.00 crore.
- In the first auction the cut off rate was 11.23% and in the second auction the rate was 11.44%.
- All of these cut of rates were higher than those of the previous month,

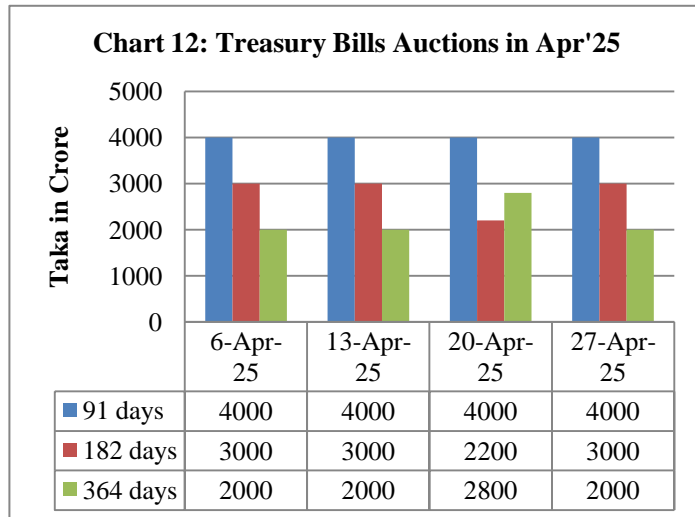


The trend of BB Bills auctioned amount over FY-25:

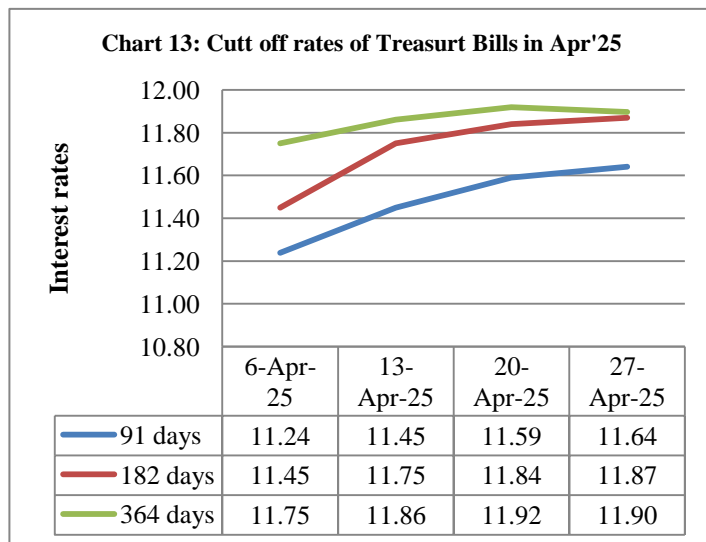


G. Government Treasury Bills Auctions

- There were four auctions held in Apr'25, resulting in a total issuance of BDT 36000 crore which was BDT 9067.97 crore (33.67%) higher than that of previous month.

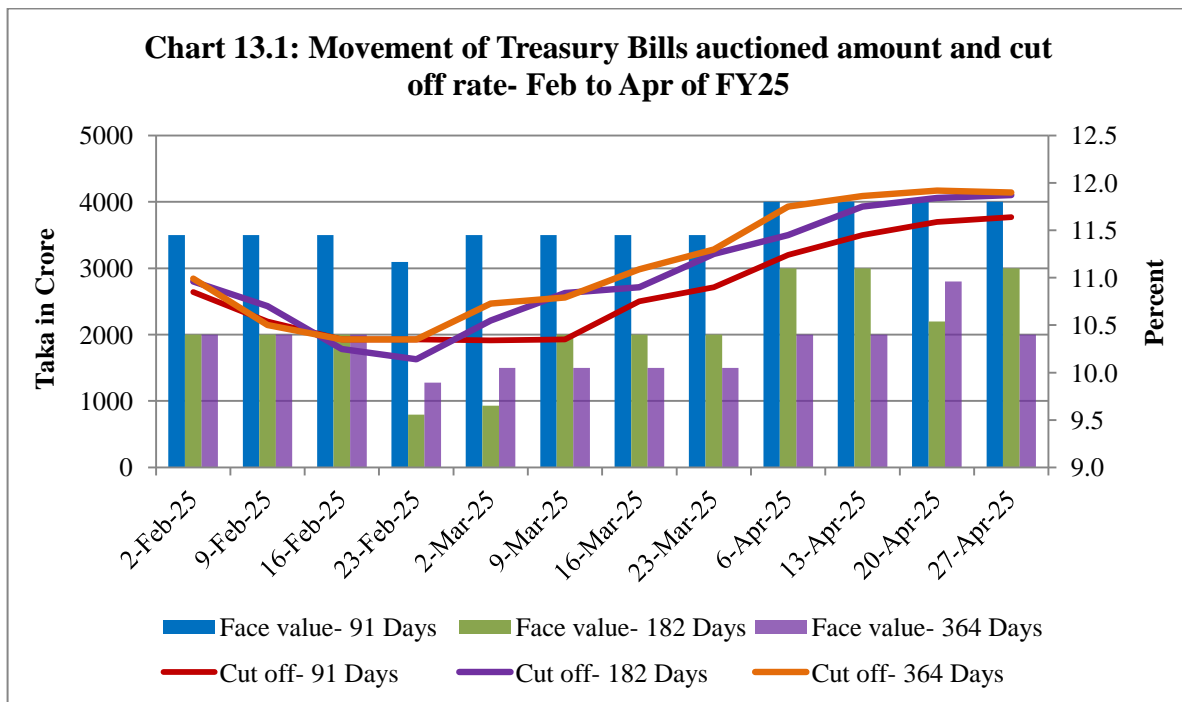


- There was an increasing trend in cut-off rate of all kinds of Treasury bills in Apr'25.
- All of these cut-off rates are also higher than those of the previous month.

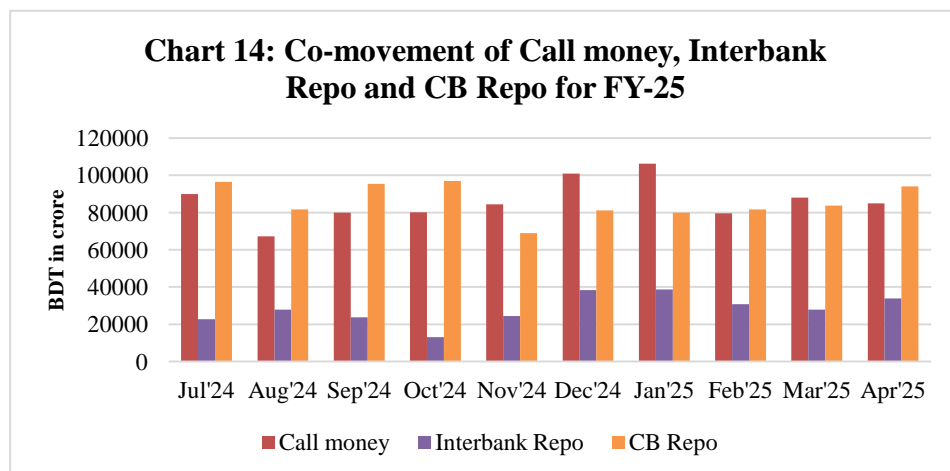


Regarding cut-off rates, the coefficient of variation (CV) of 91 days, 182 days and 364 days were 1.56%, 1.64% and 0.63% respectively. That means interest rate of 182 days treasury bills are more volatile than the other two types of treasury bills.

The trend of volume and cut-off rates Government T.bills over the last three months of FY-25:



Co-movement of Call money, Interbank Repo and CB Repo for FY-25



- Beginning of the FY-25, central bank liquidity support through CB repo was higher than call money transaction and it was continue until Oct'24.
- After that call money turnover exceeded the CB repo and continued up to Jan'25. Then it becomes parallel to the CB repo and in last month CB repo exceeds call money again.
- Interbank repo was in increasing trend from Oct'24 and it is now somewhat stable in last few months.