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March 2026

Money Market Dynamics

Monetary Policy Department
Bangladesh Bank

Suggestions/Comments for improvement in the contents of this publication would be highly appreciated. Users may kindly contact the following email address with their suggestions/comments and queries, if any: rafiqul.islam178@bb.org.bd

Contents

Executive Summary

Call Money

The turnover of the call money market stood at Tk. 94,501.10 crore in March 2026, which was 11.09 percent higher than the preceding month (February 2026). Among the transactions, overnight call money dominated with 82.27 percent, followed by short notice at 16.80 percent and term call money at 0.93 percent. The weighted average rate (WAR) of overnight call money increased by 26 basis points to 10.16 percent, while the overall call money WAR increased by 24 basis points to 10.19 percent during the month under review.

Interbank Repo

The turnover of interbank repo stood at Tk. 58,860.76 crore in March 2026, which was 10.61 percent lower than the previous month. In terms of tenure composition, the 7-day maturity accounted for the highest share at 38.81 percent, slightly lower than 43.39 percent in the preceding month, followed by the 1 day tenure with a share of 36.62 percent. Meanwhile, the weighted average rate (WAR) of interbank repo increased by 7 basis points to 9.97 percent in March 2026 compared to the previous month.

Central Bank Repo

The turnover of central bank repo stood at Tk. 98,620.17 crore in March 2026, which was 53.09 percent higher than the previous month. Among the transactions, the 14 days maturity dominated with a share of 73.35 percent, which was 21.43 percentage points higher than the preceding month.

Standing Facilities

In March 2026, commercial banks received Tk. 7,021.13 crore under the Standing Lending Facility (SLF), which was 371.63 percent higher than the previous month, while the utilization of the Standing Deposit Facility (SDF) stood at Tk. 57,827.19 crore, marking a rise of 6.01 percent compared to the preceding month.

Special Liquidity Facilities

In March 2026, the Central Bank provided Tk. 38,266.89 crore as special liquidity support, of which 52.19 percent was extended under the Islamic Banks Liquidity Facility (IBLF) to Islami banks.

Government Treasury Bills

In March 2026, a total of Tk. 33,000 crore in Government Treasury Bills was issued, marking a 10 percent increase from the previous month. The monthly weighted average rates (WAR) for 91 days, 182 days, and 364 days T-Bills were recorded at 9.81 percent, 9.93 percent, and 9.94 percent respectively.

Money Market Scenario

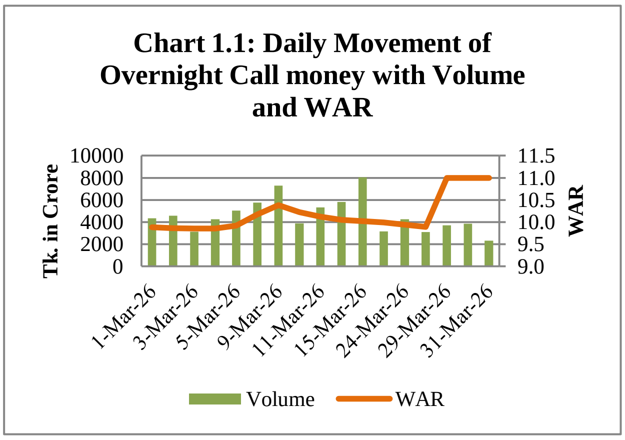
The money market is an essential component of an economy as it provides short-term liquidity to financial institutions and the government. A well-developed money market supports effective liquidity management, facilitates the implementation of monetary policy, offers safe investment opportunities, and contributes to the stability of the banking system.

1. Call Money

1.1 Call Money (Overnight)

1.1.1 Total Turnover

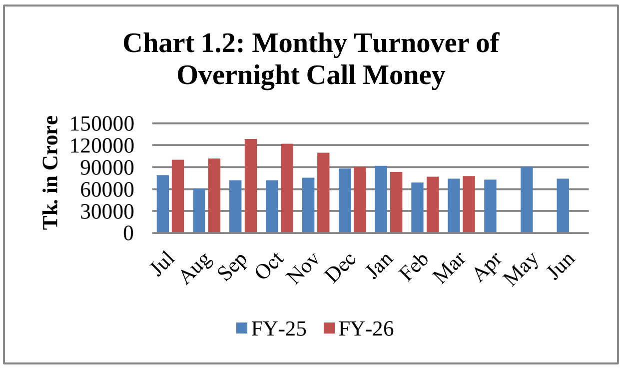
The total turnover of overnight call money stood at Tk. 77,745.36 crore in March 2026, representing an increase of Tk. 929.22 crore or 1.21 percent compared to the previous month.

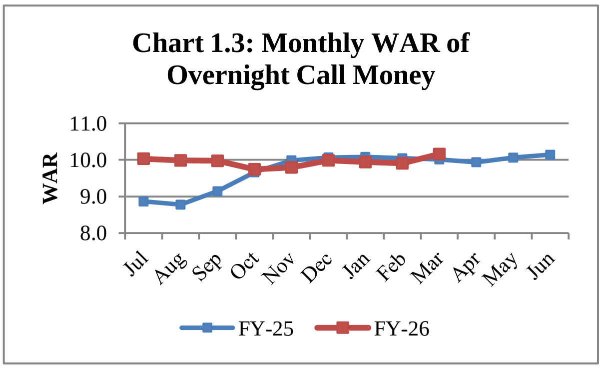


1.1.2 Interest Rates (March 2026)

- Minimum interest rate: 9.85%
- Maximum interest rate: 11.00%
- Weighted Average Rate (WAR): 10.16%

1.1.3 Monthly Movement of Turnover and WAR





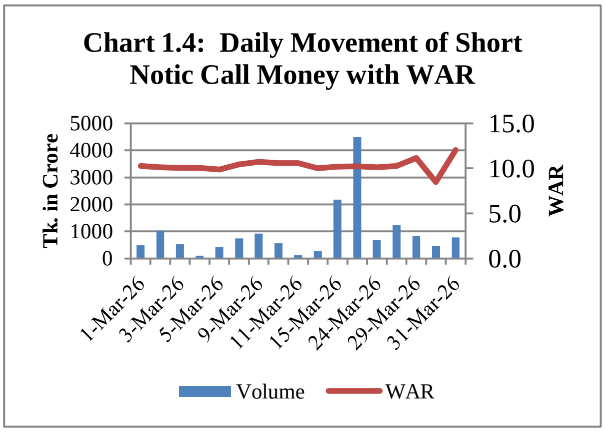
- Overnight call money turnover in March 2026 increased by Tk. 3,491.54 crore or 4.70 percent compared to the same period of the previous year.
- In terms of interest rates, the weighted average rate (WAR) of overnight call money in March 2026 increased by 15 basis points compared to the same month of the previous year.

1.2 Call Money (Short Notice)

Short notice money refers to call money with maturities ranging from 2 to 14 days.

1.2.1 Total Turnover

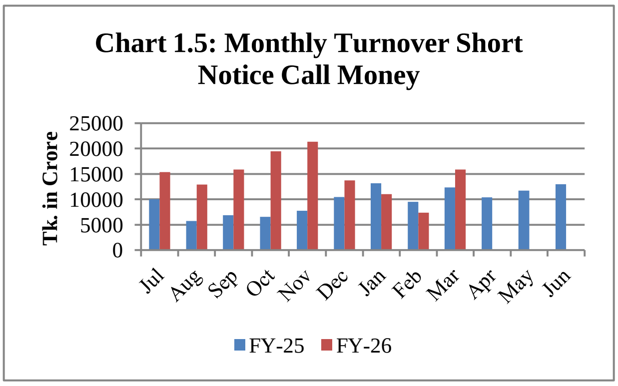
The turnover of short notice call money stood at Tk. 15,873.44 crore in March 2026, which was Tk. 8,531.74 crore or 116.21 percent higher than that of the previous month.

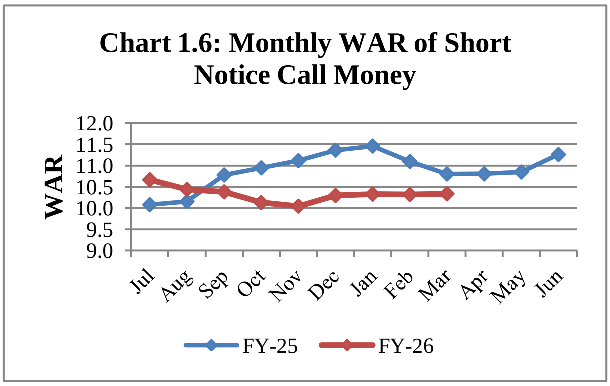


1.2.2 Interest Rates

- Minimum interest rate: 8.48%
- Maximum interest rate: 12.03%
- Weighted Average Rate (WAR): 10.33 %

1.2.3 Monthly Movement of Turnover and WAR





- The turnover of short notice call money in March 2026 increased by Tk. 3,536.04 crore or 28.66 percent compared to the same period of the previous year.
- In terms of interest rates, the weighted average rate (WAR) was 47 basis points lower than that of the previous year.

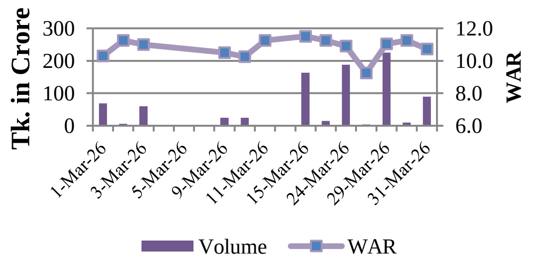
1.3 Call Money (Term)

Term call money refers to call money with maturities ranging from 15 to 364 days.

1.3.1 Total Turnover

The turnover of term call money stood at Tk. 882.30 crore in March 2026, representing a decrease of Tk. 23.25 crore or 2.57 percent compared to the previous month.

Chart 1.7: Daily Movement of Term Call with Volume and WAR



1.3.2: Interest Rates:

- Minimum interest rate: 9.25%
- Maximum interest rate: 11.50%
- Weighted Average Rate (WAR): 10.96%

1.3.3 Monthly Movement of Turnover and WAR

Chart 1.8: Monthly turnover of Term Call Money

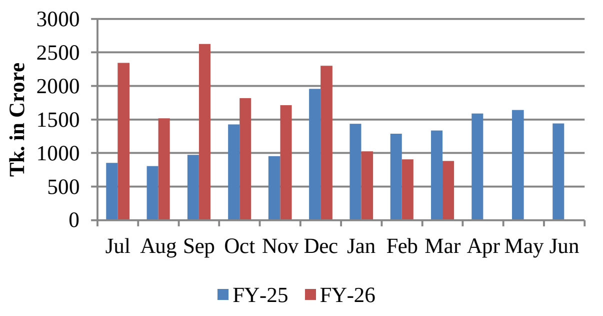
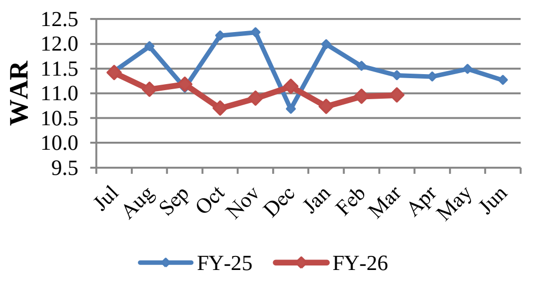


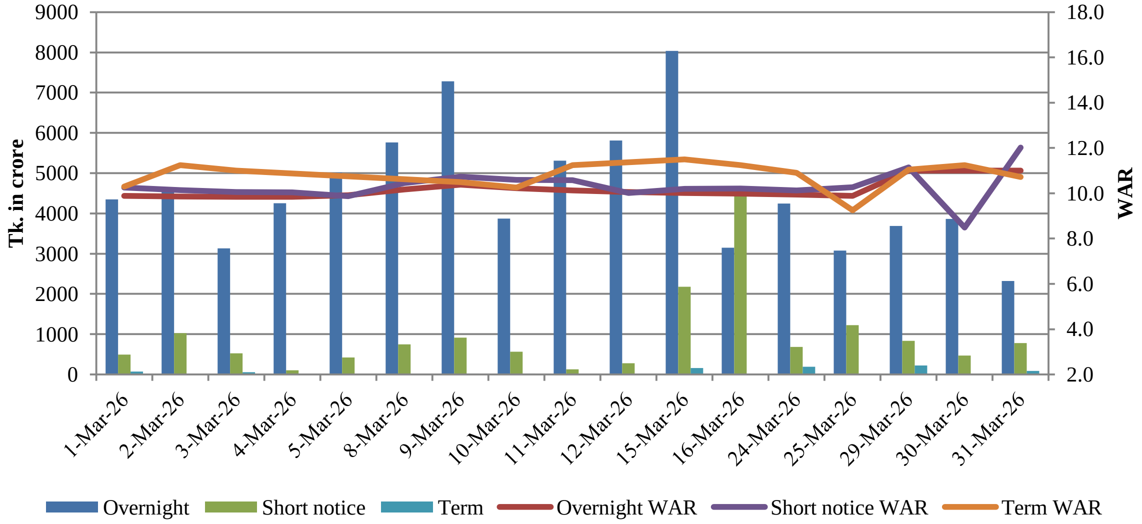
Chart 1.9: Monthly WAR of Term Call Money



- The total turnover of term call money in March 2026 declined by Tk. 455.55 crore or 34.05 percent compared to the same period of the previous year.
- In terms of interest rates, the weighted average rate (WAR) was 40 basis points lower than that of the same period of the previous year.

1.4 All Type of Call Money

Chart 1.10: Comparison of Volume and WAR of Overnight, Short Notice and Term Call Money in Mar'26



Overnight call money dominated the call money market, accounting for 82.27 percent of total transactions. In terms of interest rate volatility, the coefficient of variation (CV) for overnight, short notice, and term call money was 4.1 percent, 6.8 percent, and 5.6 percent, respectively, indicating that the overnight call money rate was significantly less volatile compared to short notice and term call rates in March 2026.

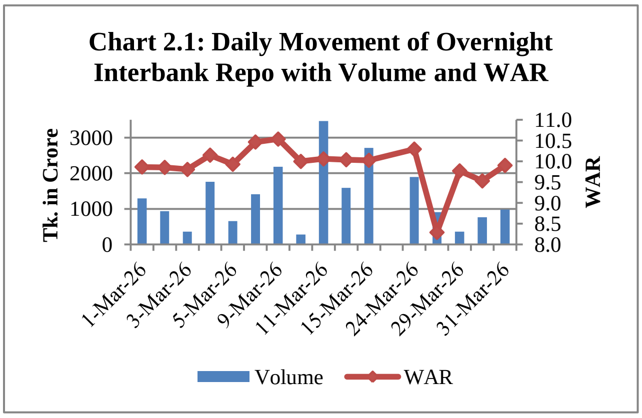
2. Interbank Repo

Interbank repo refers to collateralized borrowings between commercial banks with maturities ranging from overnight up to 7 days.

2.1 Interbank Repo (Overnight)

2.1.1 Total Turnover

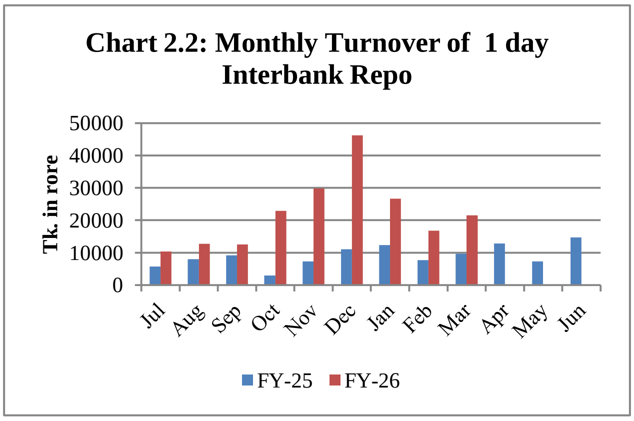
The overnight interbank repo turnover stood at Tk. 21,555.03 crore, representing an increase of Tk. 4,733.94 crore or 28.14 percent compared to the previous month.

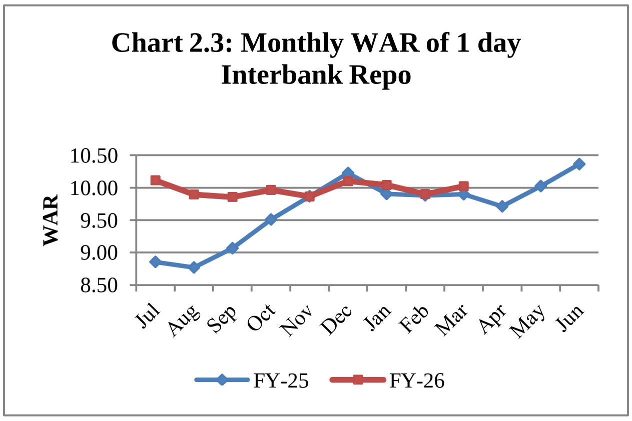


2.1.2 Interest Rates

- Minimum interest rate: 8.29%
- Maximum interest rate: 10.54%
- Weighted Average Rate (WAR): 10.02%

2.1.3 Monthly Movement of Turnover and WAR



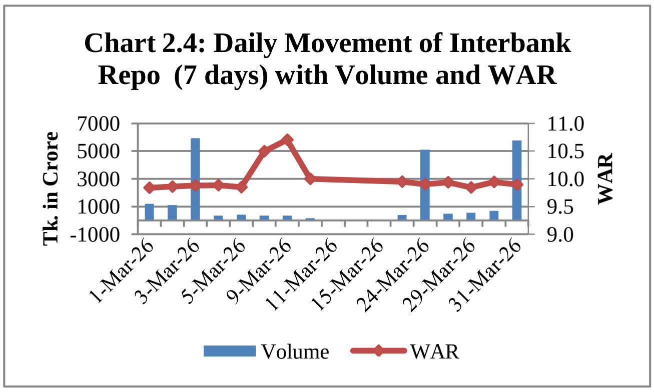


- The total turnover of overnight interbank repo in March 2026 increased by Tk. 11,886.27 crore or 122.93 percent compared to the same period of the previous year.
- In terms of interest rates, the weighted average rate (WAR) was 12 basis points higher than that of the same period of the previous year.

2.2 Interbank Repo (7 days)

2.2.1 Total Turnover

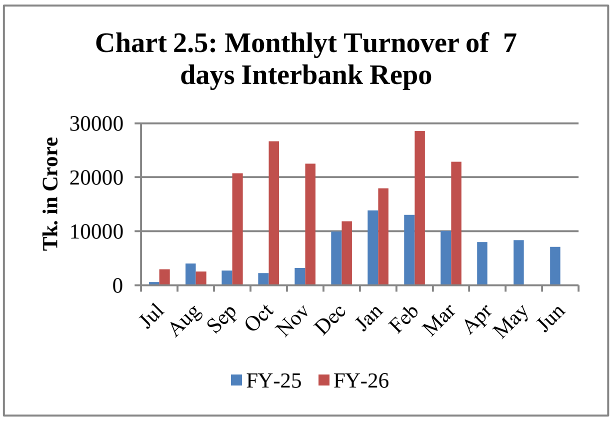
The total turnover stood at Tk. 22,845.37 crore, marking a decline of Tk. 5,726.58 crore or 20.04 percent compared to the preceding month.

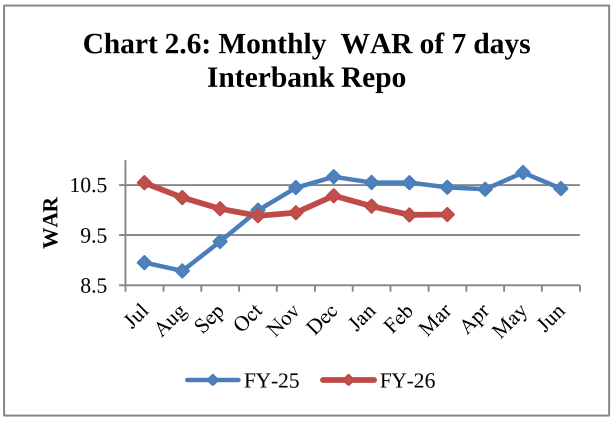


2.2.2 Interest Rates

- Minimum interest rate: 9.84%
- Maximum interest rate: 10.71%
- Weighted Average Rate (WAR): 9.91 %

2.2.3 Monthly Movement of Turnover and WAR



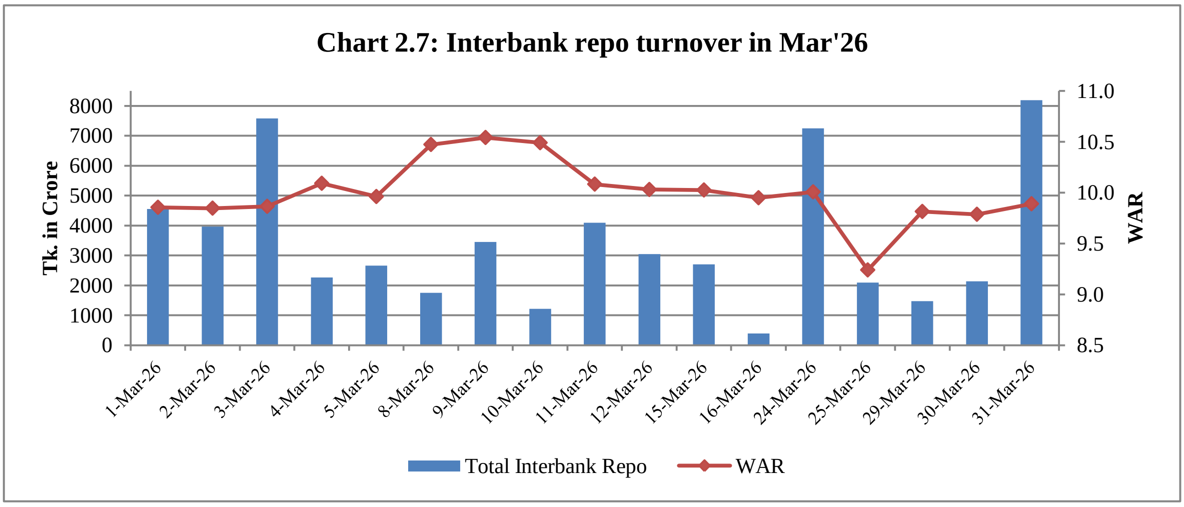


- The total turnover of 7 days interbank repo in March 2026 increased by Tk. 12,807.77 crore or 127.60 percent compared to the same period of the previous year.
- In terms of interest rates, the weighted average rate was 55 basis points lower than that of the same period of the previous year.

2.3 Interest Rate Volatility

Among interbank repo tenures ranging from overnight to 7 days, the 4 days repo exhibited the least interest rate volatility with a coefficient of variation (CV) of 1.1 percent, while the overnight repo showed the highest volatility with a CV of 5.1 percent in March 2026.

2.4 Overall Interbank Repo



- The total turnover of interbank repo in March 2026 stood at Tk. 58,860.76 crore, reflecting a decrease of Tk. 6,989.94 crore or 10.61 percent compared to the previous month.
- The 7 days repo dominated the market, accounting for 38.81 percent of the total turnover.
- The shares of other tenures in total interbank repo turnover were: Overnight 36.62 percent, 2 days 4.25 percent, 3 days 7.81 percent, 4 days 4.87 percent, 5 days 2.76 percent, and 6 days 4.87 percent.

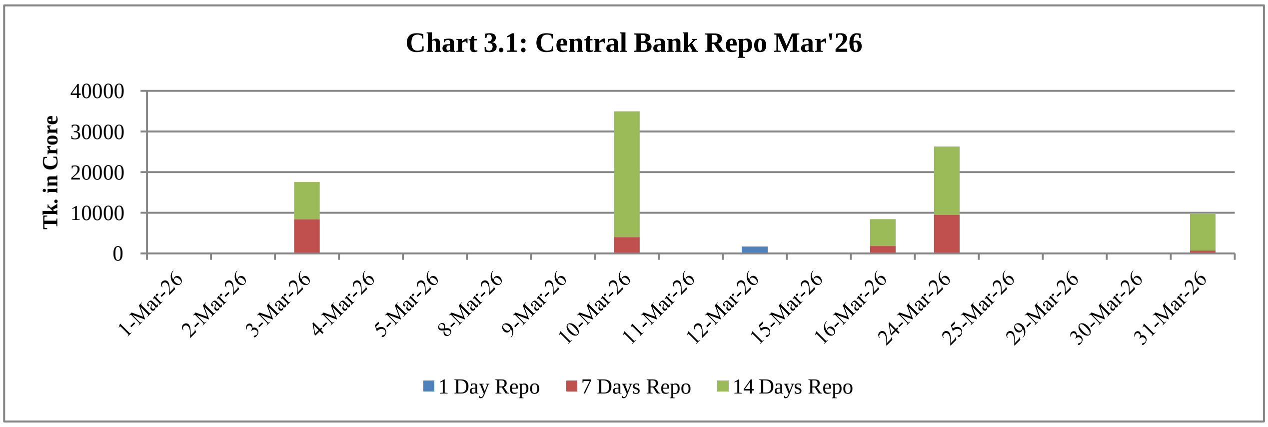
3. Central Bank Repo

3.1 Total Turnover

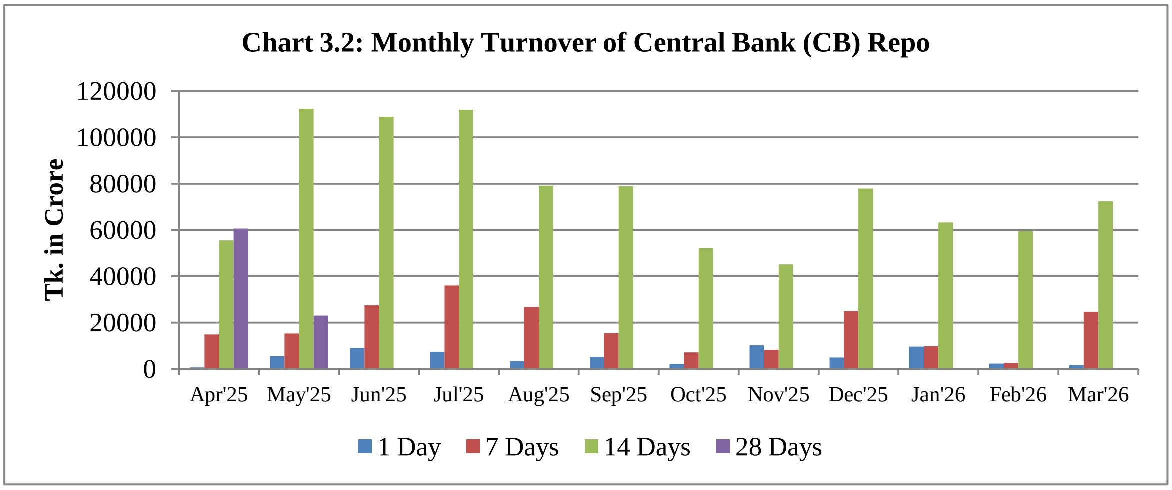
The total central bank repo amount stood at Tk. 98,620.17 crore, representing an increase of Tk. 34,198.56 crore or 53.09 percent compared to the previous month**.**

3.1.1 Tenure wise Turnover (Proportion)

- Overnight: BDT 1,655.85 crore (1.68%)
- 7 days: BDT 24,623.85 crore (24.97%)
- 14 days: BDT 72,340.47 crore (73.35%)



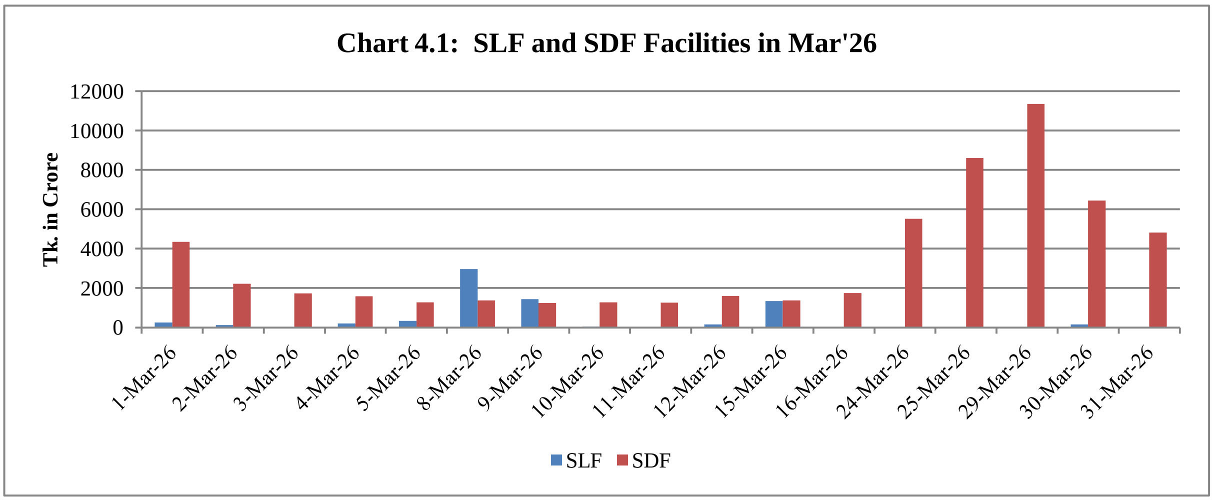
3.2 Monthly Movement of CB Repo Turnover



- Among central bank repos, the 14 days maturity dominated other tenures. As part of the modernization of the monetary policy framework, the 28 days central bank repo has been suspended since 10th April 2025.

4. Standing Facilities

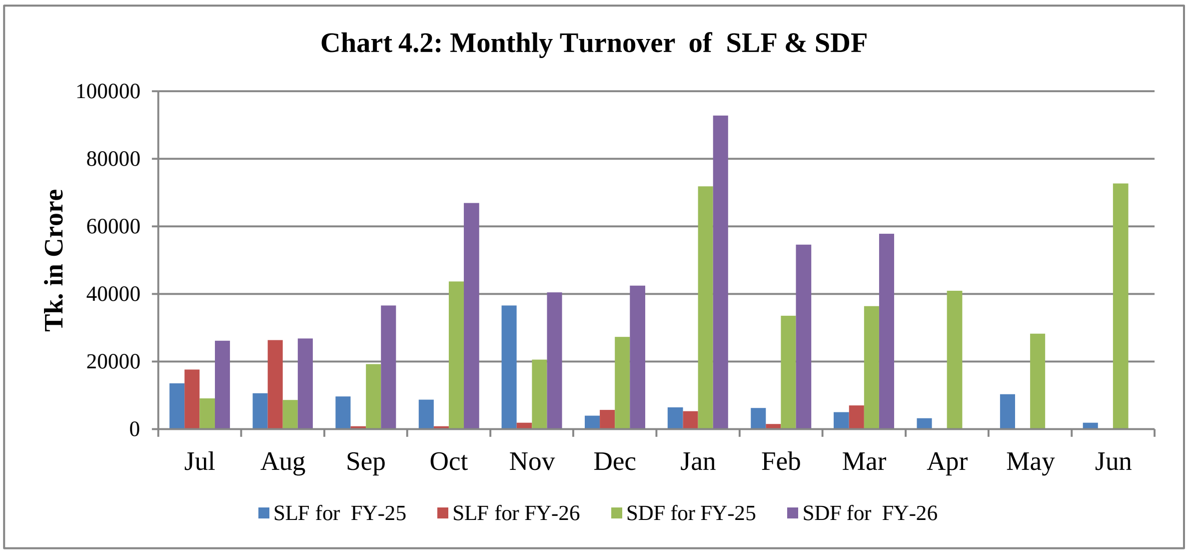
Standing facilities include the Standing Lending Facility (SLF) and Standing Deposit Facility (SDF) provided by Bangladesh Bank.



4.1 Total Turnover

- In March 2026, commercial banks accessed Tk. 7,021.13 crore through the Standing Lending Facility (SLF), increased by Tk. 5,532.44 crore or 371.63 percent from the previous month.
- The Standing Deposit Facility (SDF) was used for Tk. 57,827.19 crore, marking an increase of Tk. 3,277.60 crore or 6.01 percent compared to the preceding month.

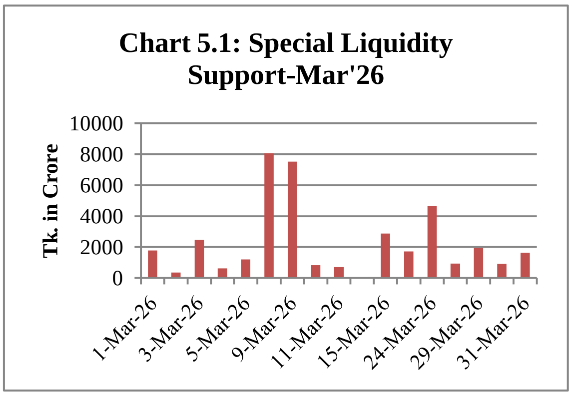
4.2 Monthly Movement of Using SLF and SDF by Commercial Banks



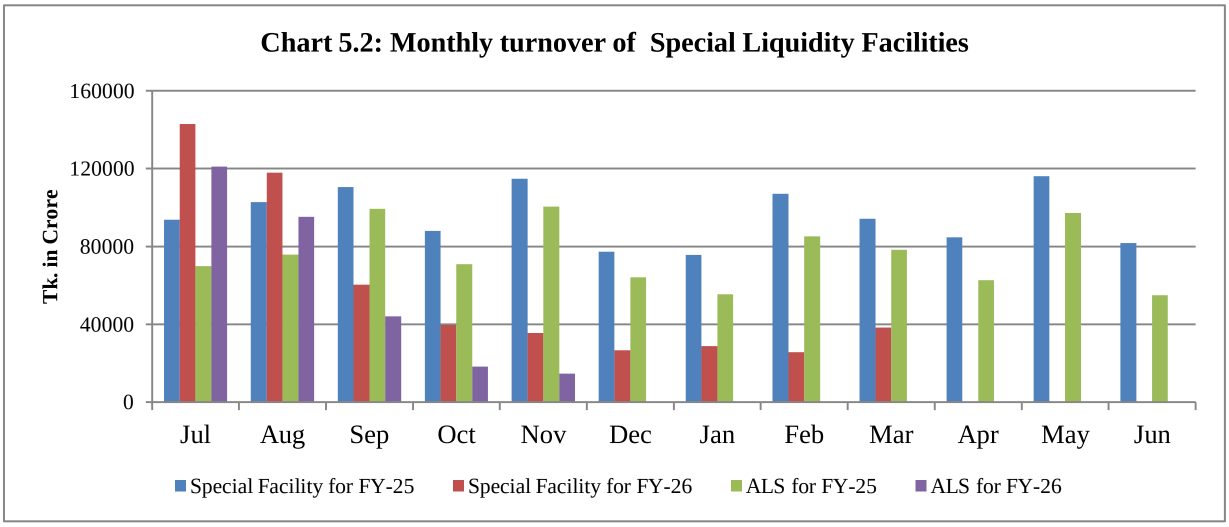
- The use of the SLF facility by commercial banks from the central bank increased by 39.93 percent compared to the same period of the previous year.
- In contrast, utilization of the SDF facility by commercial banks also increased by 59.02 percent compared to the corresponding period of the previous year.

5. Special Liquidity Facilities

- Bangladesh Bank also provides some special liquidity facilities to the banking system through AR, LSR, IBLF, MLS, and SLS.
- In March 2026, a total of Tk. 38,266.89 crore was provided through AR, IBLF, SLS, and CM repo, representing an increase of Tk. 12,648.59 crore or 49.37 percent compared to the previous month.



5.1 Monthly Movement of Special Liquidity Facilities



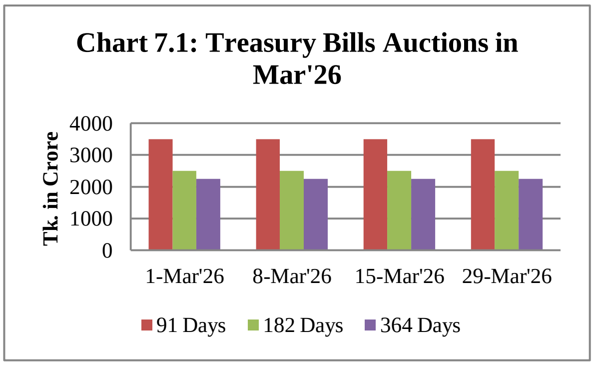
- The use of special liquidity facilities by commercial banks declined by 58.20 percent compared to the same period of the previous year.
- As part of the modernization of the monetary policy framework, the ALS for PDs has been suspended since 1st December 2025.

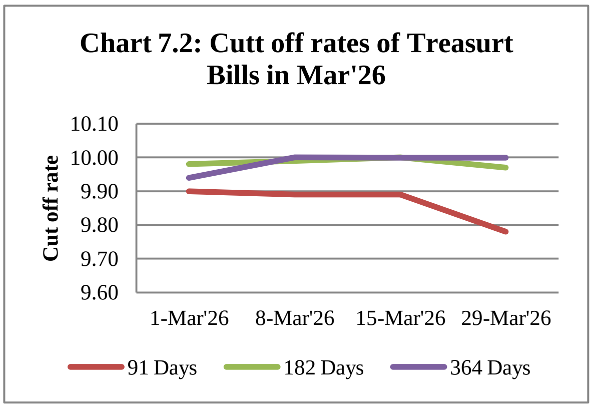
6. Bangladesh Bank (BB) Bill

Bangladesh Bank did not conduct any Bangladesh Bank (BB) bill auctions in March 2026.

7. Government Treasury Bills

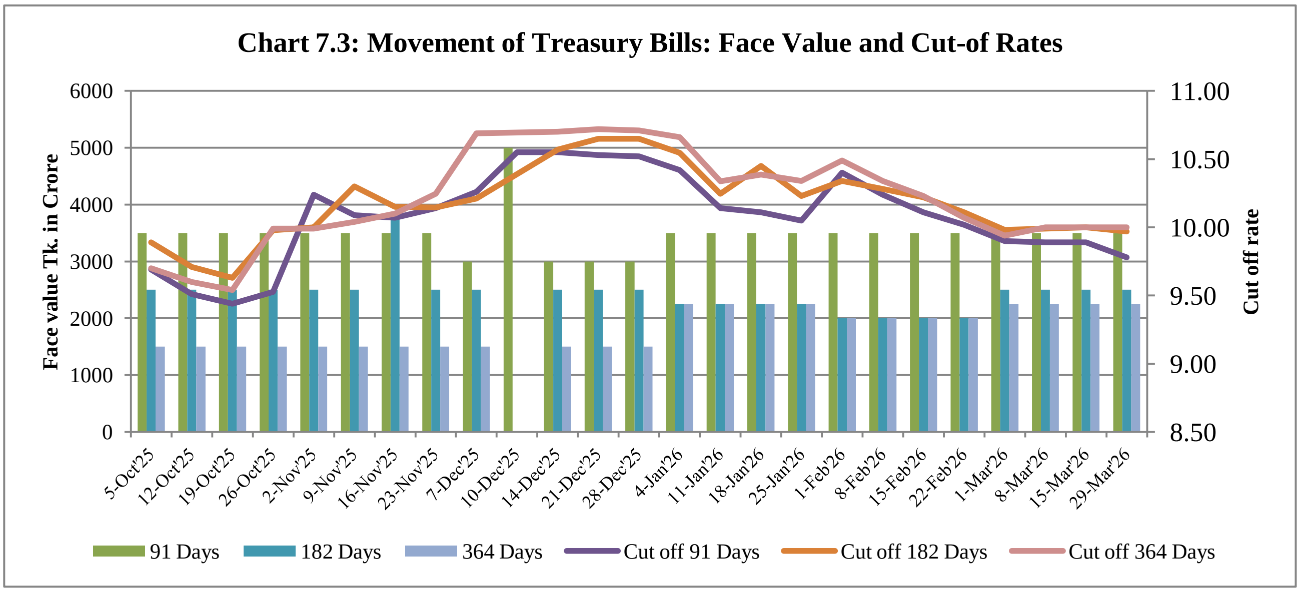
There were four auctions held in March 2026, resulting in a total issuance of Tk. 33,000 crore which was Tk. 3000.00 crore (10 percent) higher than that of previous month.



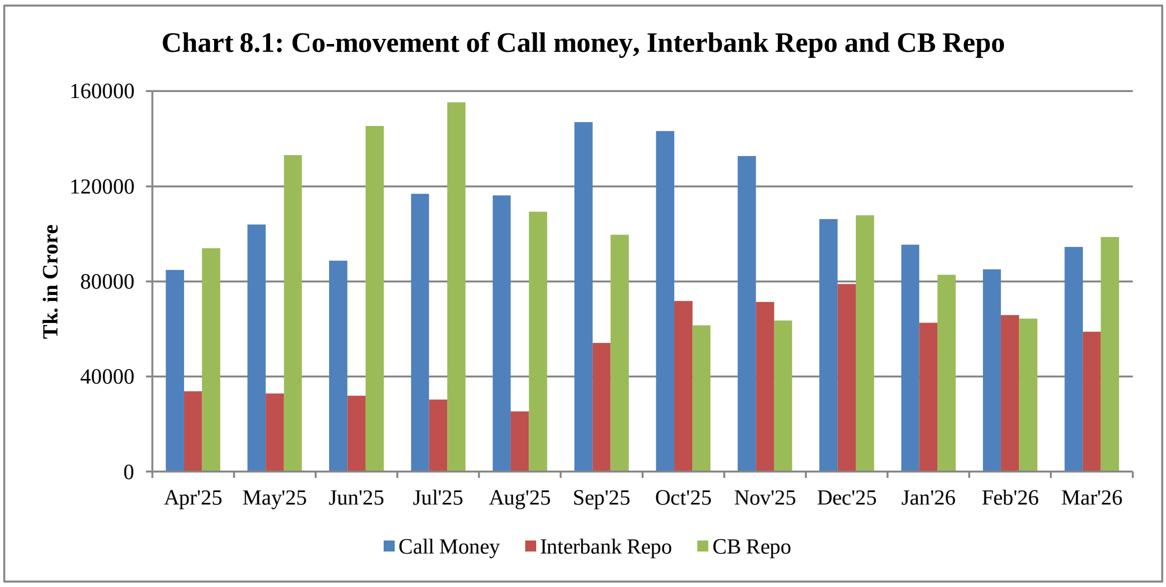


- The cut-off rates for 91days Treasury Bills show a slight downward trend over the period. Starting at 9.90 percent, the rate marginally declined to 9.89 percent (remaining stable for next two auctions) before dropping more noticeably to 9.78 percent by the end of March 2026.
- For 182 days Treasury Bills, the cut-off rates display relative stability with minor fluctuations. The rates increased slightly from 9.98 percent to 9.99 percent and peaked at 10.00 percent before declining to 9.97 percent at the end of the reporting period.
- The 364 days Treasury Bills exhibit the most stability among the three maturities. The rate began at 9.94 percent and quickly adjusted to 10.00 percent, remaining constant for the rest of the reporting period.

7.1 The Trend of Volume and Cut-off Rates Government Treasury Bills over the Last Six Months



8. Co-movement of Call Money, Interbank Repo and CB Repo



- Call Money shows a rising trend during Apr’25 and reaches the highest level in Sep’25, and then gradually declines thereafter.
- Interbank repo displays a slow but steady upward trend, especially after Sep’25, with a peak around Dec’25, followed by slight decrease.
- CB Repo shows strong fluctuations. It increases sharply and reaches the highest level in Jul’25 and then shows a decreasing trend.

Appendix

Table-1: Summary of Money Market Turnover in March 2026

Tk. in Crore

Items	Total	Min.	Max.	Mean	CV	Retirement Amount	Net Position
Money Market							
A. Call Money Transaction	**94501.10**	**3188.92**	**10377.80**	**5558.89**	**32%**	**95758.93**	**-1257.83**
1. Overnight	77745.36	2320.92	8038.04	4573.26	33%	79185.70	-1440.34
2. Short notice (2 to 14 days)	15873.44	106.00	4485.93	933.73	111%	15080.78	792.66
3. Term (15 days and above)	882.30	2.00	225.00	67.87	113%	1492.45	-610.15
B. Interbank Repo Transaction	**58860.76**	**390.25**	**8191.54**	**3462.40**	**66%**	**60880.27**	**-2019.51**
1 days	21555.03	279.93	3463.91	1347.19	66%	21686.23	-131.20
2 days	2504.04	100.98	673.62	417.34	50%	2319.96	184.08
3 days	4596.99	225.20	1397.23	656.71	62%	5148.00	-551.01
4 days	2868.82	48.19	855.15	409.83	73%	4037.04	-1168.22
5 days	1624.12	80.44	614.47	232.02	81%	2182.93	-558.81
6 days	2866.38	22.26	823.58	286.64	90%	3128.30	-261.92
7 days	22845.37	161.87	5928.12	1631.81	134%	22377.80	467.57
C. Central Bank Repo	**98620.17**	**1655.85**	**34954.15**	**16436.70**	**75%**	**102367.39**	**-3747.21**
1. Over night	1655.85	1655.85	1655.85	1655.85	0%	3305.47	-1649.62
2. 7 days	24623.85	753.81	9541.78	4924.77	80%	24222.22	401.63
3. 14 days	72340.47	6595.19	30941.76	14468.09	69%	74839.70	-2499.22
4. 28 days	0.00	0.00	0.00	0.00	0%	0.00	0.00
D. Standing Facility	**64848.32**					**62239.60**	**2608.72**
1.SLF	7021.13	46.29	2972.97	702.11	135%	7023.64	-2.52
2. SDF	57827.19	1246.38	11361.15	3401.60	89%	55215.95	2611.24
E. Special Liquidity Facilities	**38266.89**					**36167.18**	**2099.70**
1. ALS	0.00	0.00	0.00			0.00	0.00
2. AR	17827.61	319.17	6197.29	1485.63	119%	15065.83	2761.78
3. CM Repo	469.28	77.00	191.00	117.32	43%	595.03	-125.75
4. LSR	0.00	0.00	0.00	0.00		0.00	0.00
5. IBLF	19970.00	11.00	4167.00	1174.71	102%	20506.32	-536.32
6. MLS	0.00	0.00	0.00	0.00		0.00	0.00
7. SLS	0.00	0.00	0.00	0.00		0.00	0.00
F. Bangladesh Bank Bill	-	-	-	-	-		-
G. Government Treasury Bills	**33000.00**					**31000.00**	**2000.00**
1. 14 days	-	-	-	-	-		0.00
2. 91 days	14000.00	3500.00	3500.00	3500.00	0%	17000.00	-3000.00
3. 182 days	10000.00	2500.00	2500.00	2500.00	0%	8000.00	2000.00
4. 364 days	9000.00	2250.00	2250.00	2250.00	0%	6000.00	3000.00

Sources: Bangladesh Bank

Note: SLF= Standing Lending Facility, SDF = Standing Deposit Facility, 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

Table-2: Summary of Money Market Interest Rates in March 2026

Money Market	Min.	Max.	WAR	CV
A. Call Money Transaction	**9.85**	**11.24**	**10.19**	**4.0%**
1. Overnight	9.85	11.00	10.16	4.1%
2. Short notice (2 to 14 days)	8.48	12.03	10.33	6.8%
3. Term (15 days and above)	9.25	11.50	10.96	5.6%
B. Interbank Repo Transaction	**9.24**	**10.54**	**9.97**	**3.1%**
1 days	8.29	10.54	10.02	5.1%
2 days	9.80	11.00	10.17	4.7%
3 days	9.79	10.50	9.95	2.5%
4 days	9.80	10.07	9.95	1.1%
5 days	9.78	10.40	9.99	2.5%
6 days	9.74	10.70	9.97	2.9%
7 days	9.84	10.71	9.91	2.6%
C. Central Bank Repo	**10.00**	**10.00**		
1. Over night	10.00	10.00	10.00	0.0%
2. 7 days	10.00	10.00	10.00	0.0%
3. 14 days	10.00	10.00	10.00	0.0%
4. 28 days				
D. Standing Facility				
1.SLF	11.50	11.50	11.50	0.0%
2. SDF	7.50	7.50	7.50	0.0%
E. Special Liquidity Facilities				
1. ALS	10.00	10.00	10.00	0.0%
2. AR	10.00	10.00	10.00	0.0%
3. CM Repo	4.75	4.75	4.75	0.0%
4. LSR				
5. IBLF				
6. MLS				
7. SLS				
F. Bangladesh Bank Bill				
G. Government Treasury Bills				
1. 14 days				
2. 91 days	9.73	9.85	9.81	0.5%
3. 182 days	9.91	9.95	9.93	0.2%
4. 364 days	9.91	9.97	9.94	0.2%

Sources: Bangladesh Bank.

Note: SLF= Standing Lending Facility, SDF = Standing Deposit Facility, 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

Table-3: Movements of Money Market Dynamics

Tk. in Crore

Month	Call money							Interbank Repo		CB Repo	Standing Facilities		Special Liquidity facilities	
	Overnight		Short Notice		Term Call		Total	Turnover	WAR		SLF	SDF	Total	ALS
	Turnover	WAR	Turnover	WAR	Turnover	WAR								
Jul-24	78949.41	8.86	9995.52	10.08	854.00	11.45	89798.93	22738.42	8.63	96387.00	13528.33	9020.00	93673.57	69954.81
Aug-24	60638.16	8.78	5736.35	10.15	806.63	11.95	67181.14	27877.71	8.62	81667.84	10598.92	8567.10	102865.59	75870.37
Sep-24	72051.14	9.14	6875.10	10.78	973.00	11.11	79899.24	23813.51	9.27	95405.45	9679.05	19246.54	110544.78	99285.86
Oct-24	72056.32	9.66	6540.81	10.95	1426.48	12.17	80023.61	13031.86	9.71	96949.55	8705.71	43656.54	87978.30	70804.57
Nov-24	75643.85	9.99	7731.50	11.12	952.56	12.23	84327.91	24414.83	10.18	68853.00	36600.20	20574.00	114790.95	100557.07
Dec-24	88454.21	10.07	10445.75	11.36	1958.34	10.68	100858.30	38307.43	10.36	81207.05	3898.12	27279.13	77326.37	64110.62
Jan-25	91686.98	10.08	13160.03	11.46	1434.45	11.99	106281.46	38673.42	10.15	79920.03	6362.76	71875.51	75657.63	55390.52
Feb-25	68835.22	10.04	9478.07	11.10	1289.50	11.55	79602.79	30883.63	10.21	81660.02	6230.90	33491.75	107071.11	85213.23
Mar-25	74253.82	10.01	12337.40	10.80	1338.00	11.36	87929.22	27904.56	10.15	83757.33	5017.45	36364.22	94216.38	78363.33
Apr-25	72891.38	9.93	10390.25	10.80	1590.08	11.34	84871.71	33828.22	9.95	93999.05	3213.41	40921.72	84636.70	62644.47
May-25	90662.42	10.06	11678.49	10.85	1641.29	11.49	103982.20	32839.27	10.39	133094.37	10266.64	28222.05	116180.17	97283.51
Jun-25	74395.00	10.14	12953.00	11.26	1442.00	11.27	88790.00	31941.00	10.37	145396.00	1890.00	72730.00	81745.00	54930.00
Jul-25	99173.88	10.03	15335.00	10.67	2343.25	11.42	116852.13	30332.71	10.27	155320.10	17565.51	26146.90	142988.51	121134.43
Aug-25	101693.40	9.98	12912.76	10.44	1518.85	11.08	116125.01	25324.96	10.01	109350.90	26331.76	26765.10	118010.15	95287.45
Sep-25	128498.90	9.97	15881.43	10.38	2626.65	11.18	147006.98	54131.77	9.94	99568.33	849.64	36532.84	60331.60	44040.01
Oct-25	121987.60	9.74	19463.31	10.13	1820.32	10.70	143271.23	71785.15	9.88	61577.95	850.10	66955.03	39605.56	18186.31
Nov-25	109706.02	9.79	21312.51	10.04	1711.39	10.90	132729.92	71433.69	9.89	63549.43	1903.54	40428.37	35472.51	14627.46
Dec-25	90243.20	9.99	13706.32	10.30	2302.60	11.14	106252.12	78949.95	10.14	107811.65	5655.92	42414.91	26681.23	0.00
Jan-26	83437.80	9.94	10987.38	10.33	1024.40	10.73	95449.58	62571.66	10.04	82752.56	5254.74	92793.50	28699.07	0.00
Feb-26	76816.14	9.90	7341.70	10.32	905.55	10.94	85063.39	65850.69	9.90	64421.62	1488.69	54549.59	25618.30	0.00
Mar-26	77745.36	10.16	15873.44	10.33	882.30	10.96	94501.10	58860.76	9.97	98620.17	7021.13	57827.19	38266.89	0.00

Sources: Bangladesh Bank