

MAJOR ECONOMIC INDICATORS

Monthly Update:
August 2014



Monetary Policy
Department



Bangladesh Bank

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Executive summary

1. Movement of monetary indicators

Both Broad money and private sector credit growth increased in June from previous month

Broad money (M2) growth increased by 16.09 percent (y-o-y) in June, 2014 from 15.25 percent of previous month and 16.71 percent during the same period of the preceding year. Broad money growth increased mainly from higher net foreign assets (NFA) that registered a 41.16 percent growth and NDA grew by 10.29 percent in June, 2014. Private sector credit recorded a 12.27 percent growth in June, 2014 which grew by 10.85 percent during the same period of previous fiscal.

2. Inflation scenario

Point to Point CPI Inflation increased while 12-month average inflation decreased in July, 2014

Point to point CPI inflation increased to 7.04 percent in July, 2014 from 6.97 percent in June, 2014 due to increased non-food inflation, while 12-month average CPI inflation decreased from 7.35 percent to 7.28 percent due to decrease in both food and non-food inflation.

3. State of the financial sector

Interest rate spread edged up in June, 2014

The spread between weighted average lending and deposit rates increased to 5.31 percent in June, 2014 from 5.22 percent in May, 2014, due to higher decrease in weighted average deposit rate than weighted average lending rate. The weighted average call money rate (m-o-m) in the inter-bank market decreased from 6.65 percent in July, 2014 to 6.56 percent in August (up to August 28th) 2014.

4. Setting of the external sector

Exports receipts started with negative growth in July, 2014, the first month of FY15

Exports earnings marked a robust growth of 11.65 percent during July-June, FY14 compared with the same period of previous fiscal. However, in July, 2014 total export earnings decreased slightly by 1.37 percent. Some high value items such as knitwear, frozen food, chemical products and tea registered positive growth. While woven garments, jute goods (excluding carpet), agricultural products, engin. & electric goods, leather goods and raw jute are the major items that experienced a negative growth in the same period.

Import payments remained strong in FY14

Import payments during July-June, FY14 increased by 19.39 percent and stood at USD 40692.70 million against USD 34083.60 million during the same period of the preceding year. Fresh opening of import LCs during July-June, FY14 increased by 16.29 percent and stood at USD 41818.56 million compared to the same period of the previous year showing a sign of improvement in imports in the near future. From the sectoral distribution in L/C opening during July-June, FY14, it is revealed that L/C opening for the industrial raw materials is the highest which is 37.18 percent followed by the petroleum and petroleum products by 12.01 percent.

<i>Inflows of Remittance started with positive growth in July, 2014</i>	Remittance receipts increased by 20.42 percent (y-o-y) in July, 2014 and stood at USD 1491.36 million against USD 1238.49 million during the corresponding period of the preceding year. However, during July-June FY14 remittance receipts is down by 1.61 percent compared to the same period of last fiscal.
<i>Total foreign aid increased in June, FY14</i>	The total foreign aid disbursements increased by USD 46.33 million in June, 2014 (m-o-m) from USD 209.53 million in May, 2014. However, the total aid during July-June, FY14 increased by USD 214.01 million or 7.68 percent and stood at USD 3000.15 million. Net receipts of foreign aid during July-June, FY14 stood at USD 1878.82 million after repayment (principal) of USD 1121.32 million.
<i>Forex reserves crossed USD21 billion benchmark</i>	The gross foreign exchange reserves of BB rose to USD21383.48 million (with ACU liability of USD461.02 million) as of end July 2014, against USD21507.99 million (with ACU liability of USD967.36 million) as of end June 2014. Gross foreign exchange reserve crossed \$21 billion (on 16 th June, 2014) benchmark and reached to \$22.05 billion on 28 August, 2014.
<i>Current account balance remained positive in FY14</i>	BOP shows that higher earnings from exports continued to be successful in keeping current account balance positive by USD1547 million during the FY14.

Govt. budget management improved on steady pace of Revenue collection

5. Developments in the fiscal sector

NBR tax revenue collection during July-June, FY14 stood at Tk.120512.83 crore which is higher by 10.41 percent against the collection of Tk.109151.73 crore during the same period of the preceding year.

6. Status of the production sector

Agricultural credit, SME loans and industrial production index increased during the period under review while term loan increased in the last quarter of FY14

Disbursement of agricultural credit and non-farm rural credit increased by 8.95 percent and 12.35 percent respectively during July-June, FY14 compared to the same period of previous year.

Disbursement of SME loans by banks and non-bank financial institutions in March, 2014 increased by 19.95 percent compared with the same period of last year. However, disbursement of SME loans by foreign commercial banks decreased by 7.22 percent in March 2014 from its level of March, 2013.

Disbursement of industrial term loans during the last quarter of FY14 was higher by 9.03 percent. However, recovery of industrial term loans decreased by 2.33 percent during the same period of FY14.

The general index of industrial production (medium & large scale manufacturing) stood at 207.24 during July-April, 2013 recording an increase of 8.21 percent from the index of 191.51 during the same period of the preceding year.

1. Monetary and credit developments

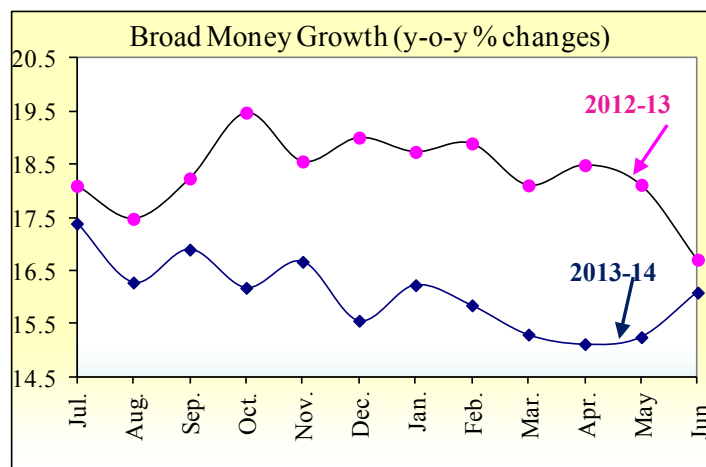
(In crore taka)

Particulars	Outstanding stock			Changes in Outstanding stock	
	June, 2012	June, 2013	June, 2014	FY2012-13	FY2013-14
1	2	3	4	5	6
A. Net Foreign Assets of banking system	78818.70	113384.80	160056.60	34566.10 (+43.86)	46671.80 (+41.16)
B. Net Domestic Assets of banking system	438290.80	490120.60	540566.90	51829.80 (+11.83)	50446.30 (+10.29)
a) Domestic credit	514972.60	571737.10	637906.20	56764.50 (+11.02)	66169.10 (+11.57)
Public sector	107071.00	119579.90	130266.30	12508.90 (+11.68)	10686.40 (+8.94)
Govt.(net)	91728.90	110124.60	117529.40	18395.70 (+20.05)	7404.80 (+6.72)
Other Public	15342.10	9455.30	12736.90	-5886.80 (-38.37)	3281.60 (+34.71)
Private sector	407901.60	452157.20	507639.90	44255.60 (+10.85)	55482.70 (+12.27)
b) Other items (net)	-76681.80	-81616.50	-97339.30	-4934.70 (+6.44)	-15722.80 (+19.26)
C. Broad money (A+B)	517109.50	603505.40	700623.50	86395.90 (+16.71)	97118.10 (+16.09)
i) Currency outside banks	58417.10	67552.90	76908.40	9135.80 (+15.64)	9355.50 (+13.85)
ii) Deposits	458692.40	535952.50	623715.10	77260.10 (+16.84)	87762.60 (+16.38)
a) Demand deposits	51304.30	56050.20	64736.70	4745.90 (+9.25)	8686.50 (+15.50)
b) Time deposits	407388.10	479902.30	558978.40	72514.20 (+17.80)	79076.10 (+16.48)

Source: Statistics Department. Note: Figures in brackets indicate percentage changes over end June of previous fiscal.

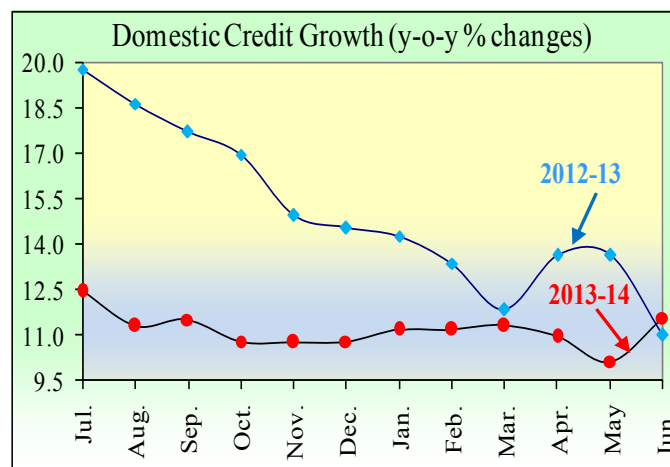
Broad money

Broad money recorded an increase of Tk.97118.10 crore or 16.09 percent (y-o-y) at the end of June 2014 against the increase of Tk.86395.90 crore or 16.71 percent at the end of June 2013. Of the sources of broad money, net domestic assets (NDA) rose by Tk.50446.30 crore or 10.29 percent and net foreign assets (NFA) by Tk.46671.80 crore or 41.16 percent. Increased NFA eased pressure on external sector as well as on liquidity position.



Domestic credit

Domestic credit recorded an increase of Tk. 66169.10 or 11.57 percent (y-o-y) at the end of June 2014 against the increase of Tk. 56764.50 percent during the corresponding period of the last year. Credit to the private and public sector recorded a growth of 12.27 percent and 8.94 percent respectively in June 2014 compared to the same period of the previous year.



2. Reserve money developments

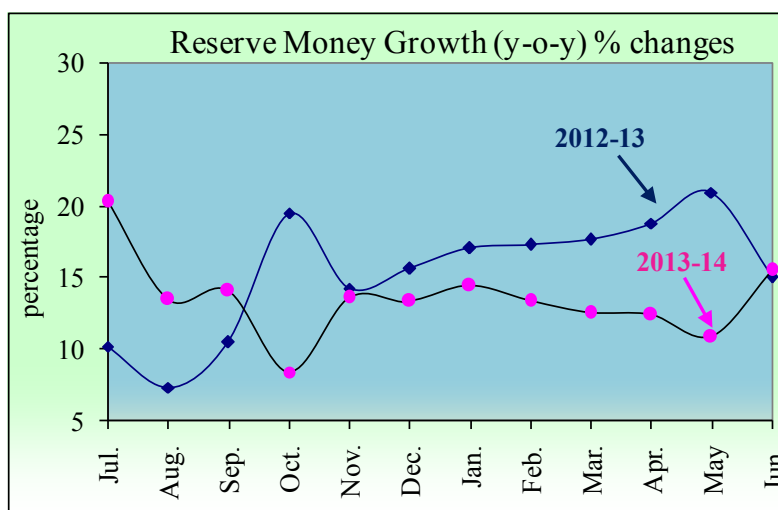
(In crore taka)

Particulars	Outstanding stock			Changes in Outstanding stock	
	June, 2012	June, 2013	June, 2014	FY2012-13	FY2013-14
1	2	3	4	5	6
Net Foreign Assets of Bangladesh Bank	68930.10	103246.00	147496.60	34315.90 (+49.78)	44250.60 (+42.86)
Net Domestic Assets of Bangladesh Bank	28872.60	9243.40	-17621.30	-19629.20 (-67.99)	-26864.70 (-290.64)
Claims on Govt.(net)	37854.90	27069.00	3840.60	-10785.90 (-28.49)	-23228.40 (-85.81)
Claims on other public	1181.90	1354.50	1202.70	172.60 (+14.60)	-151.80 (-11.21)
Claims on DMBs	22627.40	10219.00	6279.20	-12408.40 (-54.84)	-3939.80 (-38.55)
Other items (net)	-32791.60	-29399.10	-28943.80	3392.50	3392.50
Reserve money	97802.70	112489.40	129875.30	14686.70 (+15.02)	17385.90 (+15.46)
Currency Issued	64896.50	75372.30	85485.20	10475.80 (+16.14)	10112.90 (+13.42)
i) Currency outside banks	58417.10	67552.90	76908.40	9135.80 (+15.64)	9355.50 (+13.85)
ii) Cash in tills	6479.40	7819.40	8576.80	1340.00 (+20.68)	757.40 (+9.69)
Deposits held with BB	32906.20	37117.10	44390.10	4210.90 (+12.80)	7273.00 (+19.59)
Of which: Excess reserves	3363.30	3302.00	2044.86	-61.30	-1257.14
Reserve money multiplier	5.29	5.36	5.39	0.08	0.03

Source: Statistics Department. Note: Figures in brackets indicate percentage changes over end June of previous fiscal.

Reserve Money

Reserve money recorded an increase of 15.46 percent (y-o-y) at the end of June 2014 compared to the increase of 15.02 percent during the corresponding period of last year. Of the sources of reserve money, net domestic assets of Bangladesh Bank went down by 290.64 percent, mainly due to lower demand for government borrowing and DMBs from Bangladesh Bank while net foreign assets of Bangladesh Bank increased by 42.86 percent in June 2014. Reserve money multiplier was 5.39 at the end of June 2014.



3. CPI and Inflation

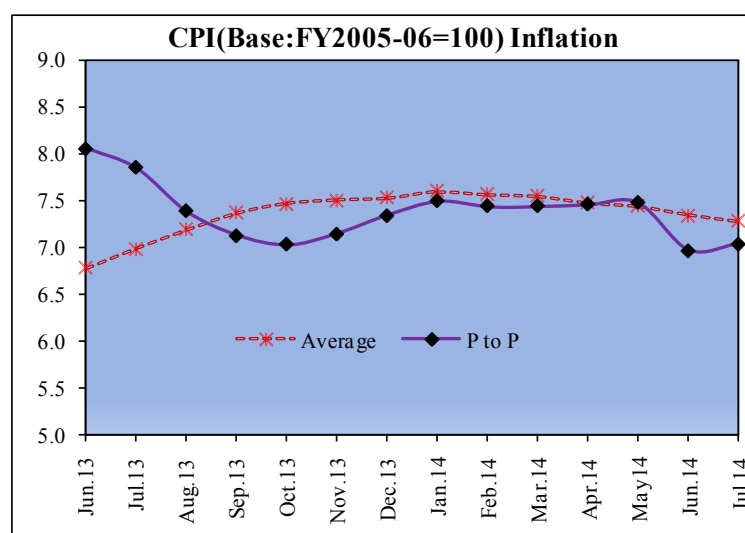
Consumer Price Index(CPI) and Rate of Inflation at National Level (Base : FY2005-06=100)

	Twelve-Month Average Basis						Point to Point Basis					
	General		Food		Non-food		General		Food		Non-food	
	Index	Inflation	Index	Inflation	Index	Inflation	Index	Inflation	Index	Inflation	Index	Inflation
2012-13												
July	170.91	8.14	183.98	6.71	154.14	10.40	173.20	5.21	183.97	2.23	159.39	9.94
August	171.60	7.56	184.32	5.77	155.29	10.39	176.41	4.97	187.89	2.25	161.68	9.29
September	172.31	6.93	184.60	4.71	156.55	10.47	179.44	4.96	191.68	1.75	163.75	10.18
October	173.14	6.51	184.99	3.93	157.95	10.64	181.26	5.86	193.07	2.51	166.12	11.28
November	174.08	6.25	185.61	3.45	159.29	10.72	181.77	6.55	193.7	3.94	166.47	10.68
December	175.09	6.22	186.42	3.38	160.56	10.73	182.42	7.14	194.37	5.28	167.11	10.03
January	176.04	6.06	187.20	3.24	161.73	10.55	184.33	6.62	196.36	5.02	168.92	9.09
February	177.16	6.15	188.34	3.52	162.83	10.29	184.79	7.84	196.78	7.45	169.42	8.44
March	178.27	6.23	189.48	3.84	163.89	9.98	185.01	7.71	196.82	7.50	169.88	8.04
April	179.46	6.41	190.79	4.33	164.92	9.66	185.13	8.37	196.87	8.68	170.07	7.91
May	180.58	6.57	192.00	4.76	165.95	9.38	182.91	7.98	192.75	8.13	170.29	7.76
June	181.73	6.78	193.24	5.22	166.97	9.17	184.04	8.06	194.58	8.26	170.53	7.76
2013-14												
July	182.86	6.99	194.49	5.71	167.95	8.96	186.79	7.85	198.95	8.14	171.18	7.40
August	183.94	7.19	195.75	6.20	168.81	8.71	189.44	7.39	203.09	8.09	171.94	6.35
September	185.01	7.37	197.02	6.73	169.62	8.35	192.24	7.13	206.88	7.93	173.48	5.94
October	186.07	7.47	198.37	7.23	170.31	7.83	194.01	7.03	209.25	8.38	174.46	5.02
November	187.16	7.51	199.75	7.62	171.02	7.36	194.76	7.15	210.27	8.55	174.92	5.08
December	188.27	7.53	201.21	7.93	171.70	6.94	195.82	7.35	211.87	9.00	175.26	4.88
January	189.42	7.60	202.65	8.25	172.47	6.64	198.15	7.50	213.65	8.81	178.26	5.53
February	190.57	7.57	204.10	8.37	173.23	6.39	198.54	7.44	214.17	8.84	178.51	5.37
March	191.72	7.55	205.57	8.49	173.98	6.16	198.84	7.48	214.45	8.96	178.82	5.26
April	192.87	7.48	207.03	8.51	174.72	5.94	198.93	7.46	214.50	8.95	178.97	5.23
May	194.01	7.44	208.49	8.59	175.45	5.73	196.60	7.48	210.27	9.09	179.07	5.16
June	195.08	7.35	209.79	8.57	176.22	5.54	196.86	6.97	210.15	8.00	179.82	5.45
2014-15												
July	196.18	7.28	211.11	8.55	177.04	5.41	199.94	7.04	214.75	7.94	180.95	5.71

Source : Bangladesh Bureau of Statistics.

Inflation (p-t-p) increased by 0.07 percentage points from 6.97 percent in June 2014 to 7.04 percent in July 2014. Food inflation decreased to 7.94 percent in July 2014 from 8.00 percent in June 2014 while non-food inflation increased to 5.71 percent from 5.45 percent in previous month.

Average inflation decreased to 7.28 percent in July 2014 from 7.35 percent in June 2014. Average food inflation decreased by 0.02 percentage points and stood at 8.55 percent in July 2014 compared to the 8.57 percent in June 2014. Average non-food inflation also declined to 5.41 percent in July 2014 from 5.54 percent of June 2014.



4. Liquidity position of the scheduled banks

(Tk. in crore)

Bank Group	As of end June, 2013		As of end June 2014				
	Total Liquid Assets	Required Liquidity (SLR)	Cash in tills+ balances with Sonali Bank	Balances with Bangladesh Bank	Unencumbered approved securities	Total Liquid Assets	Required Liquidity (SLR)
1	2	3	4	5	6	7=(4+5+6)	8
State owned Banks	53467.32	26433.53	2047.11	10725.47	64464.88	77237.46	20831.50
Private Banks (Other than Islamic)	79515.66	47538.27	5799.02	21642.32	63856.29	91297.63	37265.18
Private Banks (Islamic)	21836.40	11297.16	1737.15	10872.46	12416.64	25026.25	6579.81
Foreign Banks	14274.48	6396.07	553.22	4287.61	11314.17	16155.00	4836.15
Specialised Banks*	5077.47	3065.74	411.65	2536.49	2011.61	4959.75	1765.58
Total	174171.33	94730.77	10548.15 (+4.91)	50064.35 (+23.32)	154063.59 (+71.77)	214676.09	71278.22

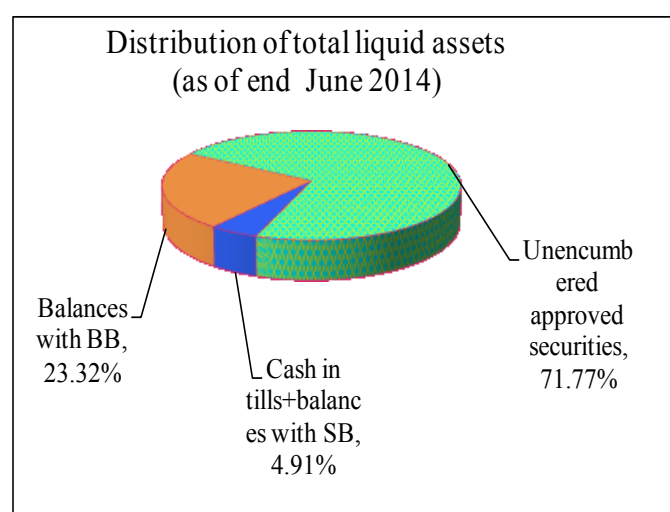
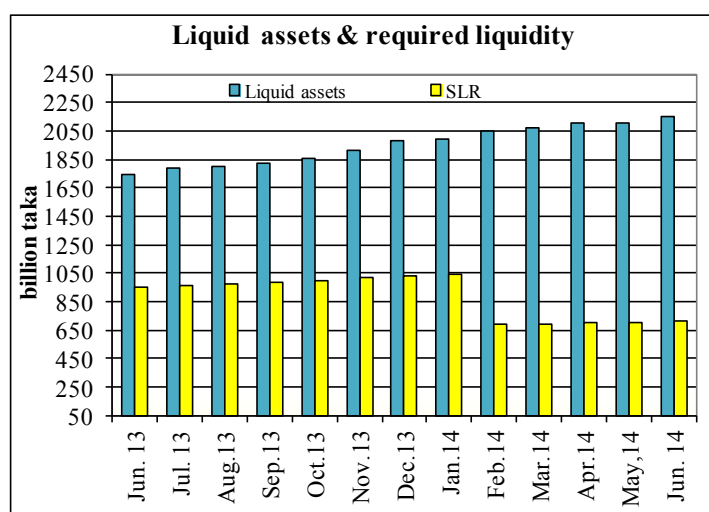
Source : Department of Offsite Supervision. Note :- Figures in brackets indicate sectoral share in the total liquid assets.

* SLR does not apply to Specialised banks (except BASIC Bank) as exempted by the Government .

@ According to the circular No-MPD-02, 2013 with effect from February 01, 2014 SLR has been calculated separately as 13% (excluded CRR)

Total liquid assets of the scheduled banks stood at Tk.214676.09 crore as of end June 2014 which was Tk.174171.33 crore at the end of June 2013. Required liquidity of the scheduled banks stood at Tk.71278.22 crore as of end June 2014 which was Tk.94730.77 crore at the end of June 2013.

Scheduled banks' holding of liquid assets as of end June 2014 in the form of Cash in tills & Balances with Sonali bank, Balances with Bangladesh Bank, and Unencumbered approved securities are 4.91 percent, 23.32 percent and 71.77 percent respectively of total liquid assets.



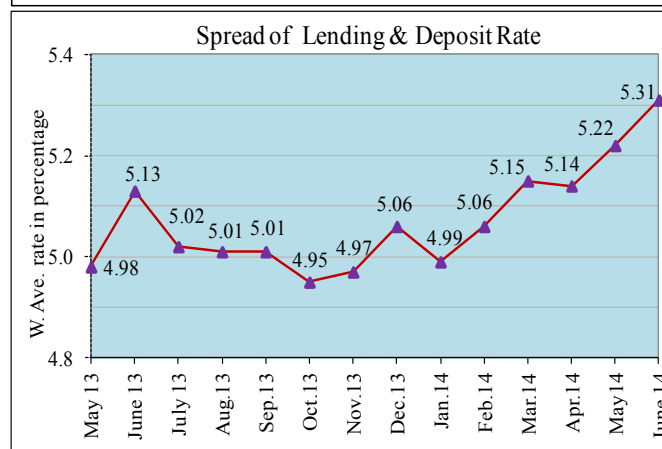
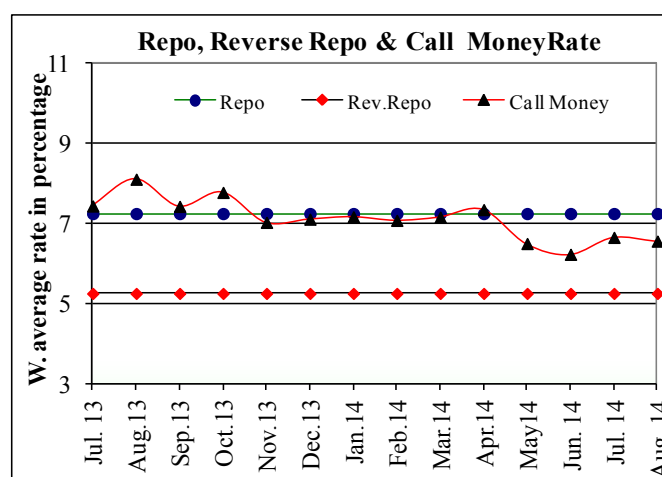
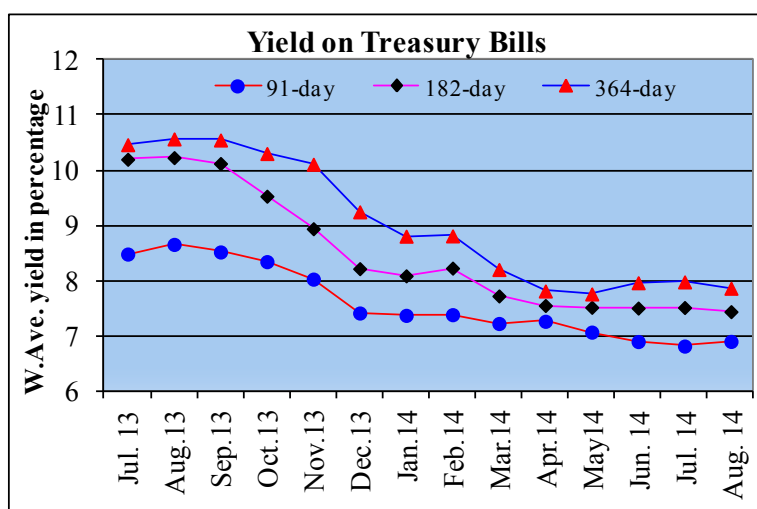
5. Financial Sector Prices:

Interest Rate Development ^{1/}:

	Treasury Bills			BGTB					BB Bill	Repo	R. Repo	Call	Lending	Deposit	Spread
	91-Day	182-Day	364-Day	2-Year	5-Year	10-Year	15-Year	20-Year	30-Day	1-3 Day	1-3 Day	Money Rate	Rate	Rate	
2013-14															
July	8.48	10.20	10.47	10.88	11.71	12.22	12.40	12.48	7.60	7.25	5.25	7.44	13.63	8.61	5.02
August	8.63	10.23	10.57	10.87	11.77	12.20	12.40	12.48	7.70	7.25	5.25	8.11	13.56	8.55	5.01
September	8.52	10.12	10.55	10.90	11.78	12.22	12.42	12.48	7.70	7.25	5.25	7.43	13.51	8.50	5.01
October	8.34	9.53	10.31	10.89	11.78	12.22	12.42	12.48	7.40	7.25	5.25	7.78	13.42	8.47	4.95
November	8.03	8.94	10.11	10.69	11.70	12.07	12.28	12.33	7.20	7.25	5.25	7.03	13.42	8.45	4.97
December	7.41	8.22	9.25	10.03	11.30	12.11	12.28	12.32	7.09	7.25	5.25	7.11	13.45	8.39	5.06
January	7.37	8.09	8.81	9.63	11.13	12.12	12.20	12.26	7.12	7.25	5.25	7.17	13.39	8.40	4.99
February	7.38	8.23	8.81	9.61	11.04	12.09	12.10	12.22	7.01	7.25	5.25	7.08	13.40	8.34	5.06
March	7.22	7.72	8.20	9.26	10.63	11.70	11.97	12.12	6.92	7.25	5.25	7.16	13.36	8.21	5.15
April	7.26	7.55	7.81	8.63	10.25	11.67	11.95	12.12	6.78	7.25	5.25	7.35	13.25	8.11	5.14
May	7.06	7.51	7.76	8.52	10.03	11.66	11.94	12.13	6.52	7.25	5.25	6.50	13.23	8.01	5.22
June	6.89	7.50	7.96	8.80	10.07	----	11.97	12.12	5.85	7.25	5.25	6.23	13.10	7.79	5.31
July	6.81	7.51	7.98	8.89	9.99	11.59	11.87	12.10	5.25	7.25	5.25	6.65	----	----	----
August [@]	6.90	7.44	7.86	8.81	9.81	11.33	11.58	11.89	5.25	7.25	5.25	6.56	----	----	----

Source: MPD, DMD, Statistics Department, Bangladesh Bank . 1/ Weighted average rate, P=Provisional; R=Revised @ = upto August 28th, 2014

The weighted average yield on 30-Day Bangladesh Bank bill is 5.25 percent in August (upto August 28th), 2014. The weighted average yield on 91-Day Treasury bills increased to 6.90 percent in August (upto August 28th) 2014. On the other hand, yield on 182-day and 364-day treasury bills decreased to 7.44 percent and 7.86 percent respectively during the same period. The weighted average yield on 2-Year BGTB, 5-Year BGTB, 10-Year BGTB, 15-Year BGTB and 20-Year BGTB decreased to 8.81 percent, 9.81 percent, 11.33 percent, 11.58 percent and 11.89 percent respectively in August 2014. The weighted average call money rate in the inter-bank market decreased to 6.56 percent in August (upto August 28th), 2014.



The spread between lending and deposit rate increased to 5.31 percent in June 2014 which was 5.22 percent in previous month, due to higher decrease in weighted average deposit rate than weighted average lending rate.

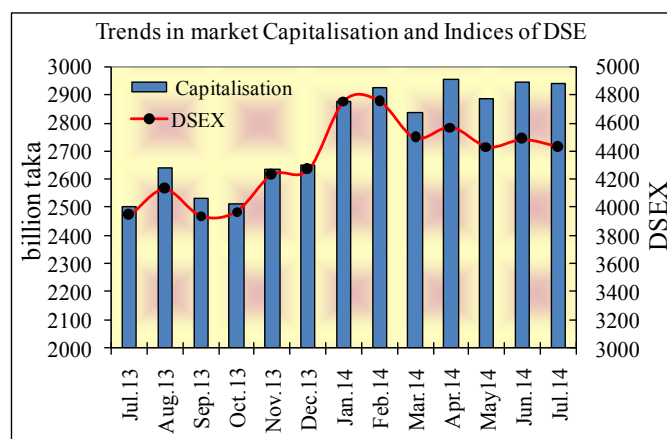
6. Capital market developments

<i>Annual capital market developments (DSE)</i>					
Calendar Year	Enlisted issues (Incl. Mutual Funds/Deb.)	(In crore taka)			General Index / DSE Broad Index
		Issued Capital and Debentures	Market Capitalisation	Turnover during the Year	
2009	415	52163.20	188449.30	147530.10	4535.53
2010	445	66436.00	347250.20	400991.28	8290.41
2011	501	87890.50	261673.00	156055.63	5257.61
2012	515	94987.60	240356.00	100108.49	4219.31
2013	529	99978.50	264779.00	95269.21	4266.55

<i>Monthly capital market developments(DSE)</i>					
Month (End Month)	Enlisted issues (Incl. Mutual Funds/Deb.)	(In crore taka)			DSE Broad Index (DSEX)
		Issued capital and debentures	Market capitalisation	Turnover during the month	
January, 13	515	95035.80	240367.00	3890.78	4136.31
February, 13	517	95234.40	233577.00	7211.70	3973.28
March, 13	521	95984.50	221171.00	3330.57	3590.05
April, 13	522	96648.50	216658.00	3226.42	3438.90
May, 13	522	97259.60	238409.00	6001.59	3878.07
June, 13	525	98359.40	253025.00	13236.62	4104.65
July, 13	526	98530.10	250337.00	15304.65	3940.81
August, 13	527	98726.70	264074.00	7145.54	4127.48
September, 13	527	99154.80	252925.00	10334.43	3937.68
October, 13	527	99240.70	251266.00	4721.53	3967.73
November, 13	528	99467.60	263513.00	10918.57	4230.73
December, 13	529	99978.50	264779.00	9946.83	4266.55
January, 14	530	100134.10	287571.00	12526.30	4753.17
February, 14	531	100200.30	292312.00	10961.63	4749.87
March, 14	532	100583.50	283537.00	7301.87	4491.98
April, 14	533	101035.60	295308.00	9797.76	4566.86
May, 14	535	102101.90	288487.00	5845.76	4430.48
June, 14	536	103207.60	294320.00	7734.97	4480.52
July, 14	538	103476.90	293696.00	4115.68	4427.16

Source : Dhaka Stock Exchange

The DSE Broad Index (DSEX) at the end of July 2014 stands lower at 4427.16 compared to the index of 4480.52 at the end of June 2014. Total market capitalization of all shares and debentures of the listed securities at the end of July 2014 also stands lower at Tk.293696.00 crore from Tk.294320.00 crore at the end of June, 2014.

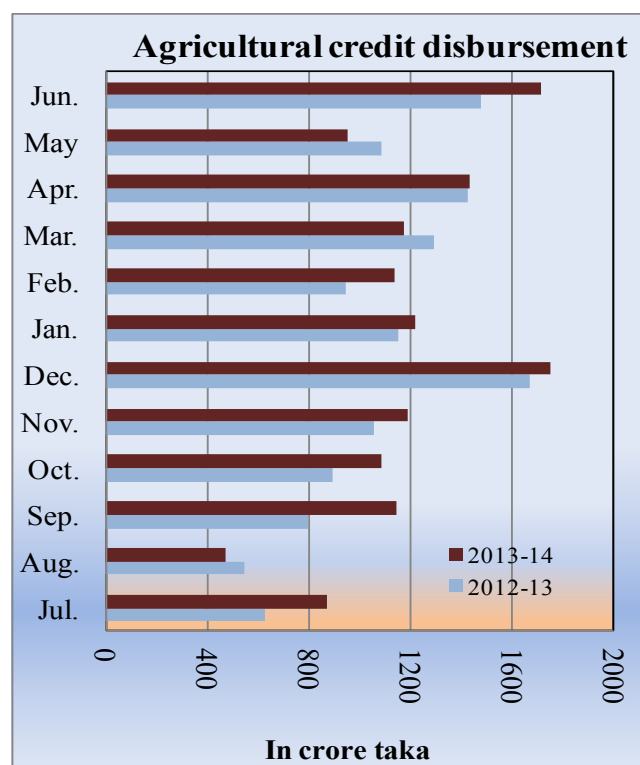


7. Agricultural credit and non-farm rural credit

a. Agricultural credit

(In crore taka)

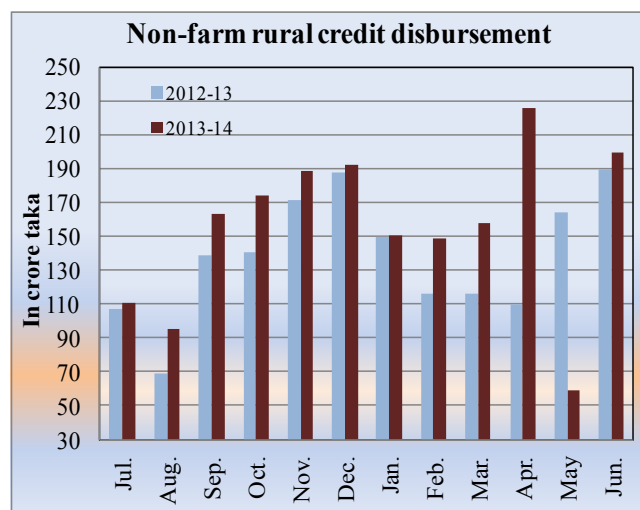
Month	2013-14		2012-13	
	Disbursement	Recovery	Disbursement	Recovery
July	871.55	690.19	630.23	1506.91
August	472.47	846.22	550.58	451.96
September	1149.04	1155.13	797.56	469.53
October	1086.56	1261.46	894.37	1206.33
November	1190.44	1313.41	1062.88	951.37
December	1757.50	2053.69	1671.49	1895.73
January	1218.97	1324.43	1153.80	708.62
February	1139.04	1175.31	946.09	932.27
March	1180.05	1167.44	1298.04	968.90
April	1438.37	1173.38	1430.53	1237.94
May	952.36	984.86	1090.74	1054.94
June	1716.92	2021.55	1482.55	1667.17
July-June	14173.27 (+8.95)	15167.07 (+16.21)	13008.86 (+12.89)	13051.67 (+20.83)



b. Non-farm rural credit

(In crore taka)

Month	2013-14		2012-13	
	Disbursement	Recovery	Disbursement	Recovery
July	110.40	110.04	107.09	98.65
August	95.08	154.60	68.66	85.05
September	163.03	151.32	138.44	78.69
October	174.30	249.93	140.86	59.06
November	188.06	162.98	171.01	220.04
December	191.82	203.70	187.28	67.98
January	150.74	151.04	149.35	152.62
February	148.85	126.00	116.35	91.98
March	157.89	125.74	115.99	138.70
April	225.37	145.96	109.57	80.83
May	59.00	124.58	164.32	98.92
June	199.00	173.06	189.72	138.10
July-June	1863.54 (+12.35)	1878.95 (+43.36)	1658.64 (+3.10)	1310.62 (-15.82)



Programmed level set for disbursement of agricultural credit and non-farm rural credit for FY14 is Tk.14595.00 crore.

Disbursement of agricultural and non-farm rural credit witnessed a rise during July-June, FY14 as banks extended over Tk.160.37 billion to the sectors, up by 9.34 percent from corresponding period of last fiscal. Recovery of non-farm rural credit increased significantly during July-June, FY14 as compared to the same period of previous fiscal. Overdue as a percent of outstanding loan increased to 21.98 percent in June 2014 compared with 16.77 percent in June 2013.

Overdue and outstanding

(In crore taka)

Month	2013-2014			2012-2013		
	overdue	outstanding	overdue as % of outstanding	overdue	outstanding	overdue as % of outstanding
June	7611.69 (+46.12)	34632.82 (+11.51)	21.98	5209.25 (-13.93)	31057.69 (+19.57)	16.77

Source: Agricultural Credit & Financial Inclusion Department.

Note:- Figures in brackets indicate percentage changes over the corresponding period of the preceding year.

8. a) Industrial term loans

(Tk. in crore)

	Period	Disbursement				Recovery			
		LSI	MSI	SSCI	Total	LSI	MSI	SSCI	Total
Quarterly	FY 2011-12	21917.52	10968.50	2392.08	35278.10	17978.53	9915.80	2342.41	30236.74
	FY 2012-13	27955.23	11573.51	2999.57	42528.31	24287.62	9467.55	2794.24	36549.41
	July-September, 2012	6185.05	2905.90	629.35	9720.30	5230.80	2375.54	584.70	8191.04
	October-December, 2012	8323.46	3237.15	672.89	12233.50	6143.67	2403.06	751.76	9298.49
	January-March, 2013	6161.85	3111.49	787.90	10061.24	5503.90	2464.19	670.32	8638.41
	April-June, 2013	7284.87	2318.97	909.43	10513.27	7409.25	2224.76	787.46	10421.47
	FY 2013-14	29046.19	9585.93	3679.20	42311.32	28999.63	9423.48	3383.58	41806.69
	July-September, 2013	6410.69	1604.62	865.48	8880.79	7081.32	2304.33	850.22	10235.87
	October-December, 2013	8931.66	2802.70	950.30	12684.66	7919.38	2672.70	989.86	11581.94
	January-March, 2014	6053.97	2330.96	898.57	9283.50	6976.01	2087.16	746.88	9810.05
	April-June, 2014	7649.87	2847.65	964.85	11462.37	7022.92	2359.29	796.62	10178.83

Overdue and Outstanding

(Tk. in crore)

	Overdue				Outstanding			
	LSI	MSI	SSCI	Total	LSI	MSI	SSCI	Total
End of June 2014	5936.83 (+8.53)	3965.22 (+16.06)	1006.40 (+16.56)	10908.45 (+10.87)	69620.51	24695.46	6079.06	100395.03

Source: SME & Special Programmes Department.

Note: - Figures in brackets indicate overdue as % of outstanding. LSI=Large Scale Industries, MSI=Medium Scale Industries, SSCI= Small Scale & Cottage Industries.

Disbursement of total industrial term loans during April-June, 2014 was higher by 9.03 percent and stood at Tk.11462.37 crore as compared to Tk.10513.27 crore during April-June, 2013. However, recovery of industrial term loans recorded a fall of 2.33 percent and stood at Tk.10178.83 crore during April-June, 2014 against Tk.10421.47 crore during the same period of previous year. Outstanding amount of industrial term loans at the end of June 2014 stood at Tk.100395.03 crore which is higher by 11.14 percent over the outstanding amount of end June 2013.

8.b) Outstanding position of SME loans

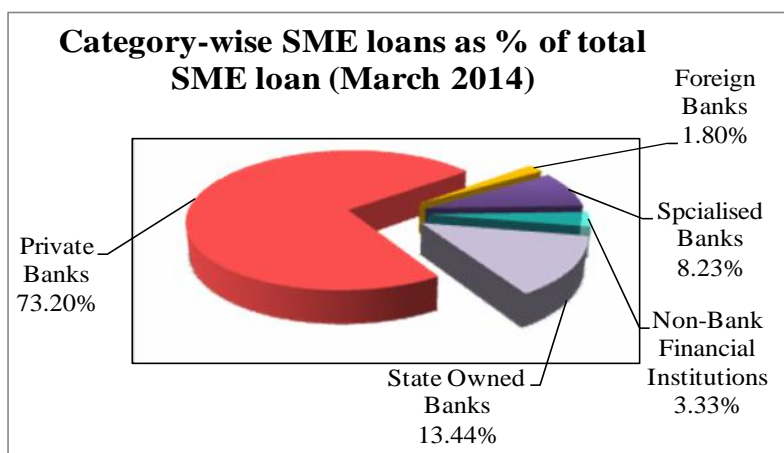
Total SME loans by banks and non-bank financial institutions increased by Tk.19060.44 crore or 19.95 percent and stood at Tk.114583.50 crore at the end of March 2014 as compared with Tk.95523.06 crore at the end of March, 2013. The increase of institutional category-wise SME loans at the end of March, 2014 are 24.84 percent in specialised banks, 20.65 percent in private banks, 18.99 percent in state owned banks and 16.20 percent in Non-bank financial institutions as compared to March, 2013. Foreign banks experienced a negative growth at the end of March 2014 as compared to March, 2013. Disbursement of SME loans was 23.23 percent of total loans disbursed by the Banks and NBFIs in March, 2014.

Target level set for disbursement of SME loans during Jan-Dec., 2014 is Tk.89030.94 crore.

The percentage share of SME loan disbursement from different categories of financial institutions to total SME loan as of end of March, 2014 is shown in the pie chart.

(Tk. in crore)							
Quarter Ending \ Banks/NBFIs	Types of Loans	State Owned Banks	Private Banks	Foreign Banks	Specialised Banks	Non-Bank Fin. Ins.	Total
March, 2013	Total Loans	90208.07	287193.55	23029.70	28261.98	25806.65	454499.95
	SME Loans	12943.56	69519.64	2221.62	7557.98	3280.26	95523.06
		(14.35)	(24.21)	(9.65)	(26.74)	(12.71)	21.02
June, 2013	Total Loans	90224.89	295835.93	23346.96	29612.49	27142.00	466162.27
	SME Loans	13350.63	73788.90	2403.34	7950.77	3370.05	100863.69
		(14.80)	(24.94)	(10.29)	(26.85)	(12.42)	(21.64)
September, 2013	Total Loans	84044.73	305390.80	24134.50	29887.46	29785.25	473242.74
	SME Loans	14946.43	79021.40	2349.43	8804.61	3477.60	108599.47
		(17.78)	(25.88)	(9.73)	(29.46)	(11.68)	(22.95)
December, 2013	Total Loans	84039.84	315328.57	23853.26	31213.60	31449.30	485884.57
	SME Loans	15445.43	85333.22	2265.08	9269.20	3571.94	115884.87
		(18.38)	(27.06)	(9.50)	(29.70)	(11.36)	(23.85)
March, 2014	Total Loans	85026.41	321208.64	23069.07	31454.54	32547.88	493306.54
	SME Loans	15401.65	83873.33	2061.31	9435.39	3811.82	114583.50
		(18.11)	(26.11)	(8.94)	(30.00)	(11.71)	(23.23)
% changes of SME loans at the end of March, 2014 over March, 2013		18.99	20.65	-7.22	24.84	16.20	19.95

Source: SME & Special Programmes Department. Note: - Figures in brackets indicate SME loans as percentage of total loans.



9. Industrial Production

Quantum Index of Medium and Large-Scale Manufacturing Industry (Base: 2005-06=100)

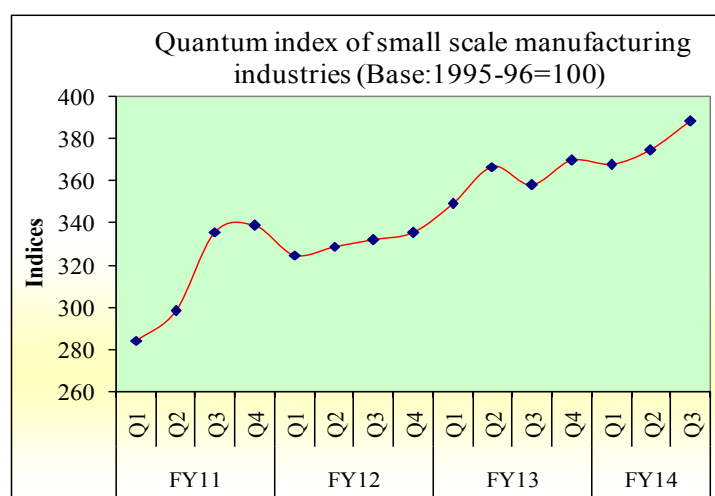
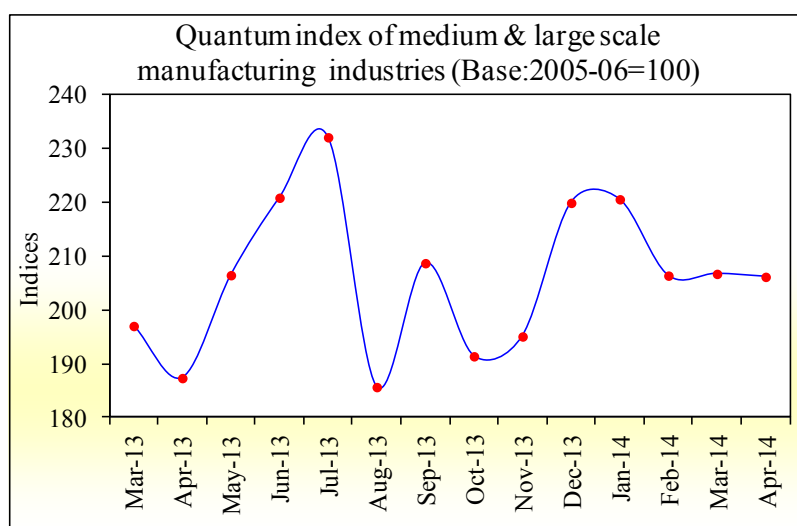
Major Industry Group	Weight	Index		Average Index			Growth	
		Apr-13	Apr-14	2012-13	Jul-Apr 2012-13	Jul-Apr 2013-14	Apr-14	Jul-Apr 2013-14
General	100.00%	187.35	206.13	195.19	191.51	207.24	10.02%	8.21%
Wearing apparel	34.84%	237.93	276.38	265.83	257.73	287.36	16.16%	11.49%
Textile	14.07%	139.35	137.32	142.41	139.90	138.83	-1.46%	-0.77%
Food products	10.84%	224.58	227.41	219.10	216.61	235.47	1.26%	8.71%
Pharmaceuticals and medicinal chemical	8.23%	186.64	225.50	178.79	177.02	198.65	20.82%	12.22%
Non-metalic mineral products	7.12%	142.04	144.23	139.51	139.09	142.30	1.54%	2.31%
Leather and related products	4.40%	151.89	154.49	139.76	138.51	146.51	1.71%	5.78%
Chemicals and chemical products	3.67%	87.32	74.58	84.62	86.93	82.77	-14.59%	-4.78%
Basic metals	3.15%	134.85	158.04	136.41	136.29	150.58	17.20%	10.49%
Tobacco products	2.92%	154.14	161.52	144.66	144.58	150.22	4.79%	3.90%
Fabricated metal products except machinery	2.32%	146.93	169.11	149.03	148.71	160.42	15.10%	7.88%
Others*	8.44%	153.86	164.50	152.93	151.94	156.96	6.91%	3.30%

Source: Bangladesh Bureau of Statistics,

*Others includes reproduction of recorded media, rubber and plastic products, coke and refined petroleum products, furniture, electrical equipment, other transport equipment, beverages, wood and products of wood and cork, paper and paper products, machinery and equipment n.e.c, computer, electronic and optical products and motor vehicles, trailers and semi trailers. Indices of Others are calculated from BBS data.

The general index of industrial production (medium & large scale manufacturing) stands higher at 207.24 in July-April, 2014 recording an increase of 8.21 percent over the same period of the preceding year.

Indices that recorded increase in July-April, 2014 compared to the same period of the preceding year are: pharmaceuticals and medicinal chemical (12.22%), wearing apparel (11.49%), basic metals (10.49%), food products (8.71%), fabricated metal products except machinery (7.88%), leather and related products (5.78%), tobacco products (3.90%), and non-metalic mineral products (2.31%). On the other hand, there is some decrease in indices of chemical and chemical products (4.78%) and textile (0.77%).



The general index of small scale manufacturing industry during the third quarter (January-March) of FY14 increased by 8.44 percent and stood at 388.24 as compared to 358.03 during the same quarter of the previous fiscal year.

10. Exports

a) Annual and monthly trends in exports

A. Annual exports (In million USD)

2009-2010	2010-2011	2011-2012
16204.65 (+4.30)	22928.22 (+41.49)	24301.90 (+5.99)

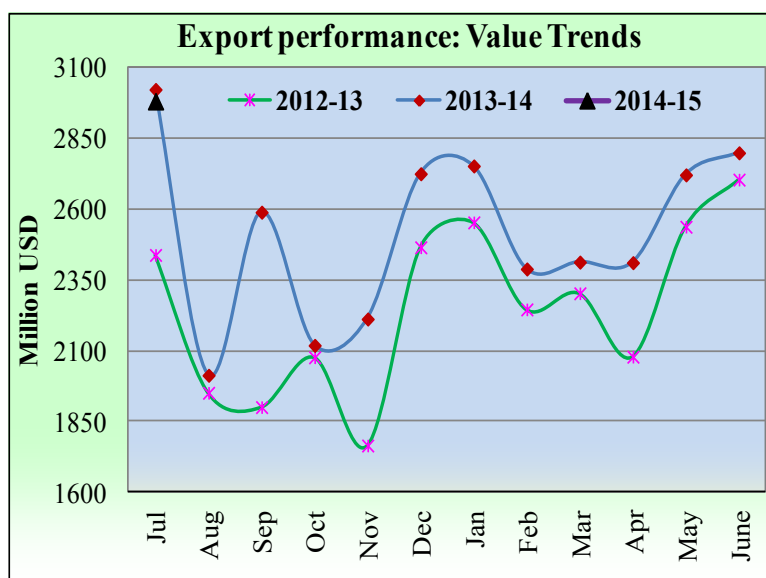
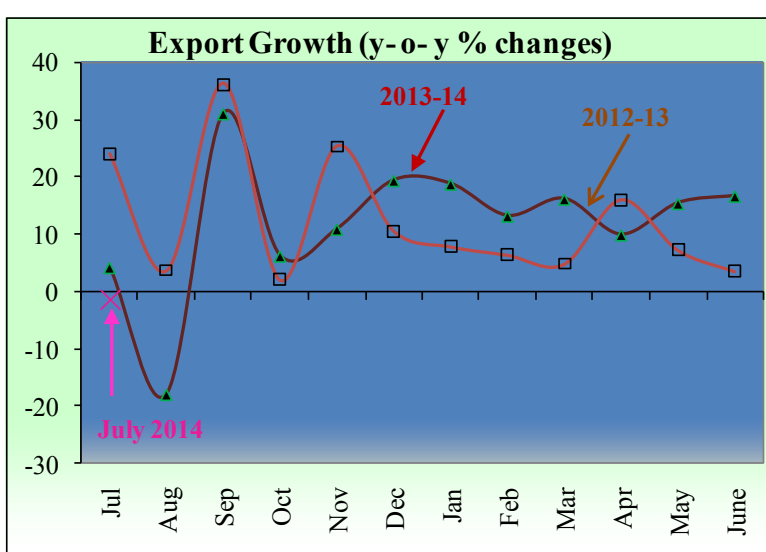
B. Monthly exports (In million USD)

Month	2012 - 2013	2011 - 2012
July	2439.08	2339.52
August	1951.48	2376.74
September	1900.89	1449.98
October	2077.03	1954.78
November	1765.09	1591.24
December	2466.16	2064.85
January	2554.28	2149.87
February	2246.51	1984.04
March	2303.42	1982.26
April	2079.15	1890.98
May	2538.81	2199.42
June	2705.46	2318.22
July-June	27027.36 (+11.22)	24301.90 (+5.99)
Month	2013 - 2014	2012 - 2013
July	3024.29	2439.08
August	2013.44	1951.48
September	2590.24	1900.89
October	2119.20	2077.03
November	2212.44	1765.09
December	2726.20	2466.16
January	2753.77	2554.28
February	2389.42	2246.51
March	2413.66	2303.42
April	2411.73	2079.15
May	2722.18	2538.81
June	2800.23	2705.46
July-June	30176.80 (+11.65)	27027.36 (+11.22)
Month	2014 - 2015	2013 - 2014
July	2982.74 (-1.37)	3024.29 (+23.99)

Source : Export Promotion Bureau.

Note: Figures in brackets indicate percentage changes over the corresponding period of the preceding year.

Total export earnings increased by 11.65 percent in FY14 which increased by 11.22 percent during the same period of the previous year. However, export earnings fell by 1.37 percent and stood at \$2.98 billion in July 2014, the first month of FY15, compared with the same period of last fiscal. During this period, export receipts fell short of the target by 2.03 percent.



Latest available data on category-wise breakdown of exports are shown in the next page.

b) Category-wise breakdown of exports

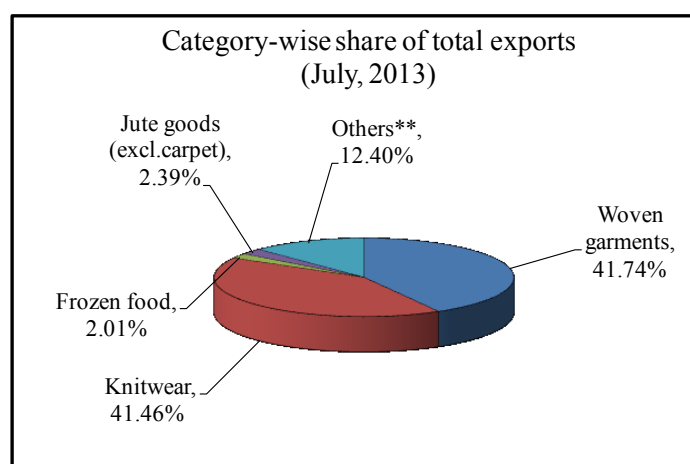
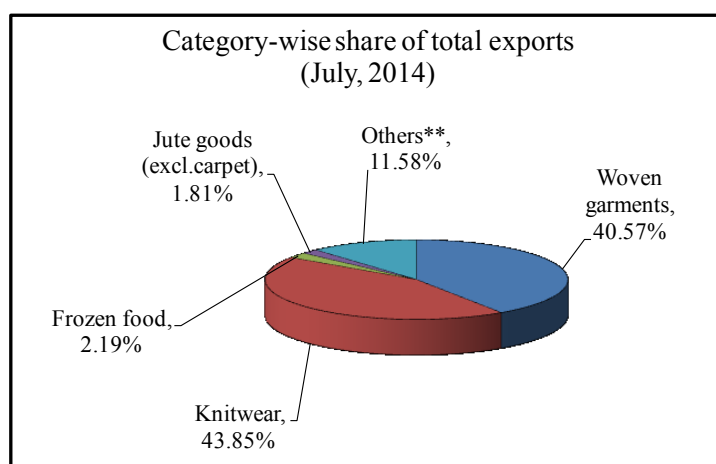
(In million USD)

Particulars	July, 2014		July, 2013		Changes during July, 2014 over July, 2013			
					In absolute amount		In percentage	
	Volume [@]	Value	Volume [@]	Value	Volume [@]	Value	Volume [@]	Value
1. Raw Jute (In million Kg.)	---	6.91	---	7.80	---	-0.89	---	-11.41
2. Jute goods (excl.carpet) (In million Kg.)	---	54.07	---	72.35	---	-18.28	---	-25.27
3. Tea (In million Kg.)	---	0.18	---	0.01	---	+0.17	---	+1700.00
4. Frozen food (In million Kg.)	---	65.19	---	60.83	---	+4.36	---	+7.17
5. Leather (In million Kg.)	---	37.36	---	39.42	---	-2.06	---	-5.23
6. Woven garments (In million Pcs.)	---	1210.08	---	1262.38	---	-52.30	---	-4.14
7. Knitwear (In million Pcs.)	---	1307.90	---	1253.76	---	+54.14	---	+4.32
8. Chemical products (In million Kg.) of which (fertilizer)	---	8.93	---	6.85	---	+2.08	---	+30.36
9. Agricultural products* (In million Kg.)	---	18.56	---	25.10	---	-6.54	---	-26.06
10. Engin.& Electric goods	---	28.93	---	33.00	---	-4.07	---	-12.33
11. Others**	---	244.63	---	262.79	---	-18.16	---	-6.91
TOTAL	---	2982.74	---	3024.29	---	-41.55	---	-1.37

Source : Export Promotion Bureau --- = Not available. * Includes vegetables, fruits & n **Others means residual items

[@] Due to error in the data recording software of EPB (Export Promotion Bureau), the data of export volume is currently unavailable.

Category-wise breakdown of exports shows that during July, 2014 exports of knitwear, frozen food and chemical products experienced positive growth compared to the same period of the previous year. On the other hand, exports of woven garments, jute goods (excl.carpet), agricultural products, engin. & electric goods, leather and raw jute experienced a negative growth in July compared to the same period of the previous year.



11. Imports

a) Import payments, import L/C settlement and import LCs opened

(In million USD)

FY	Import payments (c&f)		Import LCs settlement		Import LCs opened	
	2010-11	2009-10	2010-11	2009-10	2010-11	2009-10
	33657.50 (+41.79)	23738.40 (+5.47)	31953.15 (+38.61)	23053.10 (+7.50)	38582.35 (+34.04)	28783.40 (+32.02)
Month	2012-13	2011-12	2012-13	2011-12	2012-13	2011-12
July	2835.90	2937.80	2795.18	2790.28	2798.32	3171.34
August	2520.10	2555.00	2537.37	2690.37	2613.71	3181.87
September	2976.90	3297.90	2730.44	3071.34	3269.41	3462.00
October	2626.50	2977.20	2652.65	3539.59	2776.98	3213.74
November	2924.70	3141.30	2629.78	3285.75	2741.74	2687.49
December	2569.60	2889.90	2603.72	2486.17	2854.11	2505.04
January	3368.60	3346.00	2771.44	3223.47	3228.14	2964.43
February	2608.40	2955.10	2536.89	2816.50	2869.64	3062.46
March	2912.80	2846.50	2731.09	2870.69	3487.50	3009.36
April	2839.60	2907.80	2792.21	2763.43	3288.86	3100.43
May	2952.70	3093.60	2699.81	2890.77	3188.36	3274.20
June	2947.80	2568.20	2877.94	2386.19	2844.28	3403.46
July-June	34083.60 (-4.03)	35516.30 (+5.52)	32358.52 (-7.05)	34814.55 (+8.95)	35961.05 (-2.90)	37035.82 (-4.01)
Month	2013-14 ^P	2012-13	2013-14 ^P	2012-13	2013-14 ^P	2012-13
July	3477.40	2835.90	3239.53	2795.18	3717.75	2798.32
August	2851.70	2520.10	2499.45	2537.37	2739.88	2613.71
September	3478.90	2976.90	3092.83	2730.44	3147.05	3269.41
October	3305.90	2626.50	2816.85	2652.65	2873.76	2776.98
November	3351.40	2924.70	2899.77	2629.78	2977.02	2741.74
December	3439.80	2569.60	3249.29	2603.72	3355.22	2854.11
January	3655.40	3368.60	3420.33	2771.44	3611.93	3228.14
February	3051.60	2608.40	2906.99	2536.89	3555.99	2869.64
March	3653.80	2912.80	3249.81	2731.09	3712.72	3487.50
April	3679.10	2839.60	3218.89	2792.21	3723.55	3288.86
May	3514.10	2952.70	3288.29	2699.81	4107.37	3188.36
June	3233.60	2947.80	3306.81	2877.94	4296.32	2844.28
July-June	40692.70 (+19.39)	34083.60 (-4.03)	37188.84 (+14.93)	32358.52 (-7.05)	41818.56 (+16.29)	35961.05 (-2.90)

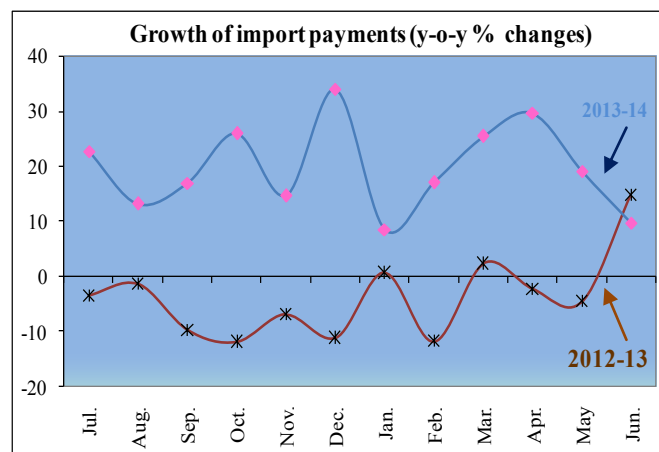
Source: Statistics Department, Foreign Exchange Operations Department, P = Provisional,

Note : Figures in brackets indicate percentage changes over the corresponding period of the preceding year.

Import payments during July-June, FY14 is higher by USD 6609.10 million or 19.39 percent and stood at USD 40692.70 million against USD 34083.60 million during the same period of the preceding year.

The total import payments during July-June, FY14 revealed that, imports under Cash and for EPZ stood at USD33034.60 million, imports under buyer's credit USD6342.50 million, imports under loans/grants USD25.70 million, imports under direct investment USD113.80 million and short term loan by BPC stood at USD1176.10 million respectively.

Settlement of import LCs during July-June, FY14 increased by 14.93 percent and stood at USD37188.84 million against USD32358.52 million during July-June, FY13. Fresh opening of import LCs during July-June, FY14 increased by 16.29 percent, compared to the same period of the previous year and stood at USD41818.56 million.



b) Sector-wise fresh opening, settlement and outstanding of import LCs

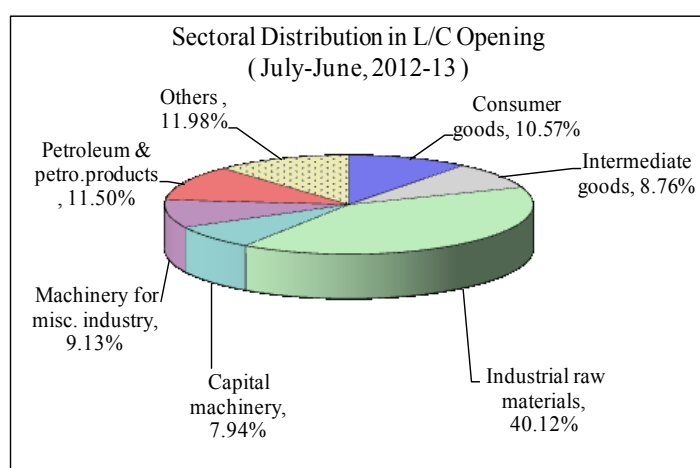
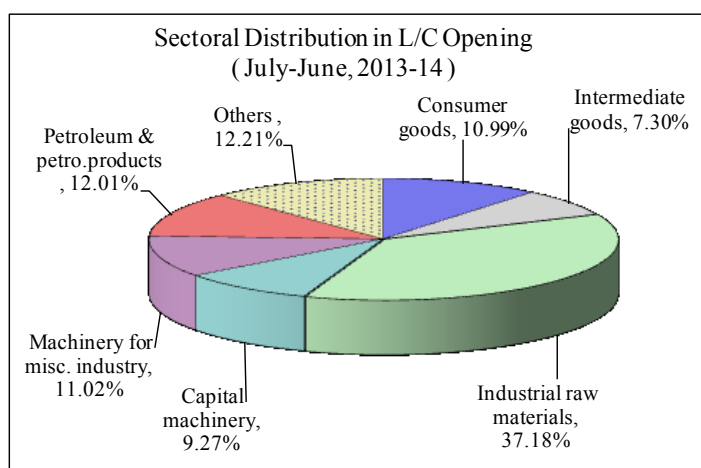
(In million US\$)

Sectors / Commodities	July-June, 2013-14			July-June, 2012-13			Changes in July-June, 2013-14 over July-June, 2012-13		
	Fresh LCs opening	Settlement of LCs	Outstanding LCs at the end of the period	Fresh LCs opening	Settlement of LCs	Outstanding LCs at the end of the period	Fresh LCs opening	Settlement of LCs	Outstanding LCs at the end of the period
A. Consumer goods	4597.77	4586.58	1614.48	3801.25	3299.97	2062.97	+796.52	+1286.61	-448.49
B. Intermediate goods	3054.43	2836.30	1302.25	3151.60	2873.39	1262.50	-97.17	-37.08	+39.74
C. Industrial raw materials	15548.25	14724.60	7260.01	14428.39	13037.54	6969.84	+1119.85	+1687.05	+290.17
D. Capital machinery	3878.19	2518.30	4184.57	2854.21	2117.11	3002.52	+1023.98	+401.19	+1182.04
E. Machinery for misc. inds.	4609.22	3522.40	2603.32	3283.09	2924.74	1631.60	+1326.13	+597.66	+971.72
F. Petroleum & petro.prodts.	5023.62	4577.35	1489.09	4135.14	4390.13	1184.33	+888.48	+187.22	+304.76
G. Others	5107.08	4423.32	2781.39	4307.37	3715.64	2330.55	+799.71	+707.68	+450.83
Total	41818.56	37188.84	21235.10	35961.05	32358.52	18444.31	+5857.51	+4830.32	+2790.78
of which back to back	6237.72	6152.09	3032.17	5898.82	5297.14	3015.79	+338.90	+854.95	+16.38

Source: Foreign Exchange Operations Department (FEOD), Bangladesh Bank.

Latest available sector-wise comparative statement of fresh opening, settlement and outstanding of import LCs during July-June, FY14 and July-June, FY13 are shown below:

The developments of each sector's share in total L/C opening during July-June, FY14 and July-June, FY13 are showing in the following pie-diagrams.



Sector-wise detailed break-up of fresh opening, settlement and outstanding of import LCs during July-June, FY14 and July-June, FY13 are given in the Appendix.

c) Projected Data on Opening of Import LCs and Probable Liabilities against back to back LCs of Scheduled Banks

(In million USD)

Month	Opening of import LCs	Probable liabilities of Banks against back to back LCs
August'14	5409.97	1154.35
September'14	5588.12	1151.75
October'14	6206.33	1137.53
August-October, 2014	17204.42	3443.63

Source: Monetary Policy Department, Bangladesh Bank.

Opening of import LCs and probable liabilities of banks against back to back LCs have been projected by the scheduled banks at USD17204.42 million and USD3443.63 million respectively during August-October, 2014.

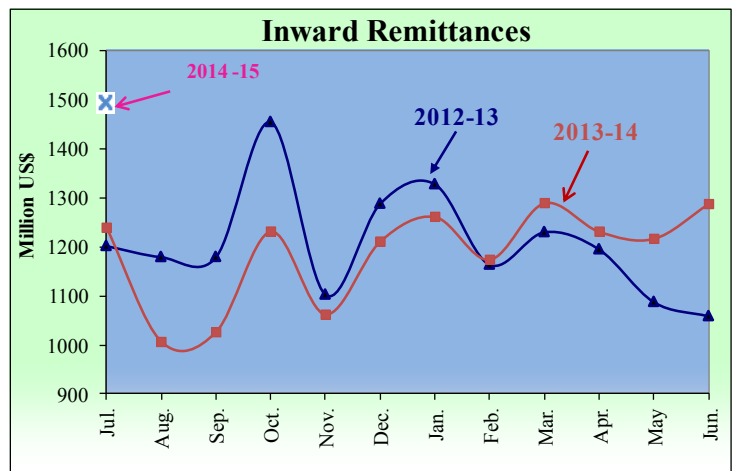
12. Remittances

(In million USD)

Annual remittances	2011-12	2012-13	2013-14
	12843.43 (+10.24)	14461.14 (+12.60)	14227.84 (-1.61)
Monthly remittances	Month	2013 -14	2012-13
	July	1238.49	1201.15
	August	1005.78	1178.65
	September	1025.69	1178.83
	October	1230.68	1453.69
	November	1061.45	1102.15
	December	1210.22	1287.31
	January	1260.66	1326.99
	February	1173.16	1163.18
	March	1288.62	1229.36
	April	1230.57	1194.40
	May	1215.83	1087.19
	June	1286.69	1058.24
	July-June	14227.84 (-1.61)	14461.14 (+12.60)
	Month	2014 -15 ^R	2013 -14
	July	1491.36 (+20.42)	1238.49 (+3.11)

Source : Foreign Exchange Policy Department, Bangladesh Bank.

Note :- Figures in brackets indicate percentage changes over the same period of the previous year.



Remittances receipt increased by 20.42 percent (y-o-y) in July 2014 and stood at USD1491.36 million against USD1238.49 million in July 2013. However, during July-June of FY14, remittances receipt is down slightly by 1.61 percent compared to the same period of the previous fiscal.

13. Foreign Aid

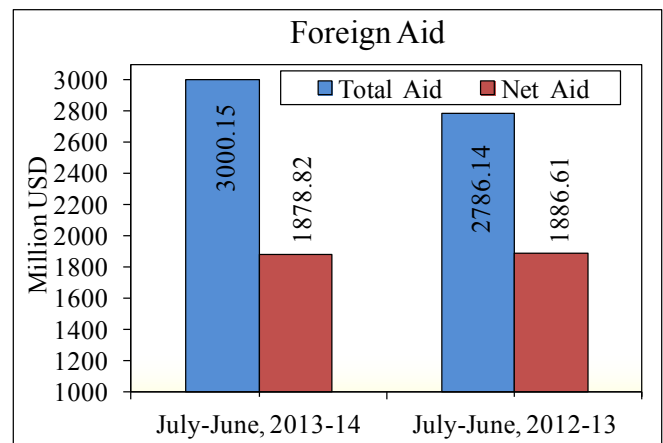
(In million USD)

	Food Aid	Comm. Aid	Project Aid	Total Aid	Payment (Principal)	Net Foreign Aid	Food Aid	Comm. Aid	Project Aid	Total Aid	Payment (Principal)	Net Foreign Aid
Month	FY2013-14 ^P						FY2012-13					
July	0.00	0.00	204.96	204.96	244.50	-39.54	0.00	0.00	209.99	209.99	53.17	156.83
August	0.00	0.00	171.77	171.77	41.97	129.80	0.00	0.00	116.41	116.41	47.02	69.39
September	0.00	0.00	238.30	238.30	76.40	161.90	20.00	0.00	199.59	219.59	88.65	130.95
October	0.00	0.00	138.23	138.23	84.31	53.92	0.00	0.00	263.60	263.60	65.31	198.29
November	0.00	0.00	385.98	385.98	78.49	307.49	0.00	0.00	139.67	139.67	84.04	55.62
December	23.58	0.00	517.16	540.74	64.85	475.89	0.00	0.00	507.13	507.13	79.80	427.32
January	0.00	0.00	172.00	172.00	198.27	-26.27	0.00	0.00	97.81	97.81	193.11	-95.30
February	2.78	0.00	149.07	151.85	38.26	113.58	0.00	0.00	125.66	125.66	38.97	86.69
March	4.27	0.00	274.76	279.03	82.42	196.62	0.00	0.00	228.76	228.76	75.33	153.43
April	0.00	0.00	251.90	251.90	72.17	179.73	0.00	0.00	115.83	115.83	49.13	66.70
May	0.00	0.00	209.53	209.53	69.99	139.54	0.00	0.00	253.64	253.64	82.65	170.99
June	0.00	0.00	255.86	255.86	69.70	186.16	0.00	0.00	508.06	508.06	42.33	465.72
July-June	30.63	0.00	2969.52	3000.15	1121.32	1878.82	20.00	0.00	2766.14	2786.14	899.52	1886.61

Source: Economic Relation Division(ERD), Ministry of Finance. P=Provisional;

Total foreign aid disbursements in June, 2014 increased by USD46.33 million from USD209.53 million in May, 2014 and stood at USD255.86 million. However, during July-June 2013-14 aid disbursements increased by USD214.01 million or 7.68 percent and stood at USD 3000.15 million compared with USD2786.14 million during the same period of the preceding year.

Net receipts of foreign aid during July-June, 2013-14 stood at USD1878.82 million, which was USD1886.61 million during the same period of the previous year.



14. Foreign exchange holdings abroad

(In million US\$)

A. Outstanding stock at the end of the year	2010- 11	2011- 12	2012- 13
	10911.55 (+1.51)	10364.43 (-5.01)	15315.23 (+47.77)
B. Outstanding stock at the end of the month	Month / Year	2013-14	2012-13
	July	15533.70	10569.76
	August	16252.27	11434.90
	September	16154.76	11252.06
	October	17345.70	12339.49
	November	17105.88	11753.96
	December	18074.57	12750.58
	January	18119.11	13076.47
	February	19150.53	13848.33
	March	19294.87	13971.14
	April	20370.14	14829.11
	May	20267.46	14531.42
	June	21507.99	15315.16
	Month / Year	2014-15	2013-14
	July	21383.48	15533.70

Source : Accounts & Budgeting Department, Bangladesh Bank.

Note :- Figures in brackets indicate percentage changes over the corresponding period of the previous year.

(a) Gross foreign exchange reserves of Bangladesh Bank:

The gross foreign exchange reserves of BB rose to USD21383.48 million (with ACU liability of USD461.02 million) as of end July 2014, against USD21507.99 million (with ACU liability of USD967.36 million) as of end June 2014.

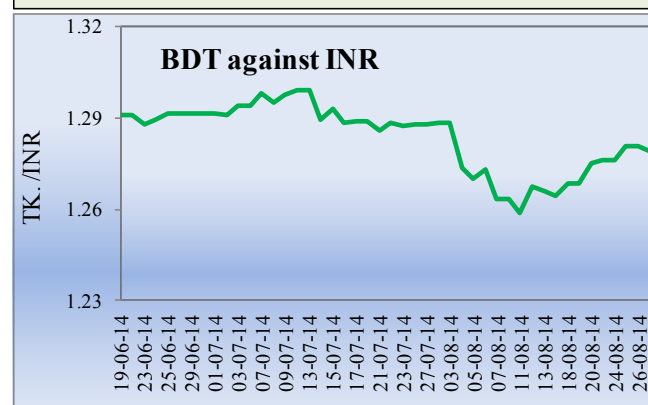
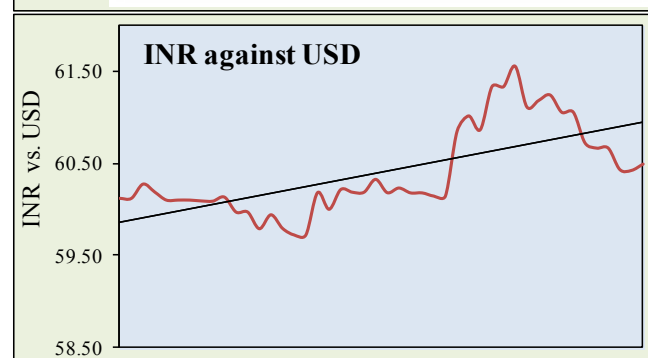
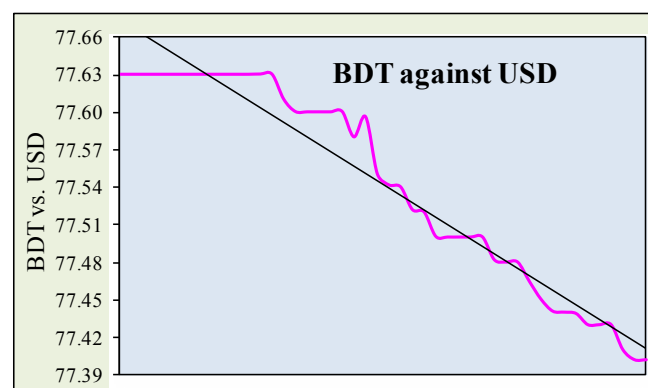
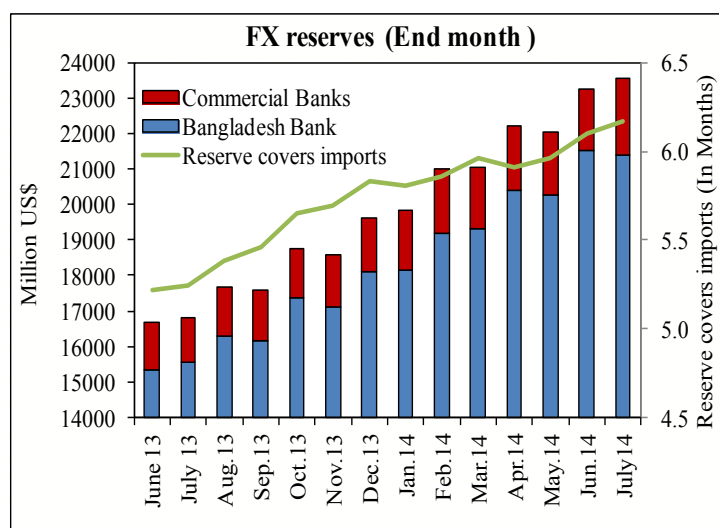
(b) Gross foreign exchange balances held abroad by commercial banks:

The gross foreign exchange balances held abroad by commercial banks increased to USD2152.07 million by end July, 2014 against USD1747.85 million by end June, 2014. This was also significantly higher than the balance of USD1238.46 million at end July, 2013.

15. Exchange Rate Movements ^{2/}:

Month	2013-14 (Taka per USD)		2014-15 (Taka per USD)		2013-14 (Rupee per USD)	2014-15 (Rupee per USD)
	Month Avg	Month End	Month Avg	Month End	Month End	Month End
July	77.7570	77.7500	77.5907	77.5005	59.8280	60.1485
August	77.7537	77.7500			68.3611	
September	77.7502	77.7505			61.8110	
October	77.7506	77.7500			61.4871	
November	77.7509	77.7540			62.3625	
December	77.7510	77.7500			62.0028	
January	77.7505	77.7500			62.2005	
February	77.7502	77.7311			61.9380	
March	77.7113	77.6700			60.0998	
April	77.6633	77.6500			60.5253	
May	77.6414	77.6300			59.0770	
June	77.6301	77.6300			60.0958	

Source : Statistics Department & MPD. Note: 2/ Exchange rate represents the mid-value of buying and selling rates.



At the end of July 2014, Taka has appreciated marginally by 0.13 percentage points from its level at the end of June 2014, showing stability in the foreign exchange market. However, Indian Rupees (INR) depreciated by 0.05 percentage points as of end July 2014 from its level of June 2014.

16. Balance of payments

(In million USD)

Particulars	FY2012-13 ^R	FY2013-14 ^P
<u>Trade balance</u>	<u>-7009</u>	<u>-6806</u>
Exports f.o.b(including EPZ) ^{1/}	26567	29765
Imports f.o.b(including EPZ)	33576	36571
Services	-3162	-4189
Credit	2830	3065
Debit	5992	7254
Primary income	-2369	-2370
Credit	120	171
Debit	2489	2541
Of which: Official interest payment	476	538
Secondary income	14928	14912
Official transfers	97	79
Private transfers	14831	14833
of which : Workers' remittances (current a/c. portion)	14338	14115
<u>Current account balance</u>	<u>2388</u>	<u>1547</u>
Capital account	629	644
Capital transfers	629	644
<u>Financial account</u>	<u>2863</u>	<u>2788</u>
i) Foreign direct investment(net)	1726	1550
ii) Portfolio investment (net)	368	825
of which : Workers' remittances (financial a/c. portion)	123	113
iii) Other investment(net)	769	413
MLT loans ^{2/}	2085	2277
MLT amortization payments	906	1018
Other long-term loans (net)	-150	85
Other short-term loans (net)	-100	355
Trade credit (net)	-250	-1045
DMBs & NBDCs(net)	90	-241
Assets	396	898
Liabilities	486	657
Errors and omissions	-752	504
<u>Overall balance</u>	<u>5128</u>	<u>5483</u>
Reserve assets	-5128	-5483
Bangladesh Bank(net)	-5128	-5483
Assets	5196	5933
Liabilities	68	450

Source :Statistics Department, Bangladesh Bank.

1/ Excludes local sales reported by EPB. Some adjustments necessiated by BOP considerations have been made.

2/ Excluding supplier's credit, reclassified as trade credit below. P= Provisional, R= Revised

Country's trade deficit reduced to \$6.81 billion in the current financial year, FY 14 from \$7.01 billion during the previous fiscal year, due to higher export receipts. Although net other investment declined in FY14, significantly higher portfolio investment (net) and positive foreign direct investment contributed to financial account surplus of USD2.79 billion during the period under review. Mainly current account together with financial account surpluses resulted in a surplus of USD5.48 billion in overall balances during FY14 against a surplus of USD5.13 billion during the previous fiscal year.

17. Public finance

a) Government tax revenue collections

(In crore taka)

Annual tax revenue collections	2007-2008	2008-2009	2009-2010	2010-2011	2011-2012	2012-2013
NBR tax revenue	47435.66 (45970)	52527.25 (50213)	62042.16 (61000)	79403.11 (75600)	95058.99 (92370)	109151.31 (112259)
Non-NBR tax revenue	2312.44 (2042)	2652.90 (2653)	2848.00 (2955)	3229.36 (3452)	3631.58 (3915)	4120.00 (4565)
Total tax revenue	49748.10 (48012)	55180.15 (52866)	64890.16 (63955)	82632.47 (79052)	98690.57 (96285)	113271.31 (116824)

Note:- Figures in brackets indicate the target of revenue collection.

(In crore taka)

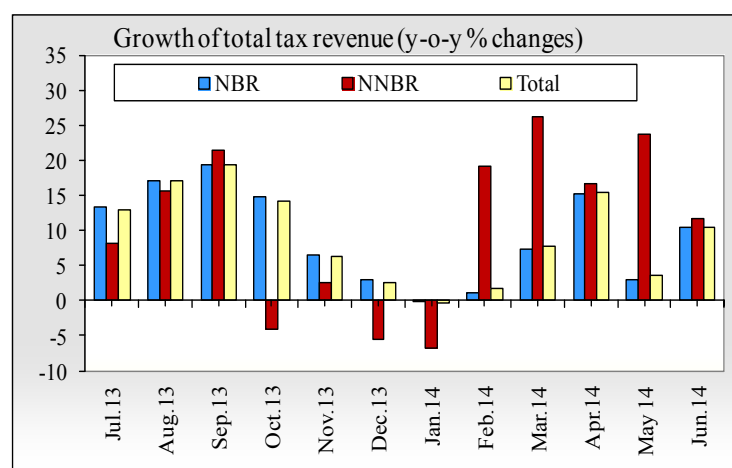
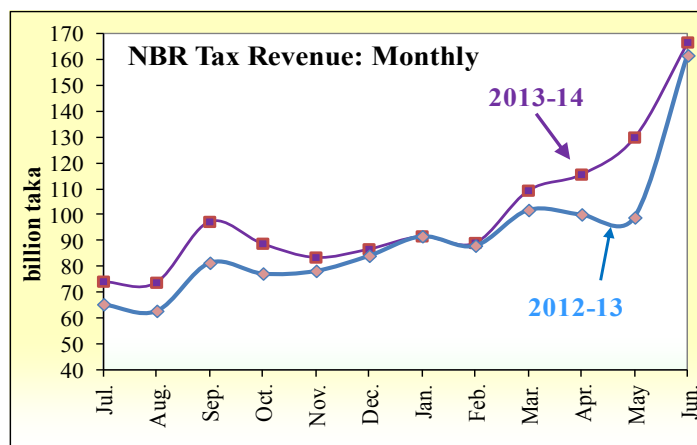
	NBR tax revenue					Non-NBR tax revenue	Total tax Revenue Collections	NBR tax revenue					Non- NBR tax revenue	Total tax Revenue Collections
	Customs duties	VAT	Income tax	others*	Total			Customs duties	VAT	Income tax	others*	Total		
	1	2	3	4	5=(1+..+4)			1	2	3	4	5=(1+..+4)		
	2013-14 ^R							2012-13 ^R						
July	1032.59	3212.14	1882.94	1276.67	7404.34	392.16	7796.50	1132.79	2831.72	1541.01	1030.24	6535.76	362.82	6898.58
August	943.45	3079.13	2039.84	1299.75	7362.17	255.99	7618.16	957.59	2697.15	1400.18	1225.78	6280.70	221.38	6502.08
September	1161.34	3441.62	3528.06	1585.14	9716.16	397.63	10113.79	1096.34	2876.21	2691.12	1476.95	8140.62	327.34	8467.96
October	1034.41	3258.35	2924.83	1653.83	8871.42	286.58	9158.00	1109.05	3124.66	2117.77	1374.57	7726.05	298.61	8024.66
November	961.03	3286.12	2594.67	1495.49	8337.31	315.13	8652.44	1101.91	3147.14	2179.89	1399.22	7828.16	307.12	8135.28
December	1038.36	3320.28	2933.23	1366.01	8657.88	315.28	8973.16	962.75	3077.36	3054.56	1318.04	8412.71	333.61	8746.32
January	1066.00	3510.99	2742.08	1837.36	9156.43	402.41	9558.84	1216.87	3742.87	2526.13	1682.02	9167.89	431.26	9599.15
February	1047.26	3441.96	2612.97	1797.27	8899.46	378.06	9277.52	1054.70	3113.06	2822.52	1813.29	8803.57	316.94	9120.51
March	1134.81	3836.41	4195.78	1757.34	10924.34	389.00	11313.34	1030.18	3463.36	4123.63	1565.90	10183.07	308.12	10491.19
April	1214.89	4310.82	4176.04	1844.35	11546.10	470.39	12016.49	1175.83	3744.23	3489.19	1603.49	10012.74	402.82	10415.56
May	1509.01	4677.25	4903.95	1889.83	12980.04	451.00	13431.04	1128.44	3835.66	3261.64	1669.86	9895.60	366.31	10261.91
June	1397.67	5195.94	8381.11	1682.46	16657.18	559.01	17216.19	1356.00	5560.32	7912.59	1335.53	16164.44	451.33	16615.77
July-June	13540.82 (+1.64)	44571.01 (+8.15)	42915.50 (+15.61)	19485.50 (+11.38)	120512.83 (+10.41)	4612.64 (+11.75)	125125.47 (+10.46)	13322.45 (+1.28)	41213.74 (+15.19)	37120.23 (+29.55)	17494.89 (+0.11)	109151.31 (+14.82)	4127.65 (+13.66)	113278.96 (+14.78)

Source: National Board of Revenue and Office of the Controller General of Accounts. P=Provisional, R=Revised; --= Not Available. *=include supplementary duties & travel tax.

Note:- Figures in brackets indicate percentage changes over the corresponding period of the preceding year. Non-NBR tax revenue includes Narcotics & liquor duty, taxes on vehicles, land revenue and stamp duty(non judicial).

Total tax revenue collection (NBR & non-NBR) in June 2014 stood at Tk.17216.19 crore which is higher by 3.61 percent against the collection of Tk.16615.77 crore during the same period of previous fiscal.

NBR tax revenue collection during July-June, FY14 stood at Tk.120512.83 crore which is higher by Tk.11361.10 crore or 10.41 percent against the collection of Tk.109151.31 crore during July-June, FY13.



Revised Target set for NBR tax revenue collection for FY14 is Tk.1,25,000.00 crore.

b) Sale and repayment of NSD certificates

(In crore taka)

FY	Sale	Repayment (Principal)	Net sale	Outstanding at the end of the year
(1)	(2)	(3)	4=(2-3)	(5)
2010-2011	17232.03	15175.13	2056.90	63438.32
2011-2012	18955.35	18476.33	479.02	63917.34
2012-2013	23326.77	22553.93	772.84	64690.18

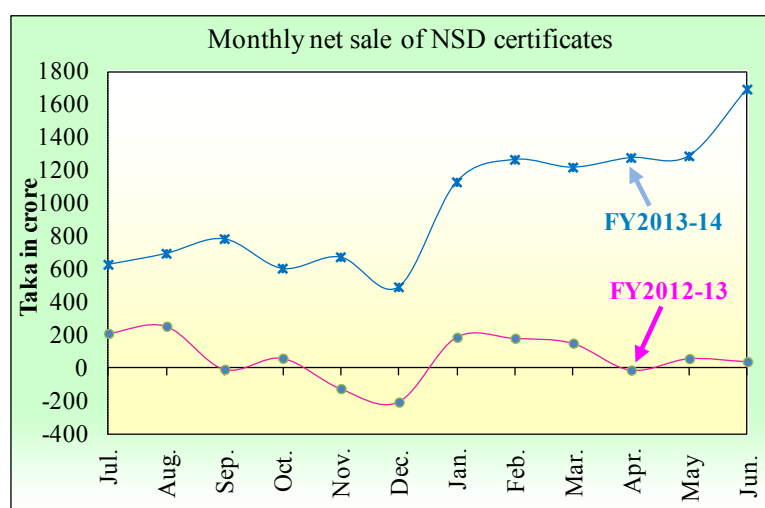
(In crore taka)

Months	Sale	Repayment (Principal)	Net sale	Outstanding at the end of the period	Sale	Repayment (Principal)	Net sale	Outstanding at the end of the period
2012-2013					2011-2012			
July-June	23326.77 (+23.06)	22553.93 (+22.07)	772.84 (+0.61)	64690.18 (+1.21)	18955.35 (+10.00)	18476.33 (+21.75)	479.02 (-76.71)	63917.34 (+0.76)
2013-2014					2012-2013			
July	2144.02	1519.08	624.94	65315.12	2028.32	1819.21	209.11	64126.45
August	1725.27	1033.43	691.84	66006.96	1746.72	1493.64	253.08	64379.53
September	2024.42	1243.73	780.69	66787.65	2222.02	2231.07	-9.05	64370.48
October	1540.21	938.80	601.41	67389.06	1936.46	1878.15	58.31	64428.79
November	1579.71	909.18	670.53	68059.59	1978.46	2104.56	-126.1	64302.69
December	1445.26	956.99	488.27	68547.86	1646.41	1854.32	-207.91	64094.78
January	2242.91	1117.15	1125.76	69673.62	2324.16	2138.58	185.58	64280.36
February	2253.54	991.37	1262.17	70935.79	1871.35	1691.60	179.75	64460.11
March	2194.72	979.36	1215.36	72151.15	1851.73	1701.93	149.8	64609.91
April	2315.18	1041.65	1273.53	73424.68	1975.40	1988.93	-13.53	64596.38
May	2190.88	907.14	1283.74	74708.42	1803.56	1747.41	56.15	64652.53
June	2653.47	964.41	1689.06	76397.48	1942.18	1904.53	37.65	64690.18
July-June	24309.59 (+4.21)	12602.29 (-44.12)	11707.30 (+18.10)	76397.48 (+18.10)	23326.77 (+23.06)	22553.93 (+22.07)	772.84 (+1.21)	64690.18 (+1.21)

Source:- National Savings Directorate. Note : Figures in brackets indicate percentage changes over the corresponding period of the preceding year.

Sale of National Savings Certificates during July-June, FY14 stood at Tk.24309.59 crore which is 4.21 percent higher than the amount of sale in the same period of the preceding year. Net borrowing of the government through NSD certificates during July-June, FY14 stood substantially higher at Tk. 11707.30 crore against Tk.772.84 crore during July-June, FY13.

Outstanding borrowing of the government through NSD certificates as of end June 2014 stood at Tk.76397.48 crore which was higher by 18.10 percent from the amount outstanding at the end of June 2013.



c) Budget financing

(In crore Taka)

Year	Net borrowing of the Govt. from the banking system ^{1/}	Net non-bank borrowing of the Govt. from the public ^{2/}	Total domestic financing	Net foreign financing ^{3/}	Total financing	Total financing as % of GDP [@] at current market price	Outstanding Domestic debt (end period)	Outstanding domestic debt as % of GDP [@] at current market price
1	2	3	4=(2+3)	5	6=(4+5)	7	8	9
2007-2008	11531.50	4008.68	15540.18	7016.78	22556.96	4.13	94010.79	17.22
2008-2009	10527.40	4405.51	14932.91	7037.17	21970.08	3.57	108943.70	17.72
2009-2010	-4376.00	12256.14	7880.14	10218.86	18099.00	2.62	116823.84	16.92
2010-2011	19384.10	3012.93	22397.03	7470.44	29867.47	3.79	139220.87	17.68
2011-2012	18875.00	2327.38	21202.38	9714.35	30916.73	3.38	160423.25	17.54
2012-2013 ^R	17873.00	2887.71	20760.71	15080.19	35840.90	3.45	181183.96	17.46
2013-2014 ^P	6705.90	14153.94	20859.84	14602.54	35462.38	3.00	202043.80	17.11

@ : Source-National Accounts Statistics, BBS. P=Provisional ; R=Revised, 1/ : Excludes interest, 2/ : Excludes saving certificates held by the banks and includes treasury bills & bonds held by the non-bank financial institutions, T.bills & bonds have been taken at face value. 3/ : Aid disbursement less amortization.

Total budget financing of the government during FY14 stood lower at Tk.354.62 billion against Tk.358.40 billion during the same period of the previous fiscal. Financing from domestic sources stood slightly higher at Tk.208.60 billion along with net foreign financing at Tk.146.02 billion during FY14 compared to the same period of the preceding fiscal year. Net Govt. borrowing from the banking system stood lower at Tk.67.06 billion while Govt. borrowing from the non-banking system stood higher at Tk.141.54 billion during FY14, compared with the same period of the preceding fiscal year.

18. Food situation

(In lakh metric ton)

Year	Production Target	Actual Domestic Production (Gross)	Net Domestic Production*	Foodgrain Imports			Public Domestic Procurement	Public Distribution	Foodgrain Stock Public (End June)
				Govt. & food aid	Private	Total			
FY2010-11	360.65	345.13	310.62	22.04	35.00	57.04	4.62	22.91	8.87
FY2011-12	357.25	348.20	313.38	10.50	12.40	22.90	14.26	20.95	12.48
FY2012-13	354.66	350.88	315.79	4.72	14.18	18.90	14.06	20.87	14.97
FY2013-14	358.81	355.66	320.09	8.56	21.37	29.93	14.34	22.20	11.53
FY2014-15 ^P	158.81**	----	----	12.10 [@]	----	----	15.50	27.40	11.62
Particulars			July, 2014-15 ^P			July, 2013-14			
1. Imports (Rice & Wheat)			0.34			1.81			
2. Procurement (Rice & Wheat)			6.66			2.19			
3. Distribution (Rice & Wheat)			0.57			0.9			
4. Food Stock			13.94			11.84			

Source : Bangladesh Food Situation Report, FPMU, Ministry of Food & Disaster Management, Govt. of the Peoples Republic of Bangladesh.

Note : T=Target, P = Provisional, R = Revised, N.A = Not Available, @ = only Govt. import ** Only for Aus and Aman

*=After 12% deduction for FY08, FY09 & FY10 and 10% for other years for seed, feed, waste etc.

The actual production of food grains during FY 2013-14 stood higher at 355.46 lakh metric tons compared to 350.88 lakh metric tons of FY 2012-13. Import of food grains (Rice & Wheat) during FY 2013-14 stood at 29.93 lakh metric tons compared to 18.90 lakh metric tons during FY2012-13. Stock of food grains (including transit stock) with the government stood at 11.53 lakh metric tons at the end of June, 2014 which is 22.98 percent lower than the stock of 14.97 lakh metric ton at the end of June 2013.

Break-up of Fresh Opening, Settlement and Outstanding of Import LC

(In million USD)

Sectors / Commodities	July-June, 2013-14			July-June, 2012-13			Changes in July-June, 2013-14 over July-June, 2012-13		
	Fresh LCs opening	Settlement of LCs	Outstanding LCs at the end of the period	Fresh LCs opening	Settlement of LCs	Outstanding LCs at the end of the period	Fresh LCs opening	Settlement of LCs	Outstanding LCs at the end of the period
A. Consumer goods	4597.77	4586.58	1614.48	3801.25	3299.97	2062.97	796.52	1286.61	-448.49
Rice and wheat	1317.10	1409.82	242.00	1018.45	664.28	502.76	298.65	745.53	-260.76
Sugar and salt	761.19	864.26	354.09	715.94	811.54	558.69	45.25	52.72	-204.60
Milk food	280.88	239.21	110.11	218.71	212.82	100.17	62.18	26.39	9.94
Edible oil (refind)	662.24	550.59	423.71	429.18	430.72	328.66	233.06	119.87	95.05
All kinds of fruits	158.63	143.71	27.88	133.05	129.12	24.42	25.58	14.58	3.46
Pulses	320.72	391.28	118.46	460.88	356.84	257.05	-140.15	34.44	-138.59
Onion	187.19	167.33	23.84	115.34	103.87	26.36	71.85	63.47	-2.52
Spices	115.54	101.90	24.70	72.60	68.57	16.22	42.95	33.33	8.48
Second hand clothings	3.61	2.66	3.27	2.23	1.66	2.03	1.38	0.99	1.24
Drugs and medicines(finished)	109.47	95.20	68.13	87.28	59.67	47.71	22.19	35.53	20.41
Others	681.18	620.63	218.30	547.59	460.87	198.91	133.59	159.76	19.39
B. Intermediate goods	3054.43	2836.30	1302.25	3151.60	2873.39	1262.50	-97.17	-37.08	39.74
Coal	141.08	159.80	21.35	113.65	110.99	32.04	27.42	48.81	-10.70
Cement	12.18	12.27	4.29	4.12	6.13	4.26	8.06	6.14	0.03
Clinker & limestone	513.85	418.93	249.26	504.22	437.56	181.23	9.64	-18.63	68.03
B. P. sheet	258.18	268.51	88.27	280.39	322.96	111.81	-22.21	-54.45	-23.54
Tin plate	25.40	22.28	5.39	23.58	26.35	4.31	1.82	-4.07	1.08
Scrap Vessels	844.56	805.90	364.27	1020.41	864.44	395.19	-175.85	-58.55	-30.93
Iron and steel scrap	252.44	262.54	150.48	333.24	316.51	174.00	-80.80	-53.96	-23.53
Non-ferrous metal	216.48	206.26	91.20	211.22	166.88	95.07	5.26	39.38	-3.88
Paper and paper board	330.05	301.27	109.07	290.58	280.05	89.56	39.47	21.22	19.51
Others	460.22	378.53	218.68	370.20	341.50	175.02	90.03	37.03	43.66
C. Industrial raw materials	15548.25	14724.60	7260.01	14428.39	13037.54	6969.84	1119.85	1687.05	290.17
Edible oil & oil seeds	1068.16	1099.17	626.47	1249.54	1126.31	813.68	-181.38	-27.14	-187.22
Textile fabrics (B/B & others)	5760.19	5768.04	2646.80	5532.12	4909.89	2730.16	228.08	858.15	-83.36
Pharmaceutical raw materials	462.04	445.51	174.65	424.69	355.66	191.82	37.36	89.85	-17.16
Raw cotton	2418.14	2348.29	1106.49	2119.98	1913.10	1058.19	298.16	435.19	48.30
Cotton yarn	1078.58	983.32	560.32	992.39	915.91	519.82	86.20	67.42	40.50
Copra	23.86	31.10	2.04	19.20	11.14	17.38	4.66	19.97	-15.35
Synthetic fibre & yarn	599.37	563.88	308.72	540.50	488.07	277.53	58.88	75.81	31.19
Chemicals & chem. products	4137.89	3485.28	1834.53	3549.98	3317.46	1361.25	587.91	167.82	473.27

(contd. on page 23)

Break-up of Fresh Opening, Settlement and Outstanding of Import LCs

(In million US\$)

Sectors / Commodities	July-June, 2013-14			July-June, 2012-13			Changes in July-June, 2013-14 over July-June, 2012-13		
	Fresh LCs opening	Settlement of LCs	Outstanding LCs at the end of the period	Fresh LCs opening	Settlement of LCs	Outstanding LCs at the end of the period	Fresh LCs opening	Settlement of LCs	Outstanding LCs at the end of the period
D. Capital machinery	3878.19	2518.30	4184.57	2854.21	2117.11	3002.52	+1023.98	+401.19	+1182.04
Textile machinery	381.30	327.08	362.51	452.39	349.73	333.45	-71.08	-22.65	+29.06
Leather / tannery	8.52	6.26	5.00	5.80	4.09	3.75	+2.73	+2.16	+1.25
Jute industry	19.29	25.24	8.69	25.52	23.01	13.90	-6.23	+2.23	-5.21
Garment industry	556.84	388.44	452.22	423.11	361.98	287.66	+133.73	+26.46	+164.56
Pharmaceutical industry	73.57	64.91	37.16	74.35	50.53	46.51	-0.79	+14.38	-9.34
Packing industry	17.84	11.93	4.81	23.28	14.80	9.67	-5.44	-2.87	-4.86
Other industry	2820.84	1694.44	3314.17	1849.77	1312.98	2307.59	+971.06	+381.46	+1006.58
E. Machinery for misc. inds.	4609.22	3522.40	2603.32	3283.09	2924.74	1631.60	+1326.13	+597.66	+971.72
Other machineries	677.23	535.76	474.98	625.83	451.42	349.67	+51.40	+84.34	+125.30
Marine diesel engine	40.12	10.70	74.30	18.19	20.50	44.92	+21.93	-9.80	+29.38
Computer & its accessories	885.60	359.15	599.53	294.10	288.92	94.83	+591.51	+70.24	+504.71
Motor vehicle & motorcycle parts	151.11	141.99	53.31	102.09	82.94	52.72	+49.02	+59.05	+0.59
Bicycle parts	44.66	34.69	15.78	29.54	24.79	8.86	+15.12	+9.90	+6.91
Other iron and steel products	496.88	474.19	246.79	495.25	457.38	251.85	+1.63	+16.81	-5.06
Motor vehicles	713.12	575.00	283.90	474.91	480.02	174.55	+238.21	+94.97	+109.35
Other electronics components	168.88	129.88	81.18	106.74	102.90	44.64	+62.13	+26.98	+36.53
Tractors & power tiller	67.19	66.22	21.89	62.10	57.03	24.70	+5.08	+9.19	-2.81
Others	1364.45	1194.80	751.68	1074.34	958.84	584.87	+290.10	+235.96	+166.81
F. Petroleum & petro.prodts.	5023.62	4577.35	1489.09	4135.14	4390.13	1184.33	+888.48	+187.22	+304.76
Crude	1296.50	948.00	761.29	1315.43	1486.88	517.26	-18.92	-538.88	+244.03
Refined	3727.12	3629.35	727.79	2819.71	2903.25	667.07	+907.40	+726.10	+60.72
G. Others	5107.08	4423.32	2781.39	4307.37	3715.64	2330.55	+799.71	+707.68	+450.83
Commercial sector	2210.12	1653.75	1655.85	1797.00	1415.13	1272.29	+413.12	+238.62	+383.56
Industrial sector	2896.96	2769.58	1125.54	2510.37	2300.51	1058.26	+386.59	+469.07	+67.27
Total	41818.56	37188.84	21235.10	35961.05	32358.52	18444.31	+5857.51	+4830.32	+2790.78
of which back to back	6237.72	6152.09	3032.17	5898.82	5297.14	3015.79	+338.90	+854.95	+16.38

Source: Foreign Exchange Operations Department(FEOD), Bangladesh Bank.

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