

MAJOR ECONOMIC INDICATORS

Monthly Update:
July 2014



Monetary Policy
Department



Bangladesh Bank

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Executive summary

1. Movement of monetary indicators

Broad money growth increased in May, 2014 while private sector credit growth slowdown slightly from previous month

Broad money (M2) growth increased slightly and stood at 15.25 percent (y-o-y) in May, 2014 from 15.12 percent of previous month and 18.12 percent during the same period of the preceding year. Broad money growth increased mainly from higher net foreign assets (NFA) that registered 40.35 percent growth and NDA grew by 9.53 percent in May, 2014. Private sector credit recorded an 11.39 percent growth in May, 2014 which was 11.43 percent during the same period of previous fiscal.

2. Inflation scenario

Point to Point and 12-month average CPI Inflation decreased in June, 2014

Point to point CPI inflation decreased to 6.97 percent in June, 2014 from 7.48 percent in May, 2014 due to decreased food inflation, while 12-month average CPI inflation also decreased from 7.44 percent to 7.35 percent due to decreased food and non-food inflation.

3. State of the financial sector

Interest rate spread edged up in May, 2014

The spread between weighted average lending and deposit rates increased to 5.22 percent in May, 2014 from 5.14 percent in April, 2014. The weighted average call money rate (m-o-m) in the inter-bank market increased from 6.23 percent in June, 2014 to 6.54 percent in July (upto July 24th) 2014 due to increased demand pressure.

4. Setting of the external sector

Exports receipts remained strong during FY14

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

Import payments remained strong in the first eleven months of FY14

Import payments during July-May, FY14 increased by 20.21 percent and stood at USD 37427.86 million against USD 31135.80 million during the same period of the preceding year. Fresh opening of import LCs during July-May FY14 increased by 13.30 percent and stood at USD 37522.24 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-May, FY14, it is revealed that L/C opening for the industrial raw materials is the highest which is 38.48 percent followed by the petroleum and petroleum products by 12.22 percent.

Inflows of Remittance Remained weak in FY14

Although Remittance receipts increased by 21.59 percent (y-o-y) in June, 2014 and stood at USD1286.69 million against USD1058.24 million during the corresponding period of the preceding year, during July-June FY14 remittance receipts is down by 1.61 percent compared to the same period of last fiscal.

First eleven months of FY14 continued with a repayment of foreign aid

The **total foreign aid disbursements** increased by USD81.12 million in May, 2014 (m-o-m) from USD128.41 million in April, 2014. However, the total aid during July-May, FY14 increased by USD341.36 million or 14.98 percent and stood at USD2619.44 million. Net receipts of foreign aid during July-May, FY14 stood at USD1567.81 million after repayment (principal) of USD1051.62 million.

Forex reserves crossed USD21 billion benchmark

The **gross foreign exchange reserves** of BB stood at USD 21507.99 million (with ACU liability of USD 967.36 million) as of end June, 2014, against USD 20267.46 million (with ACU liability of USD 501.57 million) from previous month. Gross foreign exchange reserve crossed \$21 billion (on 16th June, 2014) benchmark and reached to \$21.47 billion on 22 July, 2014.

Current account balance remained positive in the first eleven months of FY14

BOP shows that higher earnings from exports continued to be successful in keeping current account balance positive by USD1543 million during the first eleven months of FY14.

5. Developments in the fiscal sector

Govt. budget management improved on steady pace of Revenue collection

NBR tax revenue collection during July-May, FY14 stood at Tk.103626.31 crore which is higher by 11.44 percent against the collection of Tk.92986.87 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 decreased in March, 2014

Disbursement of agricultural credit and non-farm rural credit increased by 8.07 percent and 13.32 percent respectively during July-May, FY14 compared to 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 third quarter of FY14 was lowered by 7.73 percent. However, recovery of industrial term loans increased by 13.56 percent during the same period of FY14.

The general index of industrial production (medium & large scale manufacturing) stood at 207.36 during July-Mar., 2013 recording an increase of 8.02 percent from the index of 191.97 during the same period of the preceding year.

1. Monetary and credit developments

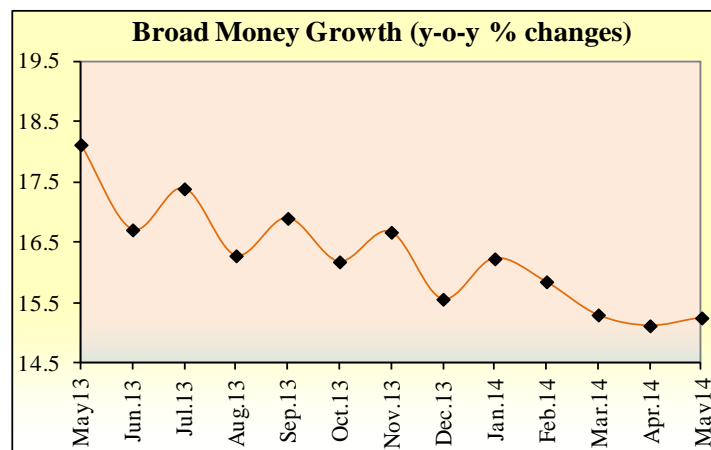
(In crore taka)

| Particulars | Outstanding stock | | | Changes in Outstanding stock | | | | |
|---|-------------------|------------------|------------------|------------------------------|----------------------|------------------------------|----------------------|------------------------------|
| | June, 2012 | June, 2013 | May, 2014 | FY2012-13 | July-May, 2013-14 | May 2014 over May 2013 | July-May, 2012-13 | May 2013 over May 2012 |
| 1 | 2 | 3 | 4 | 5 | 6 | 7 | 8 | 9 |
| A. Net Foreign Assets of banking system | 78818.70 | 113384.80 | 154204.20 | 34566.10 | 40819.40 | 44332.80 | 31052.70 | 37096.50 |
| | | | | (+43.86) | (+36.00) | (+40.35) | (+39.40) | (+50.97) |
| B. Net Domestic Assets of banking system | 438290.80 | 490120.60 | 527956.60 | 51829.80 | 37836.00 | 45946.00 | 43719.80 | 53696.90 |
| | | | | (+11.83) | (+7.72) | (+9.53) | (+9.98) | (+12.54) |
| a) Domestic credit | 514972.60 | 571737.10 | 620581.30 | 56764.50 | 48844.20 | 57095.30 | 48513.40 | 61571.90 |
| | | | | (+11.02) | (+8.54) | (+10.13) | (+9.42) | (+12.27) |
| Public sector | 107071.00 | 119579.90 | 125860.80 | 12508.90 | 6280.90 | 6528.30 | 12261.50 | 16012.90 |
| | | | | (+11.68) | (+5.25) | (+5.47) | (+11.45) | (+15.50) |
| Govt.(net) | 91728.90 | 110124.70 | 111954.40 | 18395.80 | 1829.70 | 9645.40 | 10580.10 | 14426.70 |
| | | | | (+20.05) | (+1.66) | (+9.43) | (+11.53) | (+16.42) |
| Other Public | 15342.10 | 9455.20 | 13906.40 | -5886.90 | 4451.20 | -3117.10 | 1681.40 | 1586.20 |
| | | | | (-38.37) | (+47.08) | (-18.31) | (+10.96) | (+10.28) |
| Private sector | 407901.60 | 452157.20 | 494720.50 | 44255.60 | 42563.30 | 50567.00 | 36251.90 | 45559.00 |
| | | | | (+10.85) | (+9.41) | (+11.39) | (+8.89) | (+11.43) |
| b) Other items (net) | -76681.80 | -81616.50 | -92624.70 | -4934.70 | -11008.20 | -11149.30 | -4793.60 | -7875.00 |
| | | | | (+6.44) | (+13.49) | (+13.68) | (+6.25) | (+10.70) |
| C. Broad money (A+B) | 517109.50 | 603505.40 | 682160.80 | 86395.90 | 78655.40 | 90278.80 | 74772.50 | 90793.40 |
| | | | | (+16.71) | (+13.03) | (+15.25) | (+14.46) | (+18.12) |
| i) Currency outside banks | 58417.10 | 67552.90 | 76306.40 | 9135.80 | 8753.50 | 8381.80 | 9507.50 | 9064.80 |
| | | | | (+15.64) | (+12.96) | (+12.34) | (+16.28) | (+15.40) |
| ii) Deposits | 458692.40 | 535952.50 | 605854.40 | 77260.10 | 69901.90 | 81897.00 | 65265.00 | 81728.60 |
| | | | | (+16.84) | (+13.04) | (+15.63) | (+14.23) | (+18.48) |
| a) Demand deposits | 51304.30 | 56050.20 | 57518.00 | 4745.90 | 1467.80 | 7147.00 | -933.30 | 2759.20 |
| | | | | (+9.25) | (+2.62) | (+14.19) | (-1.82) | (+5.80) |
| b) Time deposits | 407388.10 | 479902.30 | 548336.40 | 72514.20 | 68434.10 | 74750.00 | 66198.30 | 78969.40 |
| | | | | (+17.80) | (+14.26) | (+15.78) | (+16.25) | (+20.01) |

Source: Statistics Department. Note: Figures in brackets of column# 6 and column# 8 indicate percentage changes over end June of previous fiscal.

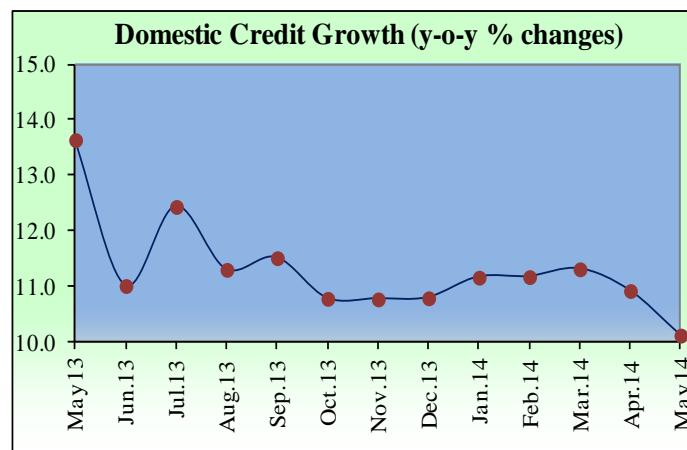
Broad money

Broad money recorded an increase of Tk.90278.80 crore or 15.25 percent (y-o-y) at the end of May 2014 against the increase of Tk.90793.40 crore or 18.12 percent at the end of May 2013. Of the sources of broad money, net domestic assets (NDA) rose by Tk.45946.00 crore or 9.53 percent and net foreign assets (NFA) by Tk.44332.80 crore or 40.35 percent. Increased NFA eased pressure on external sector as well as on liquidity position.



Domestic credit

Domestic credit recorded an increase of 10.13 percent (y-o-y) at the end of May 2014 against the increase of 12.27 percent during the corresponding period of the last year. Credit to the private and public sector recorded a growth of 11.39 percent and 5.47 percent respectively in May 2014 compared to the same period of the previous year.



2. Reserve money developments

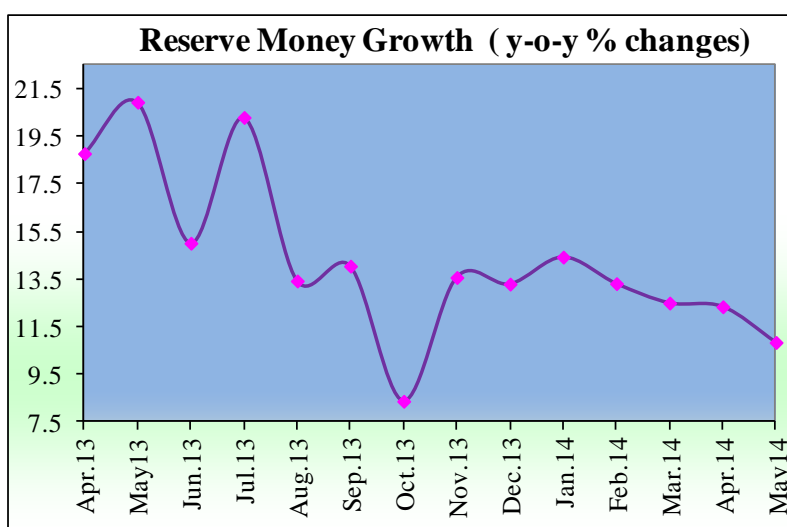
(In crore taka)

| Particulars | Outstanding stock | | | Changes in Outstanding stock | | | | |
|---|-------------------|------------------|------------------|------------------------------|-------------------------------|-------------------------------|------------------------------|------------------------------|
| | June, 2012 | June, 2013 | May, 2014 | FY2012-13 | July-May, 2013-14 | May 2014 over May 2013 | July-May, 2012-13 | May 2013 over May 2012 |
| 1 | 2 | 3 | 4 | 5 | 6 | 7 | 8 | 9 |
| Net Foreign Assets of Bangladesh Bank | 68930.10 | 103246.00 | 142295.50 | 34315.90 (+49.78) | 39049.50 (+37.82) | 41722.60 (+41.48) | 31642.80 (+45.91) | 36376.60 (+56.66) |
| Net Domestic Assets of Bangladesh Bank | 28872.60 | 9243.40 | -18442.90 | -19629.20 (-67.99) | -27686.30 (-299.53) | -29608.30 (-265.18) | -17707.20 (-61.33) | -17024.50 (-60.39) |
| Claims on Govt.(net) | 37854.90 | 27069.00 | 851.00 | -10785.90 (-28.49) | -26218.00 (-96.86) | -25562.00 (-96.78) | -11441.90 (-30.23) | -6900.40 (-20.71) |
| Claims on other public | 1181.90 | 1354.50 | 1250.70 | 172.60 (+14.60) | -103.80 (-7.66) | -82.90 (-6.22) | 151.70 (+12.84) | 349.60 (+35.53) |
| Claims on DMBs | 22627.40 | 10219.00 | 6343.20 | -12408.40 (-54.84) | -3875.80 (-37.93) | -2657.70 (-29.53) | -13626.50 (-60.22) | -13095.80 (-59.27) |
| Other items (net) | -32791.60 | -29399.10 | -26887.80 | 3392.50 | 3392.50 | -1305.70 | 7209.50 | 2622.10 |
| Reserve money | 97802.70 | 112489.40 | 123852.60 | 14686.70 (+15.02) | 11363.20 (+10.10) | 12114.30 (+10.84) | 13935.60 (+14.25) | 19352.10 (+20.95) |
| Currency Issued | 64896.50 | 75372.30 | 83366.80 | 10475.80 (+16.14) | 7994.50 (+10.61) | 8788.40 (+11.78) | 9681.90 (+14.92) | 10215.70 (+15.87) |
| i) Currency outside banks | 58417.10 | 67552.90 | 76306.40 | 9135.80 (+15.64) | 8753.50 (+12.96) | 8381.80 (+12.34) | 9507.50 (+16.28) | 9064.80 (+15.40) |
| ii) Cash in tills | 6479.40 | 7819.40 | 7060.40 | 1340.00 (+20.68) | -759.00 (-9.71) | 406.60 (+6.11) | 174.40 (+2.69) | 1150.90 (+20.91) |
| Deposits held with BB | 32906.20 | 37117.10 | 40485.80 | 4210.90 (+12.80) | 3368.70 (+9.08) | 3325.90 (+8.95) | 4253.70 (+12.93) | 9136.40 (+32.60) |
| Of which: Excess reserves | 3363.30 | 3302.00 | 1786.35 | -61.30 | -1515.65 | -1759.44 | 182.49 | 4662.80 |
| Reserve money multiplier | 5.29 | 5.36 | 5.51 | 0.08 | 0.14 | 0.21 | 0.01 | -0.13 |

Source: Statistics Department. Note: Figures in brackets of column# 6 and column# 8 indicate percentage changes over end June of previous fiscal.

Reserve Money

Reserve money recorded an increase of 10.84 percent (y-o-y) at the end of May 2014 compared to the increase of 20.95 percent during the corresponding period of last year. Of the sources of reserve money, net domestic assets of Bangladesh Bank went down by 265.18 percent, mainly due to lower demand for government borrowing and DMBs from Bangladesh Bank while net foreign assets of Bangladesh Bank increased by 41.48 percent in May 2014. Reserve money multiplier was 5.51 at the end of May 2014.



3. CPI and Inflation

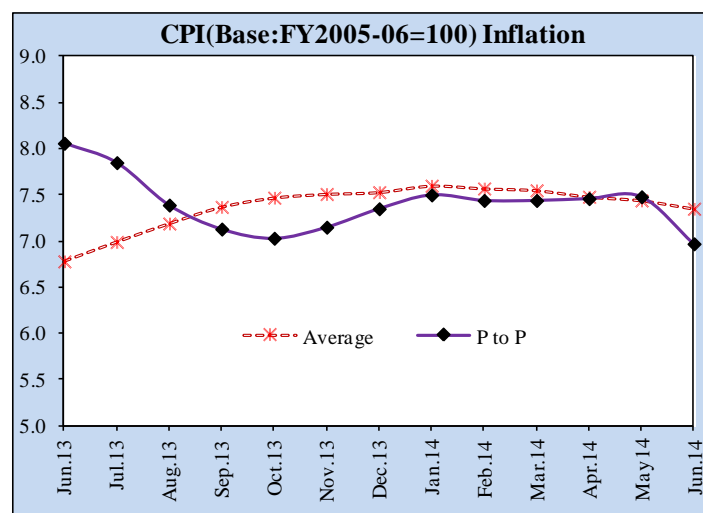
Consumer Price Index(CPI) and Rate of Inflation at National Level (Base : FY2005-06=100)

| | 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 |

Source : Bangladesh Bureau of Statistics.

Inflation (p-t-p) decreased by 0.51 percentage points from 7.48 percent in May 2014 to 6.97 percent in June 2014. Food inflation decreased to 8.00 percent in June 2014 from 9.09 percent in May 2014 while non-food inflation increased to 5.45 percent from 5.16 percent in previous month.

Average inflation decreased to 7.35 percent in June 2014 from 7.44 percent in May 2014. Average food inflation decreased by 0.02 percentage points and stood at 8.57 percent in June 2014 compared to the 8.59 percent in May 2014. Average non-food inflation also declined to 5.54 percent in June 2014 from 5.73 percent of May 2014.



4. Liquidity position of the scheduled banks

(Tk. in crore)

| Bank Group | As of end June, 2013 | | As of end May 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 | 1404.89 | 10456.44 | 60725.00 | 72586.33 | 20767.54 |
| Private Banks (Other than Islamic) | 79515.66 | 47538.27 | 4835.71 | 19166.61 | 66255.91 | 90258.23 | 36649.85 |
| Private Banks (Islamic) | 21836.40 | 11297.16 | 1363.64 | 9295.88 | 12824.77 | 23484.29 | 6431.81 |
| Foreign Banks | 14274.48 | 6396.07 | 547.87 | 4532.81 | 14946.58 | 20027.26 | 4756.43 |
| Specialised Banks* | 5077.47 | 3065.74 | 295.30 | 1947.75 | 1997.74 | 4240.79 | 1748.34 |
| Total | 174171.33 | 94730.77 | 8447.41 (+4.01) | 45399.49 (+21.56) | 156750.00 (+74.43) | 210596.90 | 70353.97 |

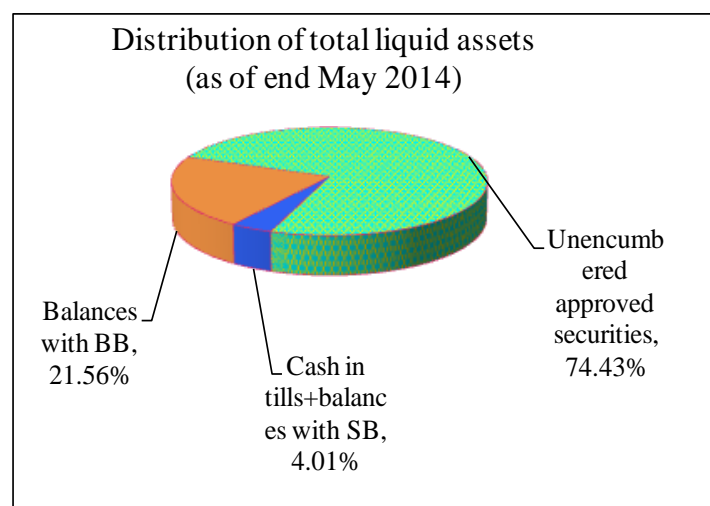
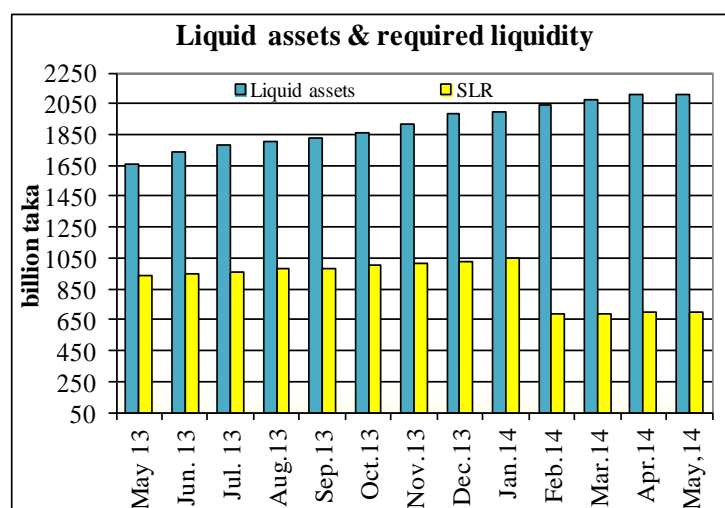
Source : Department of Offsite Supervision. Note :- Figures in brackets indicate sectoral share in the total liquid assets.

* 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.210596.90 crore as of end May 2014 which was Tk.174171.33 crore at the end of June 2013. Required liquidity of the scheduled banks also stood at Tk.70353.97 crore as of end May 2014 which was Tk.94730.77 crore at the end of June 2013.

Scheduled banks' holding of liquid assets as of end May 2014 in the form of Cash in tills & Balances with Sonali bank, Balances with Bangladesh Bank, and Unencumbered approved securities are 4.01 percent, 21.56 percent and 74.43 percent respectively of total liquid assets.



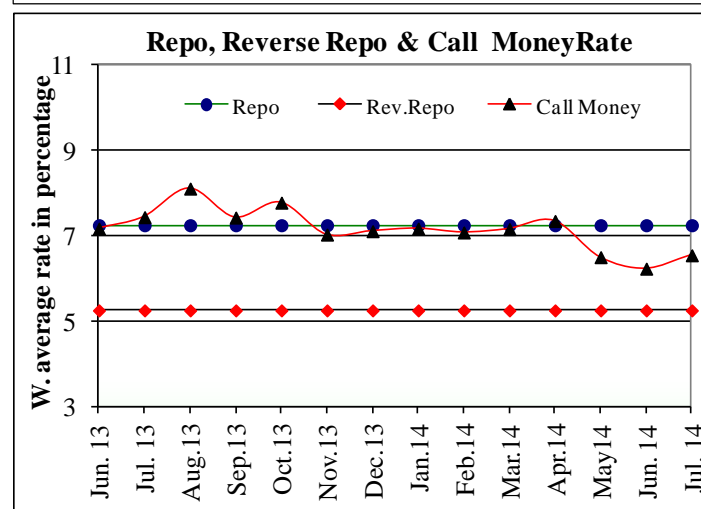
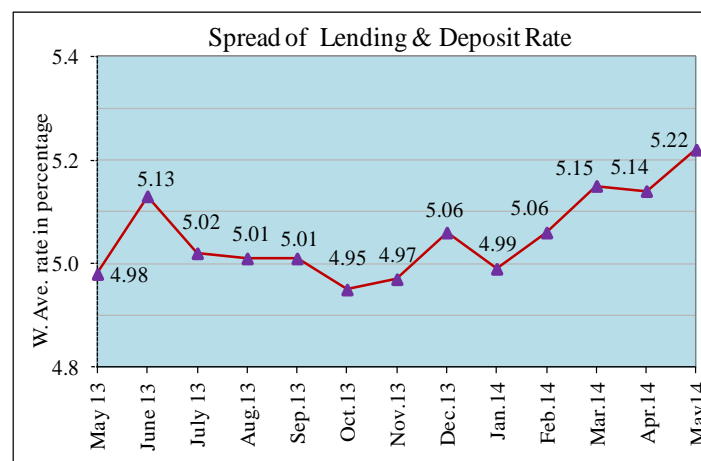
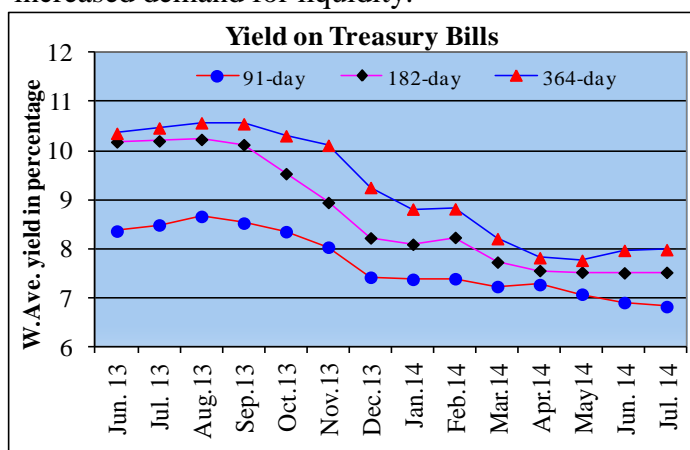
5. Financial Sector Prices:

Interest Rate Development ^{1/}:

| | Treasury Bills | | | BGTB | | | | | BB Bill | Repo | R. Repo | Call Money Rate | Lending Rate | Deposit Rate | 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 | | | | |
| 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 | --- | --- | --- |
| July [@] | 6.81 | 7.51 | 7.98 | 8.89 | 9.99 | 11.59 | 11.87 | 12.10 | 5.25 | 7.25 | 5.25 | 6.54 | --- | --- | --- |

Source: MPD, DMD, Statistics Department, Bangladesh Bank . 1/ Weighted average rate, P=Provisional; R=Revised @ = upto July 24th, 2014

The weighted average yield on 30-Day Bangladesh Bank bill decreased to 5.25 percent in July (upto July 24th), 2014. The weighted average yield on 91-Day bills decreased to 6.81 percent in July (upto July 24th) 2014. On the other hand, yield on 182-day bills and 364-day treasury bills increased to 7.51 percent and 7.98 percent during the same period. The weighted average yield on 2-Year BGTB increased to 8.89 percent in July 2014, while the weighted average yield on 5-Year BGTB, 10-Year BGTB, 15-Year BGTB and 20-Year BGTB decreased to 9.99 percent, 11.59 percent, 11.87 percent and 12.10 percent respectively, during the same period. The weighted average call money rate in the inter-bank market increased to 6.54 percent in July, 2014 due to increased demand for liquidity.



The spread between lending and deposit rate increased to 5.22 percent in May 2014 which was 5.14 percent in the previous month.

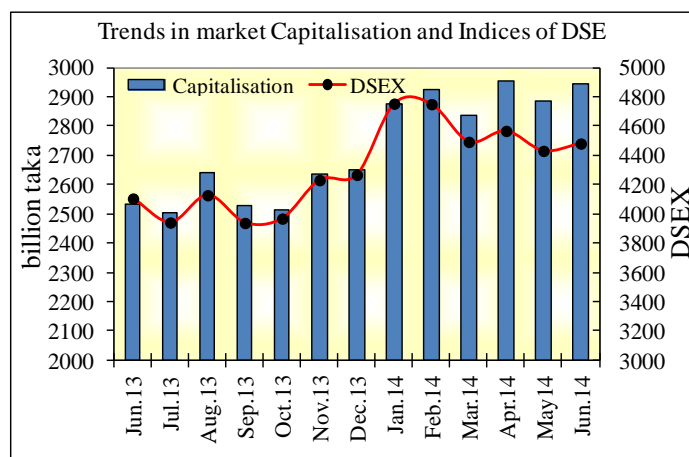
6. Capital market developments

| Annual capital market developments (DSE) | | | | | |
|---|---|----------------------------------|--------------------------|-----------------------------|---------------------------------------|
| Calender 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 |

| Monthly capital market developments(DSE) | | | | | |
|---|---|----------------------------------|--------------------------|------------------------------|------------------------------|
| 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 |
| Jun, 14 | 536 | 103207.60 | 294320.00 | 7734.97 | 4480.52 |

Source : Dhaka Stock Exchange

The DSE Broad Index (DSEX) at the end of June 2014 stands higher at 4480.52 compared to the index of 4430.48 at the end of May 2014. Total market capitalization of all shares and debentures of the listed securities at the end of June 2014 also stands higher at Tk.294320.00 crore from Tk.288487.00 crore at the end of May, 2014.



7. Agricultural credit and non-farm rural credit

a. Agricultural credit

(In crore taka)

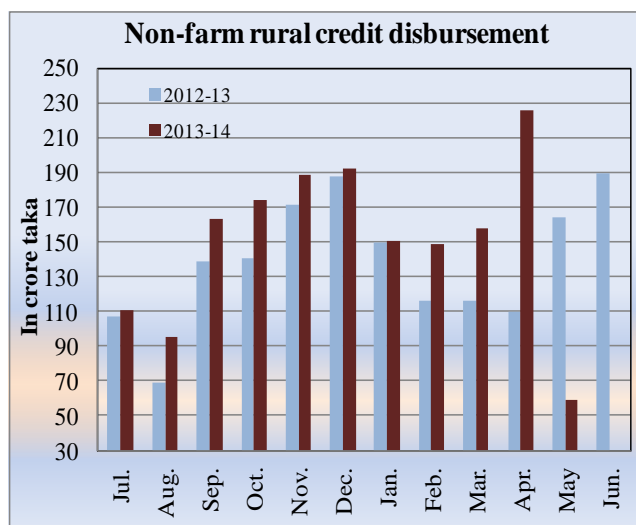
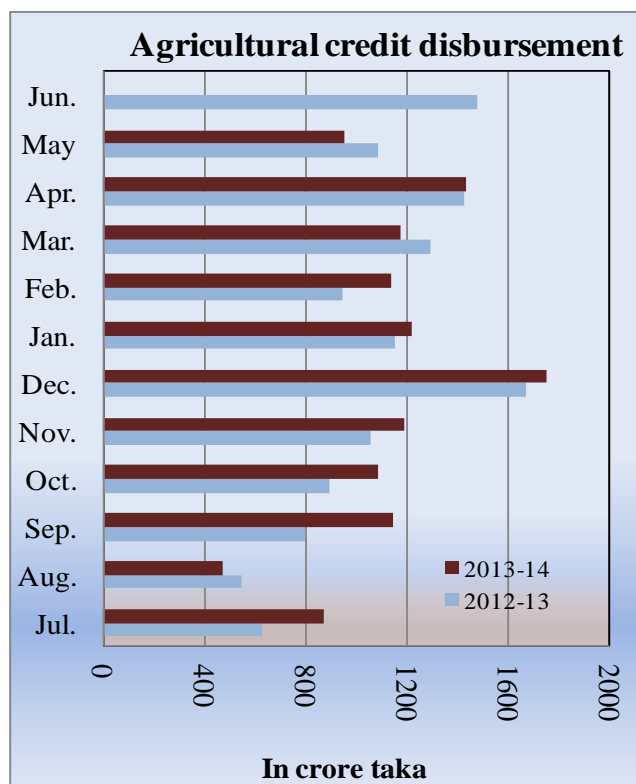
| Month | 2013-14 | | 2012-13 | |
|-----------------|-----------------|-----------------|-----------------|-----------------|
| | Disbursement | Recovery | Disbursement | Recovery |
| July | 871.55 | 690.19 | 630.23 | 1506.91 |
| August | 472.47 | 846.22 | 550.58 | 451.96 |
| September | 1149.04 | 1155.13 | 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 |
| July-May | 12456.35 | 13145.52 | 11526.31 | 11384.50 |
| | (+8.07) | (+15.47) | (+14.91) | (+17.02) |

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 |
| July-May | 1664.54 | 1705.89 | 1468.92 | 1172.52 |
| | (+13.32) | (+45.49) | (+3.30) | (+5.12) |

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-May, FY14 as banks extended over Tk.141.21 billion to the sectors, up by 7.71 percent from corresponding period of last fiscal. Recovery of non-farm rural credit increased significantly during July-May, FY14 as compared to the same period of previous fiscal. Overdue as a percent of outstanding loan increased to 23.09 percent in May 2014 compared with 19.07 percent in May 2013.

Overdue and outstanding

(In crore taka)

| Month | 2013-2014 | | | 2012-2013 | | |
|------------|-----------------|-----------------|-----------------------------|----------------|-----------------|-----------------------------|
| | overdue | outstanding | overdue as % of outstanding | overdue | outstanding | overdue as % of outstanding |
| May | 7647.89 | 33121.70 | 23.09 | 5644.83 | 29605.88 | 19.07 |
| | (+35.48) | (+11.88) | | (-9.26) | (+19.71) | |

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 (January-March, 2014) | 21396.32 | 6738.28 | 2714.35 | 30848.95 | 21976.71 | 7064.19 | 2586.96 | 31627.86 |
| | 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 |

Overdue and Outstanding

(Tk. in crore)

| End of March 2014 | Overdue | | | | Outstanding | | | |
|-------------------|--------------------|---------------------|--------------------|--------------------|-------------|----------|---------|----------|
| | LSI | MSI | SSCI | Total | LSI | MSI | SSCI | Total |
| | 5553.54 (+8.39) | 2840.18 (+12.05) | 807.00 (+13.65) | 9200.72 (+9.61) | 66205.77 | 23576.00 | 5909.99 | 95691.76 |

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 January-March, 2014 was lower by 7.73 percent and stood at Tk.9283.50 crore as compared to Tk.10061.24 crore during January-March, 2013. However, recovery of industrial term loans recorded a significant rise of 13.56 percent and stood at Tk.9810.05 crore during January-March, 2014 against Tk.8638.41 crore during the same period of previous year. Outstanding amount of industrial term loans at the end of March 2014 stood at Tk.95691.76 crore which is higher by 6.85 percent over the outstanding amount of end March 2013.

8. b) Outstanding position of SME loans

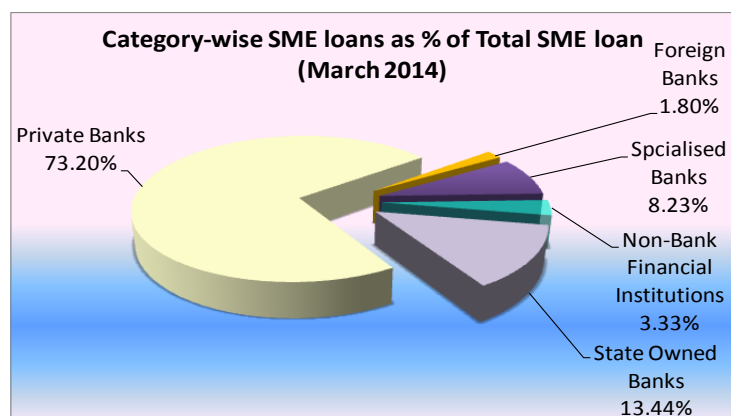
Total SME loans by banks and non-bank financial institutions increased by Tk.19060.44 crore or 19.95 percent and stood at Tk.114583.50 crore at the end of March 2014 as compared with Tk.95523.06 crore at the end of March, 2013. The increase of institutional category-wise SME loans at the end of March, 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.

| 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)

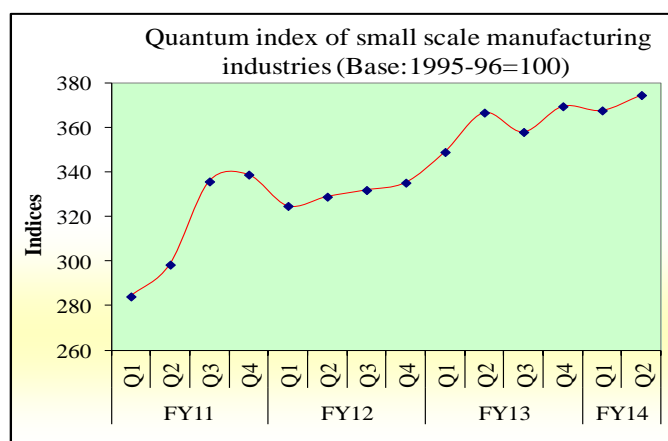
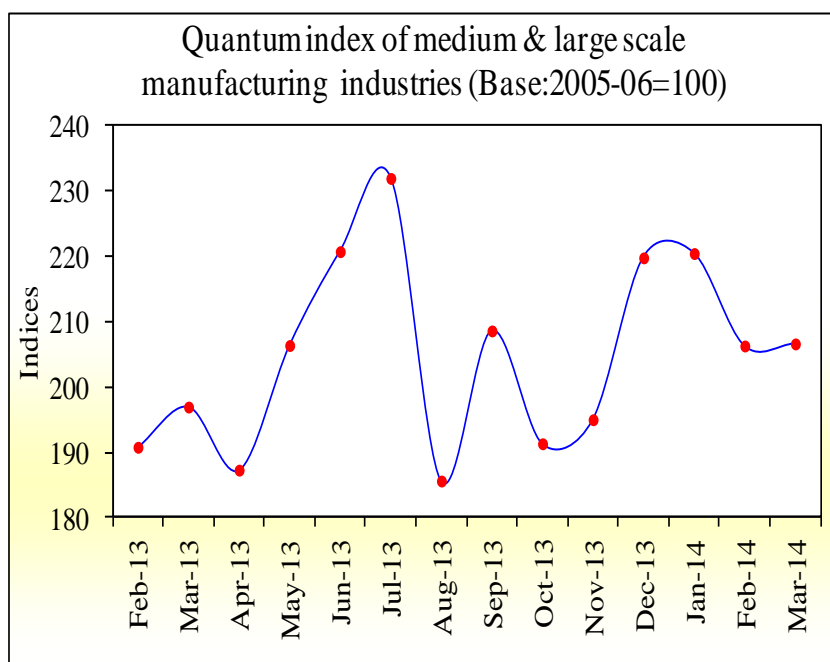
| Major Industry Group | Weight | Index | | Average Index | | | Growth | |
|--|----------------|---------------|---------------|---------------|-----------------|-----------------|--------------|-----------------|
| | | Mar-13 | Mar-14 | 2012-13 | Jul-Mar 2012-13 | Jul-Mar 2013-14 | Mar-14 | Jul-Mar 2013-14 |
| General | 100.00% | 197.01 | 206.68 | 195.19 | 191.97 | 207.36 | 4.91% | 8.02% |
| Wearing apparel | 34.84% | 270.92 | 275.41 | 265.83 | 259.93 | 288.58 | 1.66% | 11.02% |
| Textile | 14.07% | 138.53 | 151.89 | 142.41 | 139.97 | 139.00 | 9.64% | -0.69% |
| Food products | 10.84% | 208.55 | 228.17 | 219.10 | 215.73 | 236.36 | 9.41% | 9.57% |
| Pharmaceuticals and medicinal chemical | 8.23% | 183.76 | 207.41 | 178.79 | 175.95 | 195.67 | 12.87% | 11.21% |
| Non-metalic mineral products | 7.12% | 142.21 | 143.41 | 139.51 | 138.76 | 142.09 | 0.84% | 2.40% |
| Leather and related products | 4.40% | 153.94 | 163.02 | 139.76 | 137.02 | 145.62 | 5.90% | 6.28% |
| Chemicals and chemical products | 3.67% | 92.86 | 90.75 | 84.62 | 86.89 | 83.68 | -2.27% | -3.69% |
| Basic metals | 3.15% | 137.52 | 154.11 | 136.41 | 136.45 | 149.75 | 12.06% | 9.75% |
| Tobacco products | 2.92% | 158.77 | 152.05 | 144.66 | 143.52 | 148.96 | -4.23% | 3.79% |
| Fabricated metal products except machinery | 2.32% | 140.68 | 166.86 | 149.03 | 148.91 | 159.46 | 18.61% | 7.08% |
| Others* | 8.44% | 152.37 | 162.06 | 152.93 | 151.73 | 156.12 | 6.36% | 2.90% |

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 207.36 in July-March, 2014 recording an increase of 8.02 percent over the same period of the preceding year.

Indices that recorded increase in July-Mar., 2014 compared to the same period of the preceding year are: pharmaceuticals and medicinal chemical (11.21%), wearing apparel (11.02%), basic metals (9.75%), food products (9.57%), fabricated metal products except machinery (7.08%), leather and related products (6.28%), tobacco products (3.79%), and non-metalic mineral products (2.40%). On the other hand, there is some decrease in indices of chemical and chemical products (3.69%) and textile (0.69%).



The general index of small scale manufacturing industry during the second quarter (October-December) of FY14 increased by 2.15 percent and stood at 374.62 as compared to 366.74 during the same quarter of the previous fiscal year.

10. Exports

a) Annual and monthly trends in exports

A. Annual exports

(In million USD)

| 2008-2009 | 2009-2010 | 2010-2011 |
|-----------------------------|----------------------------|-----------------------------|
| 15565.19 (+10.31) | 16204.65 (+4.30) | 22928.22 (+41.49) |

B. Monthly exports

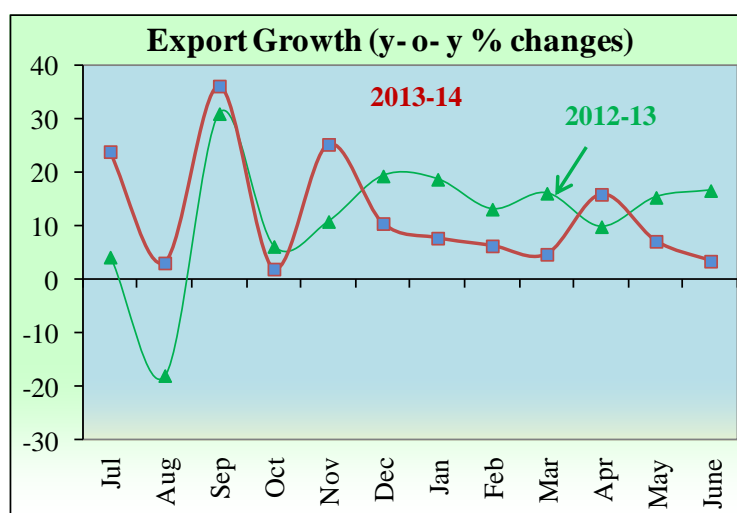
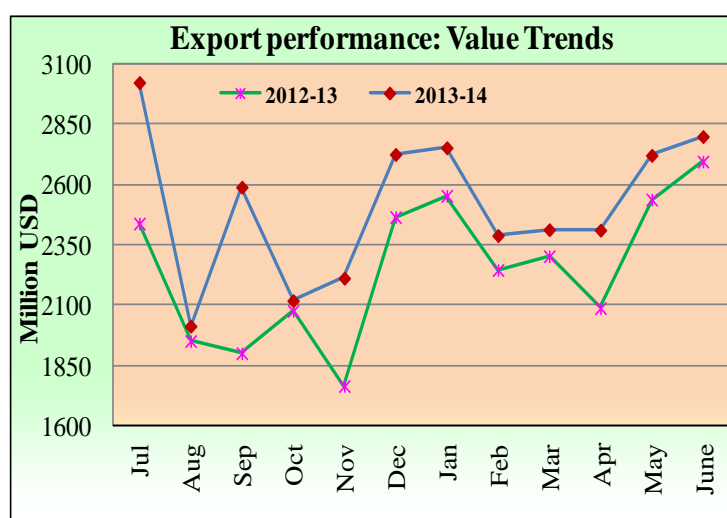
(In million USD)

| 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) |

Source : Export Promotion Bureau.

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

Export earnings rose by 11.65 percent and stood at \$30.18 billion during FY14 compared with the same period of last fiscal. In June, 2014 country's export earnings witnessed a growth of 3.50 (y-o-y) percent from the same period of the previous fiscal and by 2.87 percent (m-o-m) from previous month. During FY14, export receipts fell short of the target set for the same period by 1.06 percent.



Latest available data (July-June, 2013-14) on category-wise breakdown of exports are shown in the next page.

b) Category-wise breakdown of exports

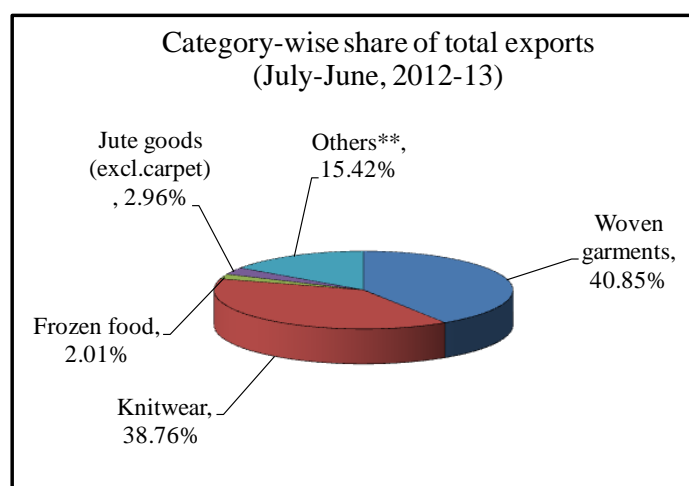
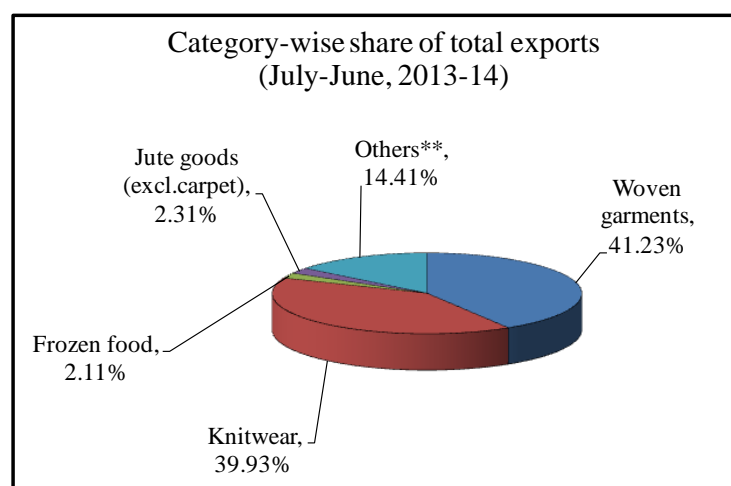
(In million USD)

| Particulars | July-June, 2013-14 | | July-June, 2012-13 | | Changes during July-June, 2013-14 over July-June, 2012-13 | | | |
|---|---------------------|-----------------|---------------------|-----------------|--|-----------------|---------------------|---------------|
| | | | | | In absolute amount | | In percentage | |
| | Volume [@] | Value | Volume [@] | Value | Volume [@] | Value | Volume [@] | Value |
| 1. Raw Jute (In million Kg.) | --- | 126.39 | --- | 229.92 | --- | -103.53 | --- | -45.03 |
| 2. Jute goods (excl.carpet) (In million Kg.) | --- | 698.10 | --- | 800.69 | --- | -102.59 | --- | -12.81 |
| 3. Tea (In million Kg.) | --- | 3.71 | --- | 2.44 | --- | +1.27 | --- | +52.05 |
| 4. Frozen food (In million Kg.) | --- | 638.19 | --- | 543.84 | --- | +94.35 | --- | +17.35 |
| 5. Leather (In million Kg.) | --- | 505.54 | --- | 399.73 | --- | +105.81 | --- | +26.47 |
| 6. Woven garments (In million Pcs.) | --- | 12442.07 | --- | 11039.85 | --- | +1402.22 | --- | +12.70 |
| 7. Knitwear (In million Pcs.) | --- | 12049.81 | --- | 10475.88 | --- | +1573.93 | --- | +15.02 |
| 8. Chemical products (In million Kg.) of which (fertilizer) | --- | 93.18 | --- | 93.01 | --- | +0.17 | --- | +0.18 |
| 9. Agricultural products* (In million Kg.) | --- | 268.07 | --- | 242.41 | --- | +25.66 | --- | +10.59 |
| 10. Engin.& Electric goods | --- | 366.63 | --- | 367.47 | --- | -0.84 | --- | -0.23 |
| 11. Others** | --- | 2985.11 | --- | 2832.12 | --- | +152.99 | --- | +5.40 |
| TOTAL | --- | 30176.80 | --- | 27027.36 | --- | +3149.44 | --- | +11.65 |

Source : Export Promotion Bureau --- = Not available. * Includes vegetables, fruits & **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-June, FY14 exports of knitwear, woven garments, leather, frozen food, agricultural products, tea and chemical products experienced positive growth compared to the same period of the previous year. On the other hand, exports of raw Jute, jute goods (excl.carpet) and engin. & electric goods during July-June, FY14 experienced negative growth 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 | 2876.18 | 2386.19 | 2867.85 | 3403.46 |
| July-June | 34083.60 (-4.03) | 35516.30 (+5.52) | 32356.76 (-7.06) | 34814.55 (+8.95) | 35984.62 (-2.84) | 37035.82 (-4.01) |
| Month | 2013-14 ^P | 2012-13 | 2013-14 ^P | 2012-13 | 2013-14 ^P | 2012-13 |
| July | 3453.32 | 2835.90 | 3239.53 | 2795.18 | 3717.75 | 2798.32 |
| August | 3080.78 | 2520.10 | 2499.45 | 2537.37 | 2739.88 | 2613.71 |
| September | 3448.54 | 2976.90 | 3092.83 | 2730.44 | 3147.05 | 3269.41 |
| October | 3135.14 | 2626.50 | 2816.85 | 2652.65 | 2873.76 | 2776.98 |
| November | 3267.80 | 2924.70 | 2899.77 | 2629.78 | 2977.02 | 2741.74 |
| December | 3338.10 | 2569.60 | 3249.29 | 2603.72 | 3355.22 | 2854.11 |
| January | 3644.60 | 3368.60 | 3420.33 | 2771.44 | 3611.93 | 3228.14 |
| February | 3241.18 | 2608.40 | 2906.99 | 2536.89 | 3555.99 | 2869.64 |
| March | 3656.20 | 2912.80 | 3249.81 | 2731.09 | 3712.72 | 3487.50 |
| April | 3648.90 | 2839.60 | 3218.89 | 2792.21 | 3723.55 | 3288.86 |
| May | 3513.30 | 2952.70 | 3288.29 | 2699.81 | 4107.37 | 3188.36 |
| July-May | 37427.86 (+20.21) | 31135.80 (-5.50) | 33882.03 (+14.93) | 29480.58 (-9.09) | 37522.24 (+13.30) | 33116.77 (-1.53) |

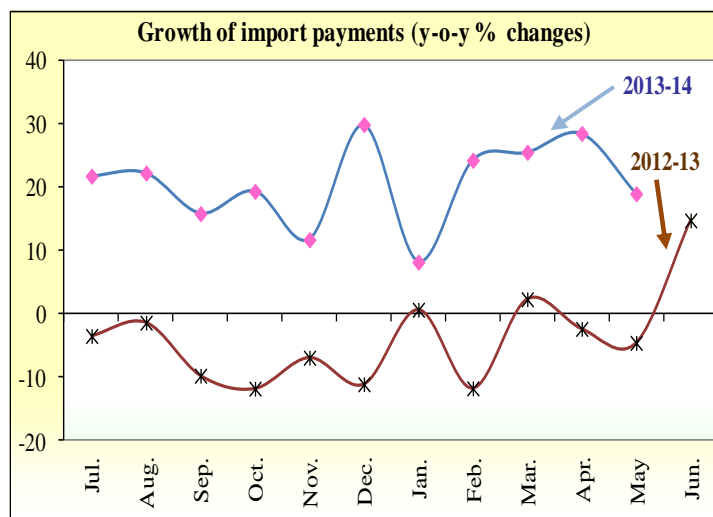
Source: Statistics Department, Foreign Exchange Operations Department, P = Provisional,

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

Import payments during July-May, FY14 is higher by USD 6292.06 million or 20.21 percent and stood at USD 37427.86 million against USD 31135.80 million during the same period of the preceding year.

The total import payments during July-May, FY14 revealed that, imports under Cash and for EPZ stood at USD30351.67 million, imports under buyer's credit USD5777.50 million, imports under loans/grants USD16.50 million, imports under direct investment USD106.09 million and short term loan by BPC stood at USD1176.10 million respectively.

Settlement of import LCs during July-May, FY14 increased by 14.93 percent and stood at USD33882.03 million against USD29480.58 million during July-May, FY14. Fresh opening of import LCs during July-May, FY14 increased by 13.30 percent compared to the same period of the previous year and stood at USD37522.24 million.



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

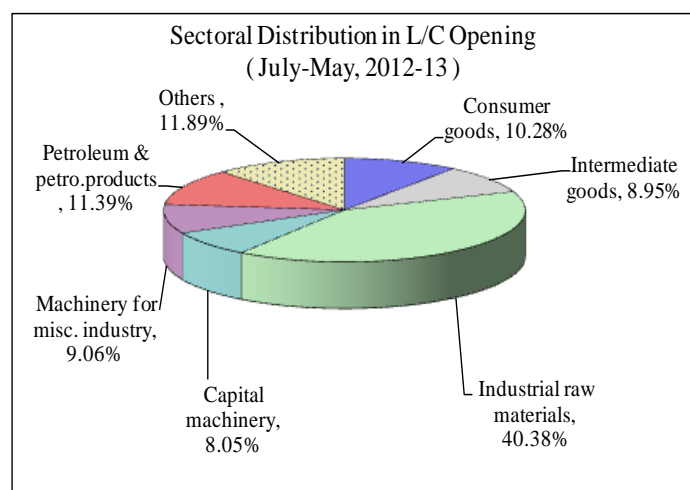
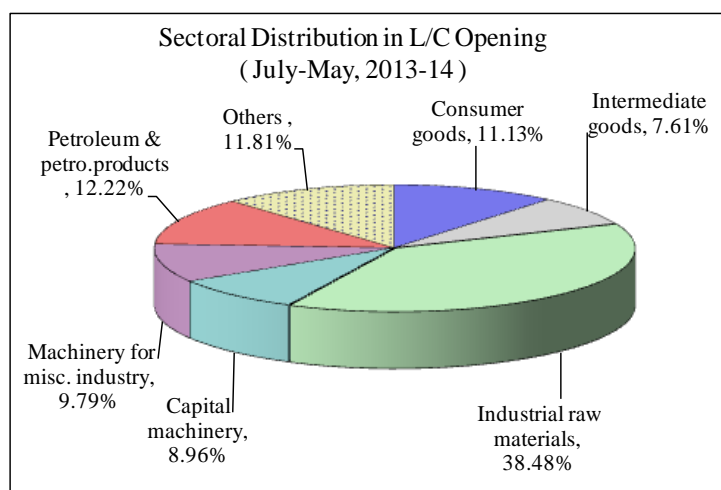
Latest available sector-wise comparative statement of fresh opening, settlement and outstanding of import LCs during July-May, FY14 and July-May, FY13 are shown below:

(In million US\$)

| Sectors / Commodities | July-May, 2013-14 | | | July-May, 2012-13 | | | Changes in July-May, 2013-14 over July-May, 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 | 4176.92 | 4243.08 | 1541.97 | 3403.82 | 2964.06 | 1929.25 | +773.10 | +1279.02 | -387.28 |
| B. Intermediate goods | 2855.49 | 2593.13 | 1351.92 | 2962.40 | 2610.43 | 1304.84 | -106.91 | -17.30 | +47.09 |
| C. Industrial raw materials | 14437.93 | 13509.04 | 7394.58 | 13373.79 | 12004.44 | 6969.12 | +1064.14 | +1504.60 | +425.46 |
| D. Capital machinery | 3361.53 | 2288.96 | 3898.50 | 2666.20 | 1956.99 | 2880.02 | +695.33 | +331.97 | +1018.49 |
| E. Machinery for misc. inds. | 3672.50 | 3147.06 | 2052.71 | 3001.70 | 2635.09 | 1607.13 | +670.80 | +511.97 | +445.58 |
| F. Petroleum & petro.products. | 4585.26 | 4078.11 | 1553.14 | 3772.84 | 3934.88 | 1285.41 | +812.42 | +143.22 | +267.74 |
| G. Others | 4432.62 | 4022.65 | 2564.62 | 3936.02 | 3374.69 | 2265.92 | +496.60 | +647.96 | +298.70 |
| Total | 37522.24 | 33882.03 | 20357.45 | 33116.77 | 29480.58 | 18241.68 | +4405.48 | +4401.45 | +2115.76 |
| of which back to back | 5789.98 | 5620.69 | 3070.15 | 5474.54 | 4854.64 | 3076.07 | +315.44 | +766.05 | -5.92 |

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

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



Sector-wise detailed break-up of fresh opening, settlement and outstanding of import LCs during July-May, FY14 and July-May, 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 |
|-----------------------------|-----------------------|--|
| July'14 | 5754.35 | 1123.84 |
| August'14 | 6352.52 | 1145.67 |
| September'14 | 38493.58 | 1161.27 |
| July-September, 2014 | 50600.45 | 3430.78 |

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 USD50600.45 million and USD3430.78 million respectively during July-September, 2014.

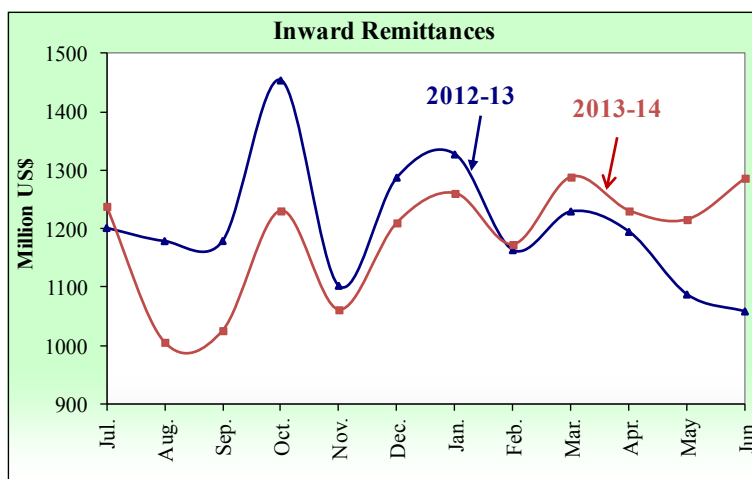
12. Remittances

(In million USD)

| Annual remittances | 2010-11 | 2011-12 | 2012-13 |
|---------------------|---------------------|----------------------|----------------------|
| | 11650.31 (+6.03) | 12843.43 (+10.24) | 14461.14 (+12.60) |
| 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) |

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 21.59 percent (y-o-y) in June 2014 and stood at USD1286.69 million against USD1058.24 million in June 2013. During July-June of FY14, remittances receipt is down by 1.61 percent compared to the same period of the last fiscal.

13. Foreign Aid

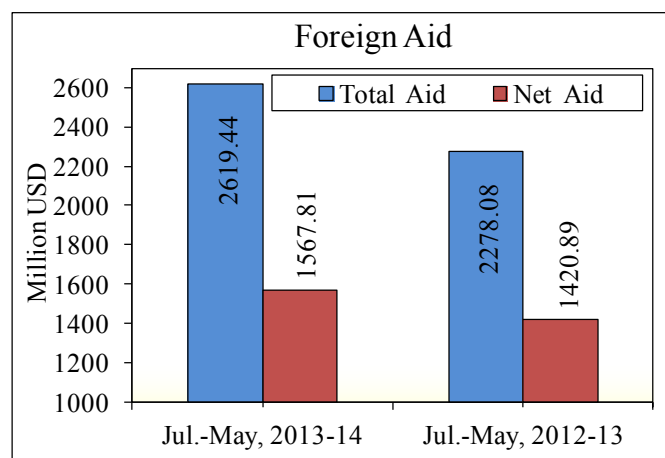
(In million USD)

| | 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 | 205.47 | 205.47 | 244.50 | -39.03 | 0.00 | 0.00 | 209.99 | 209.99 | 53.17 | 156.83 |
| August | 0.00 | 0.00 | 173.68 | 173.68 | 41.97 | 131.71 | 0.00 | 0.00 | 116.41 | 116.41 | 47.02 | 69.39 |
| September | 0.00 | 0.00 | 236.67 | 236.67 | 76.40 | 160.27 | 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 | 513.40 | 536.98 | 64.85 | 472.13 | 0.00 | 0.00 | 507.13 | 507.13 | 79.80 | 427.32 |
| January | 0.00 | 0.00 | 172.03 | 172.03 | 198.27 | -26.23 | 0.00 | 0.00 | 97.81 | 97.81 | 193.11 | -95.30 |
| February | 2.78 | 0.00 | 148.74 | 151.52 | 38.26 | 113.26 | 0.00 | 0.00 | 125.66 | 125.66 | 38.97 | 86.69 |
| March | 4.27 | 0.00 | 276.67 | 280.94 | 82.42 | 198.52 | 0.00 | 0.00 | 228.76 | 228.76 | 75.33 | 153.43 |
| April | 0.00 | 0.00 | 128.41 | 128.41 | 72.17 | 56.24 | 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 |
| July-May | 30.63 | 0.00 | 2588.81 | 2619.44 | 1051.62 | 1567.81 | 20.00 | 0.00 | 2258.08 | 2278.08 | 857.19 | 1420.89 |

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

Total foreign aid disbursements in May, 2014 increased by USD81.12 million from USD128.41 million in April, 2014. However, during July-May 2013-14 aid disbursements increased by USD341.36 million or 14.98 percent and stood at USD 2619.44 million compared with USD2278.08 million during the same period of the preceding year.

Net receipts of foreign aid during July-May, 2013-14 stood at USD1567.81 million, which was USD1420.89 million during the same period of the previous year.



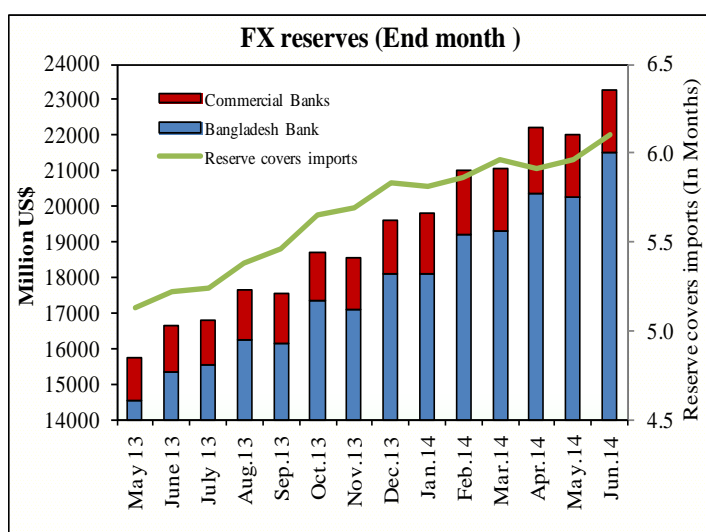
14. Foreign exchange holdings abroad

(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 |

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 USD21507.99 million (with ACU liability of USD967.36 million) as of end June 2014, against USD20267.46 million (with ACU liability of USD501.57 million) as of end May 2014.

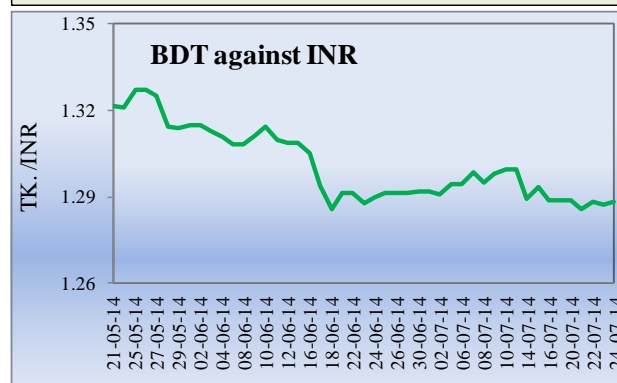
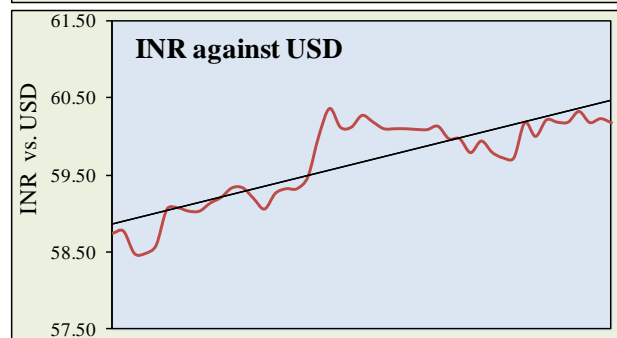
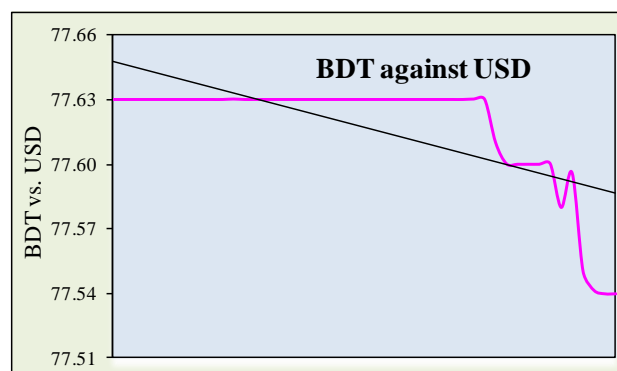
(b) Gross foreign exchange balances held abroad by commercial banks:

The gross foreign exchange balances held abroad by commercial banks reduced to USD1747.85 million by end June, 2014 against USD1760.26 million by end May, 2014. This was however significantly higher than the balance of USD1346.69 million at end June, 2013.

15. Exchange Rate Movements ^{2/}:

| Month | 2012-13 | | 2013-14 | | 2012-13 | 2013-14 |
|-----------|----------------|-----------|----------------|-----------|-----------------|-----------------|
| | (Taka per USD) | | (Taka per USD) | | (Rupee per USD) | (Rupee per USD) |
| | Month Avg. | Month End | Month Avg. | Month End | Month End | Month End |
| July | 81.7715 | 81.6049 | 77.7570 | 77.7500 | 55.4428 | 59.8280 |
| August | 81.5160 | 81.7199 | 77.7537 | 77.7500 | 55.6653 | 68.3611 |
| September | 81.7286 | 81.5900 | 77.7502 | 77.7505 | 53.5340 | 61.8110 |
| October | 81.3123 | 81.2005 | 77.7506 | 77.7500 | 54.1650 | 61.4871 |
| November | 81.4540 | 81.3811 | 77.7509 | 77.7540 | 55.7045 | 62.3625 |
| December | 80.5349 | 79.7521 | 77.7510 | 77.7500 | 54.9635 | 62.0028 |
| January | 79.5484 | 79.2000 | 77.7505 | 77.7500 | 53.5678 | 62.2005 |
| February | 79.0110 | 78.8500 | 77.7502 | 77.7311 | 53.8350 | 61.9380 |
| March | 78.5819 | 78.1500 | 77.7113 | 77.6700 | 54.2735 | 60.0998 |
| April | 78.0301 | 77.9332 | 77.6633 | 77.6500 | 54.2770 | 60.5253 |
| May | 77.8425 | 77.7504 | 77.6414 | 77.6300 | 56.2430 | 59.0770 |
| June | 77.7550 | 77.7593 | 77.6301 | 77.6300 | 59.8538 | 60.0958 |

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



At the end of June 2014, Taka has appreciated marginally by 0.13 percentage points from its level at the end of June 2013, showing stability in the foreign exchange market. However, Indian Rupees (INR) depreciated by 0.24 percentage points as of end June 2014 from its level of June 2013.

16. Balance of payments

(In million USD)

| Particulars | July-May, 2012-13 ^R | July-May, 2013-14 ^P |
|---|--------------------------------|--------------------------------|
| <u>Trade balance</u> | <u>-6304</u> | <u>-6185</u> |
| Exports f.o.b(including EPZ) ^{1/} _ | 23927 | 27000 |
| Imports f.o.b(including EPZ) | 30231 | 33185 |
| Services | -2933 | -3725 |
| Credit | 2495 | 2873 |
| Debit | 5428 | 6598 |
| Primary income | -2155 | -2151 |
| Credit | 112 | 157 |
| Debit | 2267 | 2308 |
| Of which: Official interest payment | 359 | 458 |
| Secondary income | 13738 | 13604 |
| Official transfers | 60 | 74 |
| Private transfers | 13678 | 13530 |
| of which : Workers' remittances (current a/c. portion) | 13172 | 12839 |
| <u>Current account balance</u> | <u>2346</u> | <u>1543</u> |
| Capital account | 530 | 580 |
| Capital transfers | 530 | 580 |
| <u>Financial account</u> | <u>3170</u> | <u>2363</u> |
| i) Foreign direct investment(net) | 1571 | 1413 |
| ii) Portfolio investment (net) | 188 | 757 |
| of which : Workers' remittances (financial a/c. portion) | 115 | 102 |
| iii) Other investment(net) | 1411 | 193 |
| MLT loans ^{2/} | 1709 | 1965 |
| MLT amortization payments | 864 | 949 |
| Other long-term loans (net) | -63 | 113 |
| Other short-term loans (net) | 58 | 260 |
| Trade credit (net) | 429 | -1287 |
| DMBs & NBDCs(net) | 142 | 91 |
| Assets | 151 | 696 |
| Liabilities | 293 | 787 |
| Errors and omissions | -1386 | 485 |
| <u>Overall balance</u> | <u>4660</u> | <u>4971</u> |
| Reserve assets | -4660 | -4971 |
| Bangladesh Bank(net) | -4660 | -4971 |
| Assets | 4319 | 4833 |
| Liabilities | -341 | -138 |

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 \$6.19 billion in the first eleven months of the current financial year from \$6.30 billion during the corresponding period of FY13 due to higher export receipts. Although net other investment declined significantly in the first eleven months of FY14, significantly higher portfolio investment (net) and positive foreign direct investment contributed to financial account surplus of USD2.36 billion during the period under review. Mainly current account together with Financial account surpluses resulted in a surplus of USD4.97 billion in overall balances during the first eleven months of FY14 against a surplus of USD4.66 billion during the same period of the previous 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) | 103332.00 (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) | 107452.00 (116824) |

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

(In crore taka)

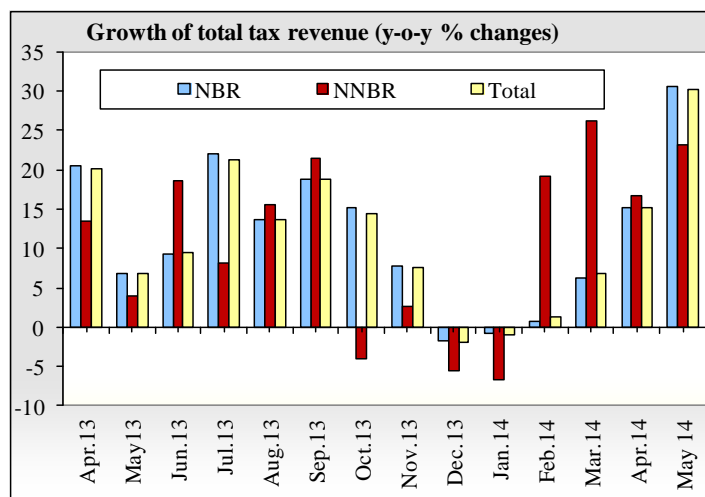
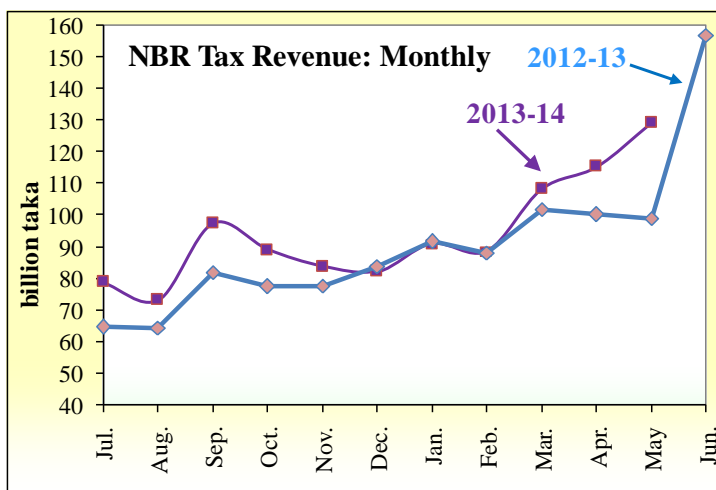
| | NBR tax revenue | | | | | Non-NBR tax revenue | Total tax Revenue Collections | NBR tax revenue | | | | | Non-NBR tax revenue | Total tax Revenue Collections |
|-----------|----------------------|----------------------|----------------------|----------------------|-----------------------|---------------------------|-------------------------------------|----------------------|----------------------|----------------------|----------------------|----------------------|---------------------------|-------------------------------------|
| | 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) | | |
| | 2012-13 ^R | | | | | | | 2011-12 | | | | | | |
| July-June | 13396.17 (+1.84) | 41169.74 (+15.07) | 36565.59 (+27.62) | 17487.10 (+0.07) | 108618.60 (+14.26) | 4127.65 (+13.66) | 112746.25 (+14.24) | 13153.50 (+13.62) | 35777.43 (+18.50) | 28652.43 (+24.54) | 17475.63 (+19.47) | 95058.99 (+19.72) | 3631.58 (+12.46) | 98690.57 (+19.43) |
| | 2013-14 ^P | | | | | | | 2012-13 ^R | | | | | | |
| July | 1198.56 | 3434.00 | 1905.94 | 1332.94 | 7871.44 | 392.16 | 8263.60 | 1131.13 | 2829.78 | 1463.54 | 1021.80 | 6446.25 | 362.82 | 6809.07 |
| August | 952.21 | 3000.65 | 2063.10 | 1284.56 | 7300.52 | 255.99 | 7556.51 | 946.05 | 2698.44 | 1547.30 | 1233.83 | 6425.62 | 221.38 | 6647.00 |
| September | 1088.22 | 3463.68 | 3550.81 | 1620.32 | 9723.03 | 397.63 | 10120.66 | 1101.10 | 2876.44 | 2750.98 | 1460.94 | 8189.46 | 327.34 | 8516.80 |
| October | 1019.89 | 3279.50 | 2947.83 | 1650.01 | 8897.23 | 286.58 | 9183.81 | 1094.05 | 3125.08 | 2121.59 | 1386.56 | 7727.28 | 298.61 | 8025.89 |
| November | 994.75 | 3291.85 | 2617.17 | 1464.74 | 8368.51 | 315.13 | 8683.64 | 1097.56 | 3147.14 | 2108.22 | 1416.42 | 7769.34 | 307.12 | 8076.46 |
| December | 1043.78 | 3278.15 | 2549.86 | 1352.76 | 8224.55 | 315.28 | 8539.83 | 955.94 | 3077.36 | 2992.90 | 1339.85 | 8366.05 | 333.61 | 8699.66 |
| January | 1083.82 | 3517.89 | 2697.27 | 1799.57 | 9098.55 | 402.41 | 9500.96 | 1206.78 | 3742.87 | 2526.13 | 1687.38 | 9163.16 | 431.26 | 9594.42 |
| February | 1051.29 | 3464.93 | 2568.16 | 1776.26 | 8860.64 | 378.06 | 9238.70 | 1050.89 | 3113.06 | 2822.52 | 1817.10 | 8803.57 | 316.94 | 9120.51 |
| March | 1125.08 | 3736.30 | 4150.97 | 1814.58 | 10826.93 | 389.00 | 11215.93 | 1026.31 | 3463.36 | 4123.63 | 1569.77 | 10183.07 | 308.12 | 10491.19 |
| April | 1231.71 | 4321.57 | 4131.23 | 1848.59 | 11533.10 | 470.39 | 12003.49 | 1171.96 | 3744.23 | 3489.19 | 1612.09 | 10017.47 | 402.82 | 10420.29 |
| May | 1474.47 | 4625.33 | 4859.15 | 1962.86 | 12921.81 | 451.00 | 13372.81 | 1113.04 | 3835.66 | 3261.64 | 1685.26 | 9895.60 | 366.31 | 10261.91 |
| July-May | 12263.78 (+3.10) | 39413.85 (+10.55) | 34041.49 (+16.55) | 17907.19 (+10.33) | 103626.31 (+11.44) | 4053.63 (+10.26) | 107679.94 (+11.40) | 11894.81 (+0.06) | 35653.42 (+12.92) | 29207.64 (+34.78) | 16231.00 (+4.32) | 92986.87 (+15.24) | 3676.33 (+13.07) | 96663.20 (+15.16) |

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 May 2014 stood at Tk.13372.81 crore which is higher by 30.32 percent against the collection of Tk.10261.91 crore during the same period of previous fiscal.

NBR tax revenue collection during July-May, FY14 stood at Tk.103626.31 crore which is higher by Tk.10639.44 crore or 11.44 percent against the collection of Tk.92986.87 crore during July-May, 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) |
| 2009-2010 | 25553.69 | 13963.06 | 11590.63 | 61381.42 |
| 2010-2011 | 17232.03 | 15175.13 | 2056.90 | 63438.32 |
| 2011-2012 | 18955.35 | 18476.33 | 479.02 | 63917.34 |

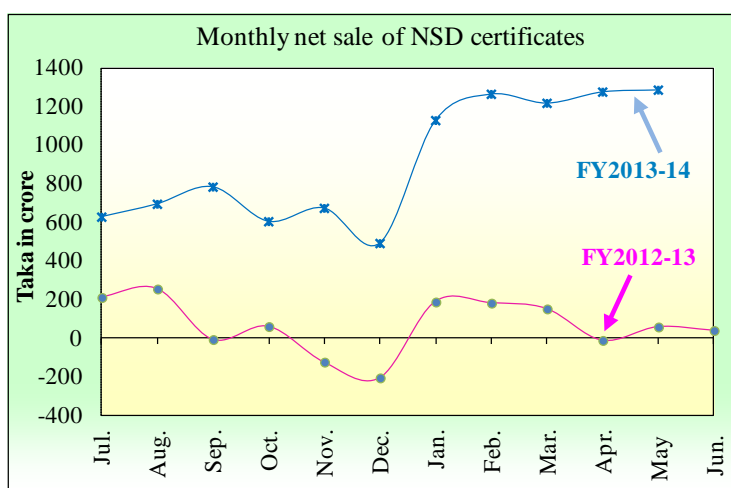
(In crore taka)

| 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 |
| July-May | 21656.12 (+1.27) | 11637.88 (-43.64) | 10018.24 | 74708.42 (+15.55) | 21384.59 (+23.97) | 20649.40 (+23.86) | 735.19 | 64652.53 (+0.99) |

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-May, FY14 stood at Tk.21656.12 crore which is 1.27 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-May, FY14 stood substantially higher at Tk. 10018.24 crore against Tk.735.19 crore during July-May, FY13.

Outstanding borrowing of the government through NSD certificates as of end May 2014 stood at Tk.74708.42 crore which was higher by 15.55 percent from the amount outstanding at the end of May 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) | Total outstanding domestic debt as % of GDP [@] at current market price |
|--------------------------------|--|---|--------------------------|-------------------------------------|-----------------|--|--|--|
| 1 | 2 | 3 | 4=(2+3) | 5 | 6=(4+5) | 7 | 8 | 9 |
| 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 | 17802.10 | 2707.96 | 20510.06 | 14386.93 | 34896.99 | 3.36 | 180725.93 | 17.41 |
| July-May, 2012-13 ^R | 10432.00 | 2957.81 | 13389.81 | 11559.21 | 24949.02 | ---- | 173813.06 | ---- |
| July-May, 2013-14 ^P | 1283.80 | 12340.82 | 13624.62 | 12186.57 | 25811.19 | ---- | 194350.55 | ---- |

@ : 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 July-May, FY14 stood higher at Tk.258.11 billion against Tk.249.49 billion during the same period of the previous fiscal. Financing from domestic sources stood higher at Tk.136.24 billion along with net foreign financing at Tk.121.87 billion during July-May, FY14 compared to the same period of the preceding year. Net Govt. borrowing from the banking system stood lower at Tk.12.84 billion while Govt. borrowing from the non-banking system stood higher at Tk.123.41 billion during July-May, FY14, compared with the same period of the preceding year. Total budget financing in the first eleven months of FY14 stood at 2.19 percent of projected GDP against 5.00 percent (overall deficit, excluding grants) as envisaged in the revised budget for FY14.

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 ^P | 358.81 | 355.46 | 319.91 | 8.56 | 21.37 | 29.93 | 14.34 | 22.20 | 11.53 |

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

*=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 14 stood higher at 355.46 lakh metric tons compared to 350.88 lakh metric tons of FY13. Import of food grains (Rice & Wheat) during FY14 stood at 29.93 lakh metric tons compared to 18.90 lakh metric tons during FY13. 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-May, 2013-14 | | | July-May, 2012-13 | | | Changes in July-May, 2013-14 over July-May, 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 | 4176.92 | 4243.08 | 1541.97 | 3403.82 | 2964.06 | 1929.25 | 773.10 | 1279.02 | -387.28 |
| Rice and wheat | 1237.55 | 1310.76 | 258.30 | 911.41 | 580.39 | 461.31 | 326.14 | 730.37 | -203.01 |
| Sugar and salt | 703.74 | 803.73 | 357.16 | 628.29 | 756.49 | 512.67 | 75.45 | 47.24 | -155.51 |
| Milk food | 251.35 | 220.15 | 99.85 | 203.65 | 192.13 | 84.07 | 47.69 | 28.02 | 15.78 |
| Edible oil (refind) | 552.40 | 509.41 | 355.05 | 380.98 | 395.06 | 310.07 | 171.42 | 114.34 | 44.98 |
| All kinds of fruits | 151.32 | 135.12 | 30.44 | 125.33 | 118.49 | 24.63 | 25.99 | 16.64 | 5.81 |
| Pulses | 310.04 | 360.25 | 140.30 | 418.94 | 297.53 | 253.33 | -108.89 | 62.72 | -113.02 |
| Onion | 173.80 | 159.29 | 19.19 | 102.80 | 93.49 | 23.94 | 71.00 | 65.80 | -4.75 |
| Spices | 101.27 | 92.00 | 23.53 | 63.67 | 61.25 | 15.31 | 37.60 | 30.75 | 8.21 |
| Second hand clothings | 2.85 | 1.90 | 3.15 | 2.23 | 1.26 | 2.41 | 0.62 | 0.64 | 0.75 |
| Drugs and medicines(finished) | 87.07 | 86.39 | 55.05 | 80.81 | 55.03 | 47.59 | 6.26 | 31.36 | 7.47 |
| Others | 605.53 | 564.10 | 199.94 | 485.71 | 412.94 | 193.93 | 119.82 | 151.15 | 6.01 |
| B. Intermediate goods | 2855.49 | 2593.13 | 1351.92 | 2962.40 | 2610.43 | 1304.84 | -106.91 | -17.30 | 47.09 |
| Coal | 141.00 | 149.33 | 31.49 | 111.12 | 97.93 | 43.25 | 29.87 | 51.39 | -11.76 |
| Cement | 10.05 | 10.66 | 3.77 | 3.84 | 6.01 | 3.76 | 6.21 | 4.65 | 0.02 |
| Clinker & limestone | 464.93 | 384.96 | 235.10 | 469.25 | 404.82 | 179.65 | -4.32 | -19.86 | 55.45 |
| B. P. sheet | 240.46 | 245.66 | 94.60 | 261.12 | 298.52 | 104.80 | -20.66 | -52.86 | -10.20 |
| Tin plate | 24.59 | 19.68 | 7.25 | 22.67 | 22.21 | 7.89 | 1.92 | -2.52 | -0.64 |
| Scrap Vessels | 807.95 | 752.07 | 382.16 | 984.57 | 754.60 | 433.39 | -176.62 | -2.53 | -51.23 |
| Iron and steel scrap | 240.67 | 234.07 | 169.42 | 316.63 | 305.69 | 171.51 | -75.96 | -71.61 | -2.08 |
| Non-ferrous metal | 206.48 | 189.24 | 98.41 | 188.49 | 150.71 | 89.40 | 17.99 | 38.53 | 9.01 |
| Paper and paper board | 305.01 | 277.27 | 108.29 | 270.21 | 254.86 | 93.41 | 34.80 | 22.41 | 14.88 |
| Others | 414.35 | 330.18 | 221.42 | 334.49 | 315.07 | 177.79 | 79.86 | 15.10 | 43.63 |
| C. Industrial raw materials | 14437.93 | 13509.04 | 7394.58 | 13373.79 | 12004.44 | 6969.12 | 1064.14 | 1504.60 | 425.46 |
| Edible oil & oil seeds | 1015.56 | 1022.48 | 676.62 | 1153.54 | 1022.78 | 775.82 | -137.98 | -0.30 | -99.20 |
| Textile fabrics (B/B & others) | 5356.66 | 5265.38 | 2695.26 | 5125.10 | 4492.34 | 2787.89 | 231.57 | 773.05 | -92.63 |
| Pharmaceutical raw materials | 416.79 | 400.14 | 175.48 | 386.08 | 323.13 | 185.31 | 30.72 | 77.01 | -9.83 |
| Raw cotton | 2238.10 | 2169.02 | 1115.43 | 1952.70 | 1749.96 | 1055.56 | 285.40 | 419.06 | 59.86 |
| Cotton yarn | 986.01 | 884.79 | 573.30 | 914.27 | 836.69 | 514.76 | 71.74 | 48.10 | 58.54 |
| Copra | 23.67 | 30.30 | 2.65 | 19.05 | 10.82 | 17.55 | 4.62 | 19.48 | -14.90 |
| Synthetic fibre & yarn | 553.24 | 511.05 | 310.68 | 496.36 | 439.25 | 291.41 | 56.88 | 71.80 | 19.26 |
| Chemicals & chem. products | 3847.91 | 3225.89 | 1845.17 | 3326.69 | 3129.47 | 1340.80 | 521.22 | 96.42 | 504.36 |

(contd. on page 23)

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

(In million US\$)

| Sectors / Commodities | July-May, 2013-14 | | | July-May, 2012-13 | | | Changes in July-May, 2013-14 over July-May, 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 | 3361.53 | 2288.96 | 3898.50 | 2666.20 | 1956.99 | 2880.02 | +695.33 | +331.97 | +1018.49 |
| Textile machinery | 344.73 | 311.03 | 340.74 | 399.44 | 322.24 | 307.51 | -54.72 | -11.21 | +33.23 |
| Leather / tannery | 7.87 | 5.56 | 4.77 | 3.43 | 3.77 | 1.89 | +4.44 | +1.79 | +2.88 |
| Jute industry | 17.91 | 24.26 | 8.32 | 23.65 | 21.59 | 12.23 | -5.74 | +2.67 | -3.92 |
| Garment industry | 510.72 | 357.25 | 443.14 | 389.97 | 331.02 | 280.73 | +120.75 | +26.24 | +162.41 |
| Pharmaceutical industry | 68.89 | 61.97 | 35.61 | 68.59 | 46.33 | 44.20 | +0.30 | +15.65 | -8.59 |
| Packing industry | 17.41 | 11.12 | 12.82 | 22.65 | 13.82 | 12.05 | -5.24 | -2.70 | +0.77 |
| Other industry | 2394.01 | 1517.77 | 3053.12 | 1758.46 | 1218.23 | 2221.41 | +635.54 | +299.54 | +831.71 |
| E. Machinery for misc. inds. | 3672.50 | 3147.06 | 2052.71 | 3001.70 | 2635.09 | 1607.13 | +670.80 | +511.97 | +445.58 |
| Other machineries | 607.80 | 481.43 | 450.22 | 578.98 | 415.19 | 339.68 | +28.83 | +66.23 | +110.54 |
| Marine diesel engine | 7.98 | 10.19 | 43.77 | 17.07 | 18.70 | 45.60 | -9.09 | -8.51 | -1.83 |
| Computer & its accessories | 316.36 | 283.26 | 107.66 | 262.42 | 262.80 | 81.58 | +53.94 | +20.46 | +26.08 |
| Motor vehicle & motorcycle parts | 138.78 | 122.90 | 60.44 | 91.60 | 77.11 | 49.15 | +47.18 | +45.79 | +11.29 |
| Bicycle parts | 39.02 | 31.68 | 13.59 | 25.70 | 22.48 | 7.70 | +13.32 | +9.20 | +5.89 |
| Other iron and steel products | 476.31 | 416.57 | 285.21 | 464.49 | 401.33 | 250.33 | +11.83 | +15.24 | +34.88 |
| Motor vehicles | 662.42 | 528.10 | 283.34 | 430.62 | 442.34 | 165.51 | +231.80 | +85.76 | +117.83 |
| Other electronics components | 147.76 | 117.26 | 73.28 | 95.39 | 94.52 | 41.84 | +52.37 | +22.75 | +31.44 |
| Tractors & power tiller | 59.45 | 55.85 | 24.53 | 56.78 | 51.60 | 25.07 | +2.67 | +4.25 | -0.54 |
| Others | 1216.62 | 1099.81 | 710.68 | 978.66 | 849.01 | 600.67 | +237.95 | +250.80 | +110.01 |
| F. Petroleum & petro.prods. | 4585.26 | 4078.11 | 1553.14 | 3772.84 | 3934.88 | 1285.41 | +812.42 | +143.22 | +267.74 |
| Crude | 1185.66 | 935.86 | 662.59 | 1257.51 | 1328.51 | 620.32 | -71.85 | -392.65 | +42.27 |
| Refined | 3399.60 | 3142.24 | 890.56 | 2515.33 | 2606.37 | 665.09 | +884.27 | +535.87 | +225.47 |
| G. Others | 4432.62 | 4022.65 | 2564.62 | 3936.02 | 3374.69 | 2265.92 | +496.60 | +647.96 | +298.70 |
| Commercial sector | 1735.52 | 1466.44 | 1365.12 | 1654.42 | 1278.07 | 1220.05 | +81.10 | +188.37 | +145.07 |
| Industrial sector | 2697.10 | 2556.21 | 1199.50 | 2281.59 | 2096.62 | 1045.87 | +415.50 | +459.59 | +153.63 |
| Total | 37522.24 | 33882.03 | 20357.45 | 33116.77 | 29480.58 | 18241.68 | +4405.48 | +4401.45 | +2115.76 |
| of which back to back | 5789.98 | 5620.69 | 3070.15 | 5474.54 | 4854.64 | 3076.07 | +315.44 | +766.05 | -5.92 |

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

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