

MAJOR ECONOMIC INDICATORS

Monthly Update:
September 2014



Monetary Policy
Department



Bangladesh Bank

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Executive summary

1. Movement of monetary indicators

Broad money growth increased while private sector credit growth decreased in July from previous month

Broad money (M2) growth increased by 16.51 percent (y-o-y) in July, 2014 from 16.09 percent in previous month and 17.39 percent during the same period of the preceding year. Broad money growth resulted mainly from higher net foreign assets (NFA) that registered a 39.30 percent growth. On the other hand, NDA grew by 11.15 percent in July, 2014. Private sector credit recorded a 11.25 percent growth in July, 2014 compared with 12.27 percent in June 2014 and 11.43 percent during the same period of previous fiscal.

2. Inflation scenario

Both Point to Point and 12-month average inflation decreased in August, 2014

Point to point CPI inflation decreased to 6.91 percent in August, 2014 from 7.04 percent in July, 2014 due to decreased food inflation, while 12-month average CPI inflation decreased from 7.28 percent to 7.24 percent due to decrease in both food and non-food inflation.

3. State of the financial sector

Interest rate spread narrowed in July, 2014. Call money rate awakes because of higher credit demand ahead of festival

The spread between weighted average advances and deposit rates declined to 5.13 percent in July, 2014 from 5.31 percent in June, 2014, due to a larger decrease in weighted average advance rate than weighted average deposit rate. The weighted average call money rate (m-o-m) in the inter-bank market increased from 6.50 percent in August, 2014 to 6.61 percent in September (up to 25 September) 2014 showing some seasonal upward trends because of high credit demand in the market because of simultaneous festival.

4. Setting of the external sector

Exports gains strength in the first two months of FY15

Exports earnings marked a steady growth of 2.07 percent during July-August, 2014 compared with the same period of previous fiscal. Though export earnings recorded a negative growth in July 2014, it increased by 7.25 percent in August 2014. Some high value items such as knitwear, frozen food, chemical products and tea registered positive growth. While woven garments, jute goods (excl.carpet), leather, agricultural products, engin. & electric goods and raw jute are the major items that experienced a negative growth in the same period.

Import payments started with negative growth in July, 2014, the first month of FY15

Import payments in July, 2014 decreased by 9.48 percent and stood at USD 3147.80 million against USD 3477.40 million during the same period of the preceding year. Fresh opening of import LCs in July, 2014 decreased by 1.67 percent and stood at USD 3655.65 million compared to the same period of the previous year. From the sectoral distribution in L/C opening in July 2014, it is revealed that L/C opening for the industrial raw materials is the highest which is 34.81 percent followed by the consumer goods being 11.82 percent.

Inflows of Remittance started with positive growth during first two months of FY15

Remittance receipts increased by 18.76 percent (y-o-y) during July-August, 2014 and stood at USD2665.73 million against USD 2244.73 million during the same period of the preceding year. However, remittances receipt in August 2014 the second month of FY15 was down by 21.26 percent (m-o-m) compared to the previous month of same fiscal.

FY15 begins with a repayment of foreign aid

The **total foreign aid disbursements** decreased by USD79.91 million in July, 2014 (m-o-m) from USD255.86 million in June, 2014. Net receipts of foreign aid in July, FY15 stood negative indicating a higher repayment compared to aid disbursement, when repayment (principal) is USD195.73 million.

Forex reserves crossed USD22 .0 billion benchmark

The gross foreign exchange reserves of BB rose to USD22070.43 million (with ACU liability of USD925.82 million) as of end August 2014, against USD21383.48 million (with ACU liability of USD461.02 million) as of end July 2014.

Current account balance begins positive in FY15

BOP shows that higher earnings from exports continued to be successful in keeping current account balance positive by USD1023 million in July of FY15

5. Developments in the fiscal sector

Govt. budget management improved on steady pace of Revenue collection

NBR tax revenue collection in July, 2014 stood at Tk.7987.62 crore which is higher by 8.54 percent against the collection of Tk.7358.84 crore during the same period of the preceding year.

6. Status of the production sector

Agricultural credit, SME loans and industrial term loan increased during the period under review

Disbursement of agricultural credit increased by 15.76 percent while disbursement of non-farm rural credit decreased by 17.92 percent during July-August, FY15 compared to the same period of previous year.

Disbursement of SME loans by banks and non-bank financial institutions in June, 2014 increased by 19.48 percent compared with the same period of last year. However, disbursement of SME loans by foreign commercial banks decreased by 13.86 percent in June 2014 from its level of June, 2013.

Disbursement of industrial term loans during the last quarter of FY14 was higher by 9.03 percent compared with the matching period of the previous year. However, recovery of industrial term loans decreased by 2.33 percent compared with the corresponding period last year.

The general index of industrial production (medium & large scale manufacturing) stood at 208.67 during July-May, 2014 recording an increase of 8.20 percent from the index of 192.86 during the same period of the preceding year.

1. Monetary and credit developments

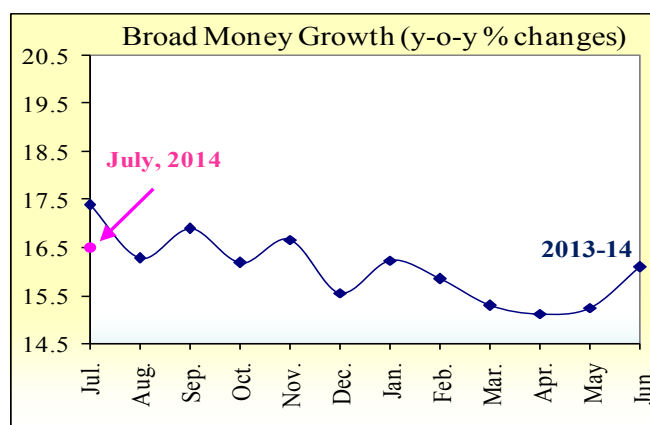
(In crore taka)

Particulars	Outstanding stock			Changes in Outstanding stock		
	June, 2013	June, 2014	July, 2014	FY2013-14	July 2014 over July 2013	July 2013 over July 2012
<i>1</i>	<i>2</i>	<i>3</i>	<i>4</i>	<i>5</i>	<i>6</i>	<i>7</i>
A. Net Foreign Assets of banking system	113384.80	160056.60	162620.50	46671.80 (+41.16)	45876.50 (+39.30)	32889.40 (+39.22)
B. Net Domestic Assets of banking system	490120.60	540566.90	552164.10	50446.30 (+10.29)	55408.00 (+11.15)	57978.40 (+13.21)
a) Domestic credit	571737.10	637906.20	645829.30	66169.10 (+11.57)	64266.50 (+11.05)	63675.40 (+12.30)
Public sector	119579.90	130266.30	137990.80	10686.40 (+8.94)	12904.00 (+10.32)	16861.80 (+15.58)
Govt.(net)	110124.60	117529.40	124726.80	7404.80 (+6.72)	10020.30 (+8.74)	21692.10 (+23.32)
Other Public	9455.30	12736.90	13264.00	3281.60 (+34.71)	2883.70 (+27.78)	-4830.30 (-31.76)
Private sector	452157.20	507639.90	507838.50	55482.70 (+12.27)	51362.50 (+11.25)	46813.60 (+11.43)
b) Other items (net)	-81616.50	-97339.30	-93665.20	-15722.80 (+19.26)	-8858.50 (+10.45)	-5697.00 (+7.20)
C. Broad money (A+B)	603505.40	700623.50	714784.60	97118.10 (+16.09)	101284.50 (+16.51)	90867.80 (+17.39)
i) Currency outside banks	67552.90	76908.40	89887.70	9355.50 (+13.85)	17326.80 (+23.88)	12267.90 (+20.35)
ii) Deposits	535952.50	623715.10	624896.90	87762.60 (+16.38)	83957.70 (+15.52)	78599.90 (+17.00)
a) Demand deposits	56050.20	64736.70	61254.80	8686.50 (+15.50)	6253.40 (+11.37)	4890.60 (+9.76)
b) Time deposits	479902.30	558978.40	563642.10	79076.10 (+16.48)	77704.30 (+15.99)	73709.30 (+17.88)

Source: Statistics Department. Note: Figures in brackets of Column # 5 indicate percentage changes over end June of previous fiscal.

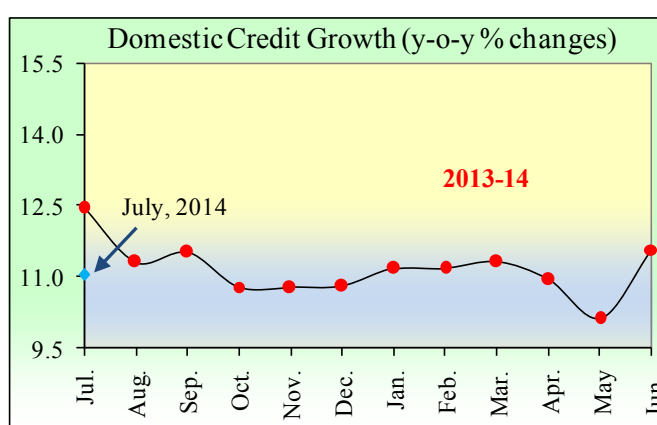
Broad money

Broad money recorded an increase of Tk.101284.50 crore or 16.51 percent (y-o-y) at the end of July 2014 against the increase of Tk.90867.80 crore or 17.39 percent at the end of July 2013. Of the sources of broad money, net domestic assets (NDA) rose by Tk.55408.00 crore or 11.15 percent and net foreign assets (NFA) rose by Tk.45876.50 crore or 39.30 percent. Increased of NFA eased pressure on external sector as well as on liquidity position.



Domestic credit

Domestic credit recorded an increase of Tk. 64266.50 or 11.05 percent (y-o-y) at the end of July 2014 against the increase of Tk. 63675.40 or 12.30 percent during the corresponding period of the last year. Credit to the private and public sector recorded a growth of 11.25 percent and 10.32 percent respectively in July 2014 compared to the same period of the previous year.



2. Reserve money developments

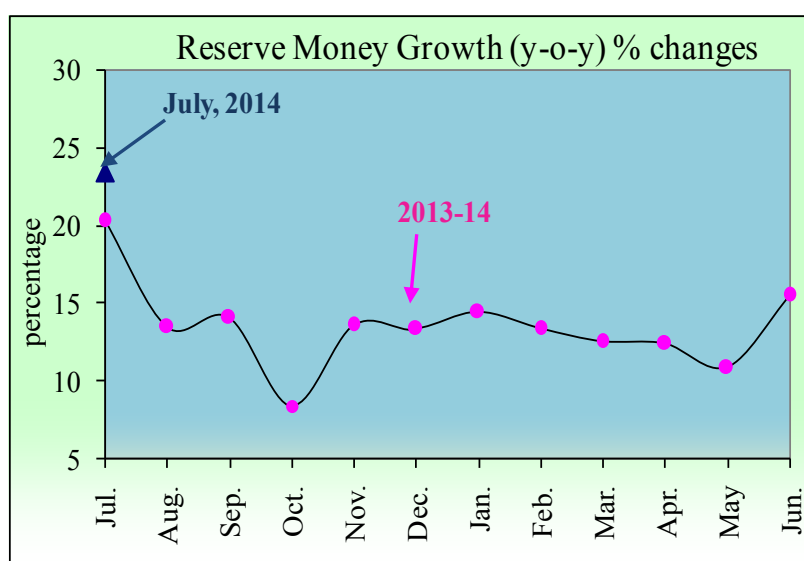
(In crore taka)

Particulars	Outstanding stock			Changes in Outstanding stock		
	June, 2013	June, 2014	July, 2014	FY2013-14	July 2014 over July 2013	July 2013 over July 2012
1	2	3	4	5	6	7
Net Foreign Assets of Bangladesh Bank	103246.00	147496.60	150372.30	44250.60 (+42.86)	43619.40 (+40.86)	33770.90 (+46.27)
Net Domestic Assets of Bangladesh Bank	9243.40	-17621.30	-4852.90	-26864.70 (-290.64)	-15970.00 (-143.65)	-13875.10 (-55.52)
Claims on Govt.(net)	27069.00	3840.60	9931.70	-23228.40 (-85.81)	-14710.60 (-59.70)	-11449.00 (-31.72)
Claims on other public	1354.50	1190.50	1187.20	-164.00 (-12.11)	-159.80 (-11.86)	319.70 (+31.12)
Claims on DMBs	10219.00	6279.20	9149.50	-3939.80 (-38.55)	-4673.10 (-33.81)	-5478.20 (-28.38)
Other items (net)	-29399.10	-28931.60	-25121.30	467.50	3573.50	2732.40
Reserve money	112489.40	129875.30	145519.40	17385.90 (+15.46)	27649.40 (+23.46)	19895.80 (+20.31)
Currency Issued	75372.30	85485.20	99649.20	10112.90 (+13.42)	18497.90 (+22.79)	13915.70 (+20.70)
i) Currency outside banks	67552.90	76908.40	89887.70	9355.50 (+13.85)	17326.80 (+23.88)	12267.90 (+20.35)
ii) Cash in tills	7819.40	8576.80	9761.50	757.40 (+9.69)	1171.10 (+13.63)	1647.80 (+23.73)
Deposits held with BB	37117.10	44390.10	45870.20	7273.00 (+19.59)	9151.50 (+24.92)	5980.10 (+19.45)
Of which: Excess reserves	3309.86	2044.86	2933.18	-1265.01	561.13	1762.45
Reserve money multiplier	5.36	5.39	4.91	0.03	-0.29	-0.13

Source: Statistics Department. Note: Figures in brackets of Column# 5 indicate percentage changes over end June of previous fiscal.

Reserve Money

Reserve money recorded an increase of 23.46 percent (y-o-y) at the end of July 2014 compared to the increase of 20.31 percent during the corresponding period of last year. Of the sources of reserve money, net domestic assets of Bangladesh Bank went down by 143.65 percent, mainly due to lower demand for government borrowing and DMBs from Bangladesh Bank while net foreign assets of Bangladesh Bank increased by 40.86 percent in July 2014. Reserve money multiplier was 4.91 at the end of July 2014.



3. CPI and Inflation

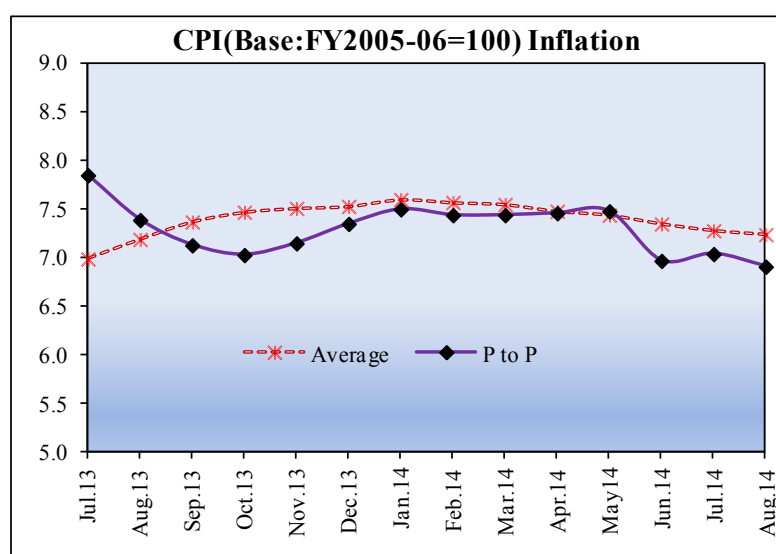
Consumer Price Index(CPI) and Rate of Inflation at National Level (Base : FY2005-06=100)

	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
August	197.27	7.24	212.40	8.51	177.86	5.37	202.53	6.91	218.66	7.67	181.85	5.76

Source : Bangladesh Bureau of Statistics.

Inflation (p-t-p) decreased by 0.13 percentage points from 7.04 percent in July 2014 to 6.91 percent in August 2014. Food inflation decreased to 7.67 percent in August 2014 from 7.94 percent in July 2014 while non-food inflation increased to 5.76 percent from 5.71 percent in previous month.

Average inflation decreased to 7.24 percent in August 2014 from 7.28 percent in July 2014. Average food inflation decreased by 0.04 percentage points and stood at 8.51 percent in August 2014 compared to the 8.55 percent in July 2014. Average non-food inflation also declined to 5.37 percent in August 2014 from 5.41 percent of July 2014.



4. Liquidity position of the scheduled banks

(Tk. in crore)

Bank Group	As of end June, 2014		As of end August 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	77237.46	20831.50	1542.11	11903.67	63161.64	76607.42	21721.61
Private Banks (Other than Islamic)	91297.63	37265.18	5143.50	21912.91	68843.70	95900.11	38160.68
Private Banks (Islamic)	25026.25	6579.81	1354.44	12925.69	13796.57	28076.70	6859.16
Foreign Banks	16155.00	4836.15	555.11	4403.05	14179.52	19137.68	4606.47
Specialised Banks*	4959.75	1765.58	319.42	2336.33	1949.11	4604.86	1734.88
Total	214676.09	71278.22	8914.58 (+3.97)	53481.65 (+23.84)	161930.54 (+72.19)	224326.77	73082.80

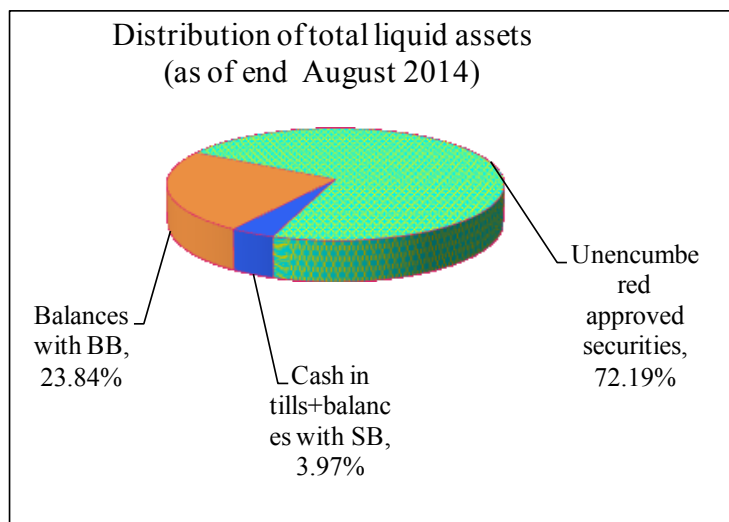
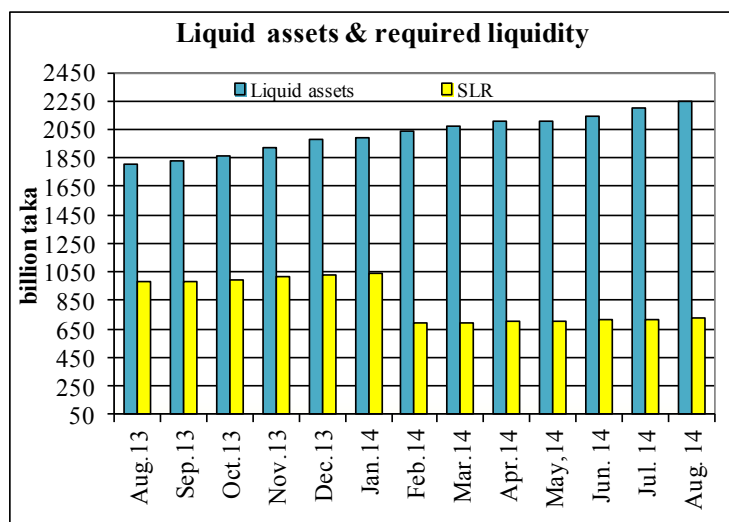
Source : Department of Offsite Supervision. Note :- Figures in brackets indicate sectoral share in the total liquid assets.

* 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.224326.77 crore as of end August 2014 which was Tk.214676.09 crore at the end of June 2014. Required liquidity of the scheduled banks stood at Tk.73082.80 crore as of end August 2014 which was Tk.71278.22 crore at the end of June 2014.

Scheduled banks' holding of liquid assets as of end August 2014 in the form of Cash in tills & Balances with Sonali bank, Balances with Bangladesh Bank, and Unencumbered approved securities are 3.97 percent, 23.84 percent and 72.19 percent respectively of total liquid assets.

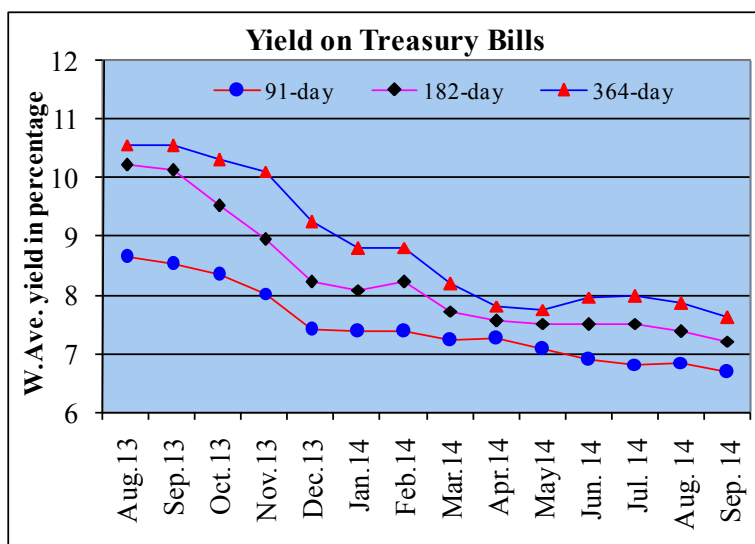
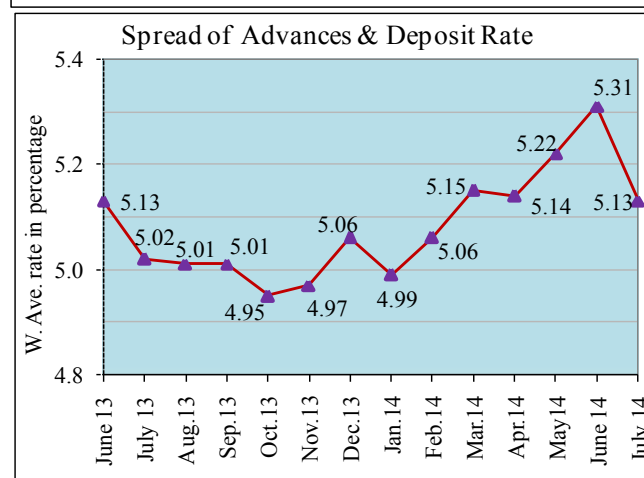
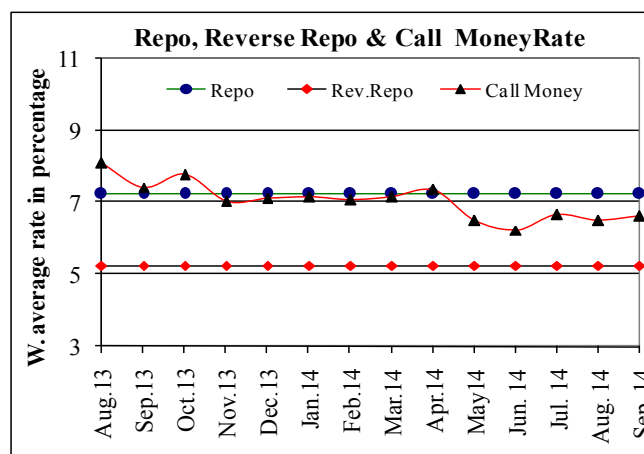


5. Financial Sector Prices: Interest Rate Development ^{1/}:

	Treasury Bills			BGTB					BB Bill	Repo	R. Repo	Call	Interest	Interest	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 on Advances	Rate on Deposits	
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
2014-15															
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	12.84	7.71	5.13
August	6.85	7.36	7.86	8.81	9.81	11.33	11.58	11.89	5.25	7.25	5.25	6.50	----	----	----
September [@]	6.68	7.21	7.61	8.36	9.48	10.96	11.45	11.86	5.35	7.25	5.25	6.61	----	----	----

Source: MPD, DMD, Statistics Department, Bangladesh Bank . 1/ Weighted average rate, P=Provisional; R=Revised @ = upto September 25th, 2014

The weighted average yield on 30-Day Bangladesh Bank bill is 5.35 percent in September (up to 25 September), 2014. The weighted average yield on 91-Day, 182-day and 364-day treasury bills decreased to 6.68 percent, 7.21 percent and 7.61 percent respectively in September (up to 25 September) 2014 compared to the respective yield of August 2014. The weighted average yield on 2-Year BGTB, 5-Year BGTB, 10-Year BGTB, 15-Year BGTB and 20-Year BGTB decreased to 8.36 percent, 9.48 percent, 10.96 percent, 11.45 percent and 11.86 percent respectively in September 2014 compared with August 2014. The weighted average call money rate in the inter-bank market increased to 6.61 percent in September (up to 25 September), 2014.



The spread between advances and deposit rate decreased to 5.13 percent in July 2014 which was 5.31 percent in previous month.

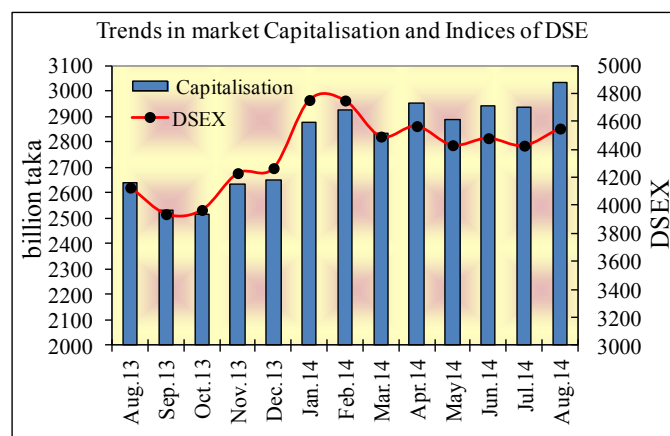
6. Capital market developments

Annual capital market developments (DSE)					
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

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
June, 14	536	103207.60	294320.00	7734.97	4480.52
July, 14	538	103476.90	293696.00	4115.68	4427.16
August, 14	540	103768.00	303034.00	12658.90	4549.52

Source : Dhaka Stock Exchange

The DSE Broad Index (DSEX) at the end of August 2014 stands higher at 4549.52 compared to the index of 4427.16 at the end of July 2014. Total market capitalization of all shares and debentures of the listed securities at the end of August 2014 also stands higher at Tk.303034.00 crore from Tk. 293696.00 crore at the end of July, 2014.



7. Agricultural credit and non-farm rural credit

a. Agricultural credit

(In crore taka)

Month	2014-15		2013-14	
	Disbursement	Recovery	Disbursement	Recovery
July	811.64	853.40	871.55	690.19
August	744.18	766.94	472.47	846.23
July-August	1555.82 (+15.76)	1620.34 (+5.46)	1344.02 (+13.82)	1536.41 (-48.07)

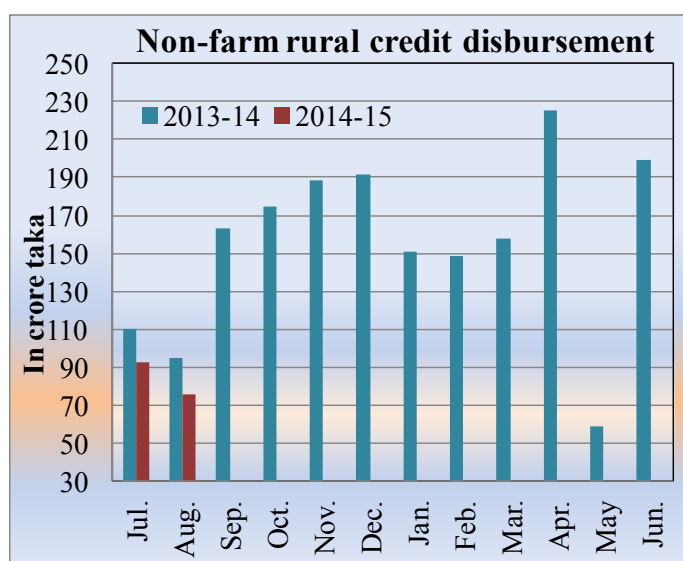
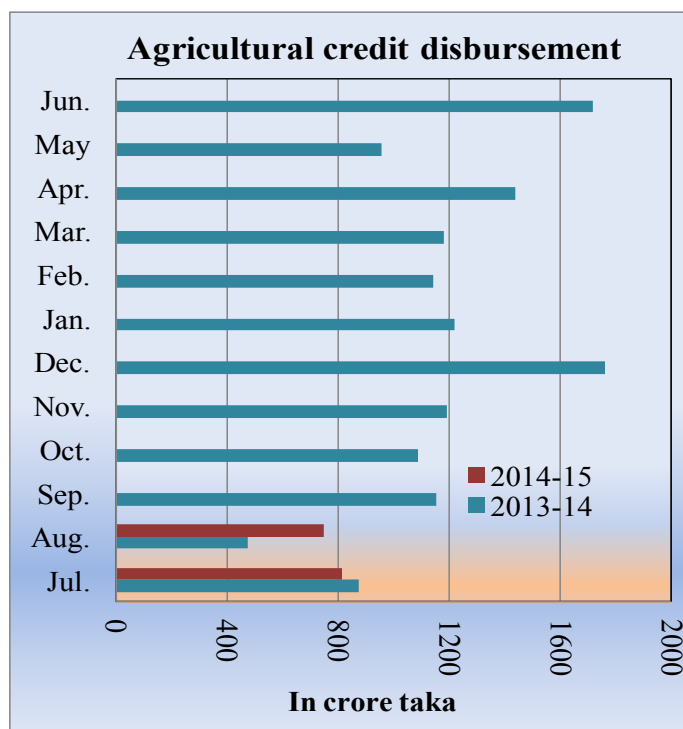
b. Non-farm rural credit

(In crore taka)

Month	2014-15		2013-14	
	Disbursement	Recovery	Disbursement	Recovery
July	92.89	164.19	110.40	110.04
August	75.76	102.98	95.08	154.59
July-August	168.65 (-17.92)	267.17 (+0.96)	205.48 (+16.93)	264.64 (-34.12)

Programmed level set for disbursement of agricultural credit and non-farm rural credit for FY15 is Tk.15550.00 crore.

Disbursement of agricultural and non-farm rural credit witnessed a rise during July-August, FY15 as banks extended over Tk.17.24 billion to the sectors, up by 11.29 percent from corresponding period of last fiscal. Recovery of non-farm rural credit increased slightly during July-August, FY15 as compared to the same period of previous fiscal. Overdue as a percent of outstanding loan increased to 30.41 percent in August 2014 compared with 24.46 percent in August 2013.



Overdue and outstanding

(In crore taka)

Month	2014-2015			2013-2014		
	overdue	outstanding	overdue as % of outstanding	overdue	outstanding	overdue as % of outstanding
August	9132.03 (+19.71)	30032.38 (-3.68)	30.41	7628.18 (+16.62)	31181.26 (+16.12)	24.46

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)

Quarterly	Period	Disbursement				Recovery			
		LSI	MSI	SSCI	Total	LSI	MSI	SSCI	Total
	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

Disbursement of total industrial term loans during April-June, 2014 was higher by 23.47 percent and stood at Tk.11462.37 crore as compared to Tk.9283.50 crore during January-March, 2013. Recovery of industrial term loans recorded a rise of 3.76 percent and stood at Tk.10178.83 crore during April-June, 2014 against Tk.9810.05 crore during the previous quarter of same fiscal. 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.

Overdue and Outstanding

(Tk. in crore)

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

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.

8.b) Outstanding position of SME loans

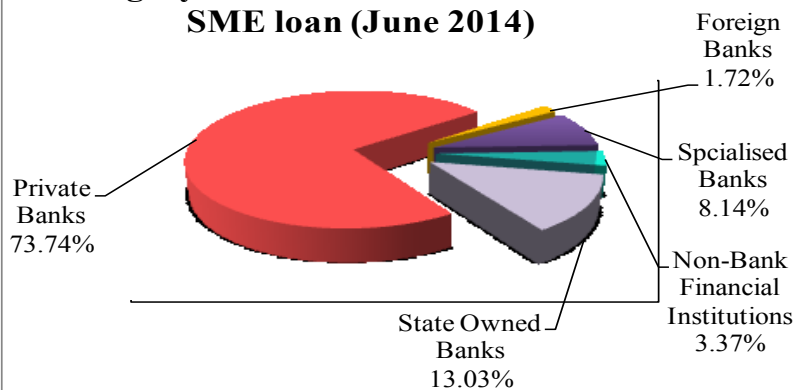
(Tk. in crore)

Total SME loans by banks and non-bank financial institutions increased by Tk.19643.33 crore or 19.48 percent and stood at Tk.120507.02 crore at the end of June 2014 as compared with Tk.100863.69 crore at the end of June, 2013. The increase of institutional category-wise SME loans at the end of June, 2014 are 23.39 percent in specialised banks, 20.62 percent in Non-bank financial institutions, 20.43 percent in private banks and 17.58 percent in state owned banks as compared to June, 2013. Foreign banks experienced a negative growth at the end of June 2014 as compared to June, 2013. Disbursement of SME loans was 23.57 percent of total loans disbursed by the Banks and NBFIs in June, 2014.

Quarter Ending	Banks/NBFIs	Types of Loans	State Owned	Private	Foreign	Specialised	Non-Bank	Total
			Banks	Banks	Banks	Banks	Fin. Ins.	
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)
June, 2014	Total Loans		84885.27	336184.11	22999.33	33368.21	33870.38	511307.30
	SME Loans		15697.79	88863.76	2070.17	9810.41	4064.89	120507.02
			(18.49)	(26.43)	(9.00)	(29.40)	(12.00)	(23.57)
% changes of SME loans at the end of June, 2014 over June, 2013			17.58	20.43	-13.86	23.39	20.62	19.48

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

Category-wise SME loans as % of total SME loan (June 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 June, 2014 is shown in the pie chart.

9. Industrial Production

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

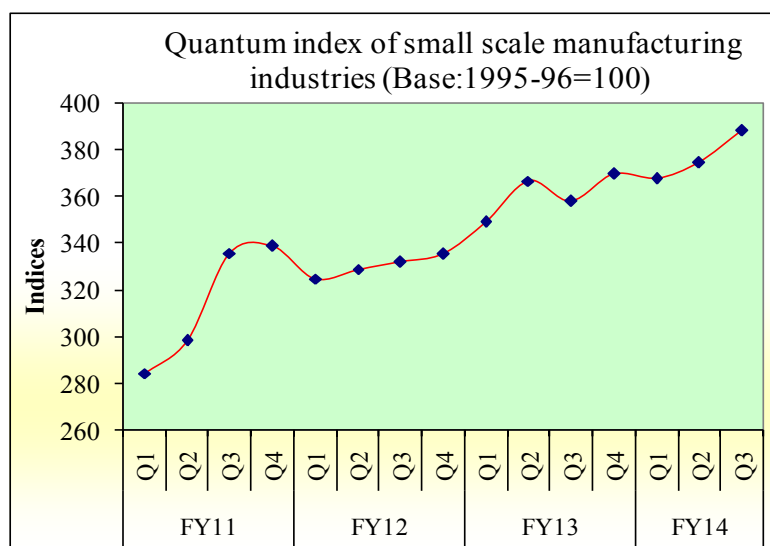
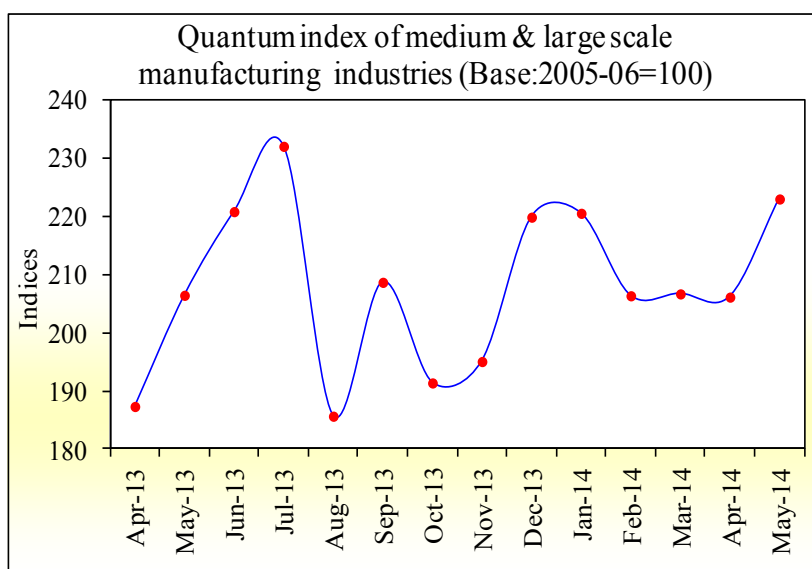
Major Industry Group	Weight	Index		Average Index			Growth	
		May-13	May-14	2012-13	Jul-May 2012-13	Jul-May 2013-14	May-14	Jul-May 2013-14
General	100.00%	206.44	222.98	195.19	192.86	208.67	8.01%	8.20%
Wearing apparel	34.84%	293.17	318.18	265.83	260.95	290.16	8.53%	11.19%
Textile	14.07%	136.24	135.10	142.41	139.57	138.49	-0.84%	-0.77%
Food products	10.84%	229.73	233.16	219.10	217.80	235.26	1.49%	8.01%
Pharmaceuticals and medicinal chemical	8.23%	185.99	236.16	178.79	177.83	202.06	26.97%	13.62%
Non-metallic mineral products	7.12%	141.95	145.29	139.51	139.35	142.57	2.35%	2.32%
Leather and related products	4.40%	150.63	157.97	139.76	139.61	147.55	4.87%	5.69%
Chemicals and chemical products	3.67%	73.57	74.00	84.62	85.72	81.98	0.58%	-4.37%
Basic metals	3.15%	144.70	151.36	136.41	137.06	150.65	4.60%	9.92%
Tobacco products	2.92%	153.46	169.60	144.66	145.39	151.98	10.52%	4.53%
Fabricated metal products except machinery	2.32%	150.46	183.71	149.03	148.87	162.54	22.10%	9.18%
Others*	8.44%	153.52	170.83	152.93	152.09	158.22	11.28%	4.03%

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 208.67 in July-May, 2014 recording an increase of 8.20 percent over the same period of the preceding year.

Indices that recorded increase in July-May, 2014 compared to the same period of the preceding year are: pharmaceuticals and medicinal chemical (13.62%), wearing apparel (11.19%), basic metals (9.92%), fabricated metal products except machinery (9.18%), food products (8.01%), leather and related products (5.69%), tobacco products (4.53%), and non-metallic mineral products (2.32%). On the other hand, there is some decrease in indices of chemical and chemical products (4.37%) 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)

2010-2011	2011-2012	2012-2013
22928.22 (+41.49)	24301.90 (+5.99)	27027.36 (+11.22)

B. Monthly exports

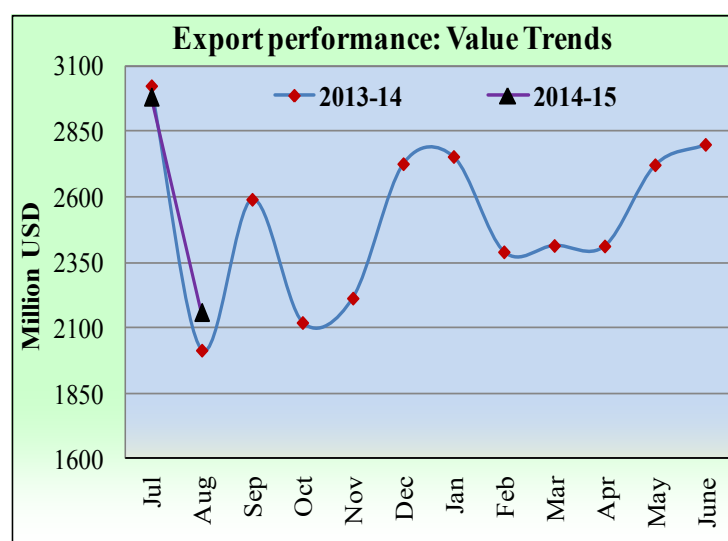
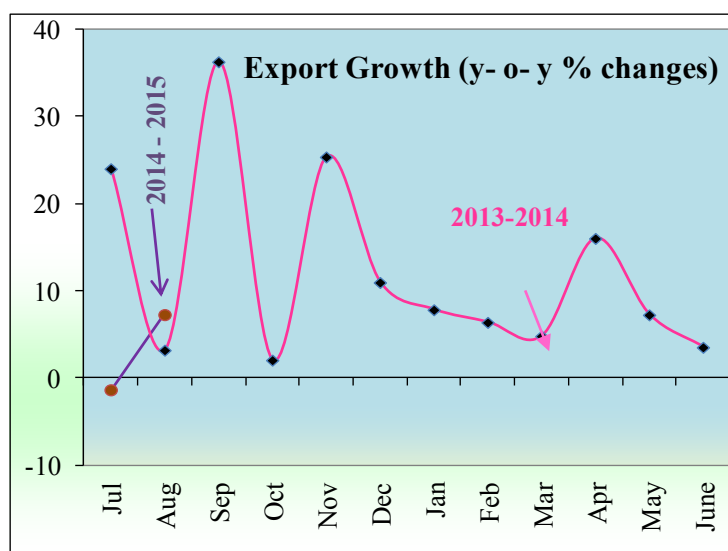
(In million USD)

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	3024.29
August	2159.50	2013.44
July-August	5142.24 (+2.07)	5037.73 (+14.74)

Source : Export Promotion Bureau.

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

Total export earnings increased by 2.07 percent during July-August, 2014 compared with the same period of the previous fiscal. Export earnings increased by 7.25 percent and stood at \$2.16 billion in August 2014, the second month of FY15, compared with the same month of last fiscal. However, export receipts fell short of the strategic target for July-August 2014 of FY15 by 9.16 percent.



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

b) Category-wise breakdown of exports

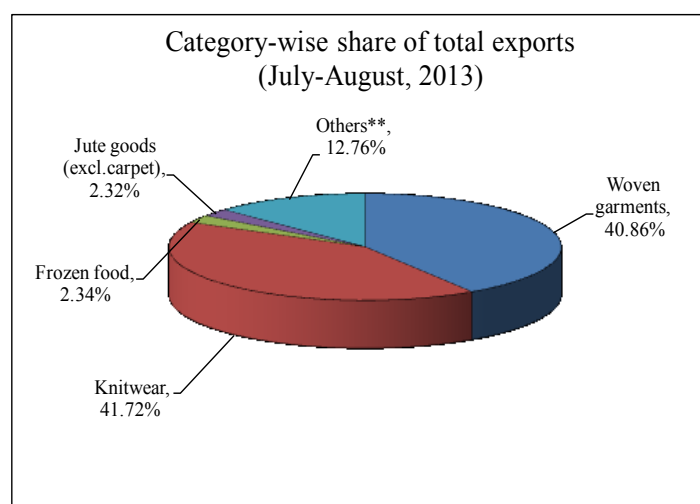
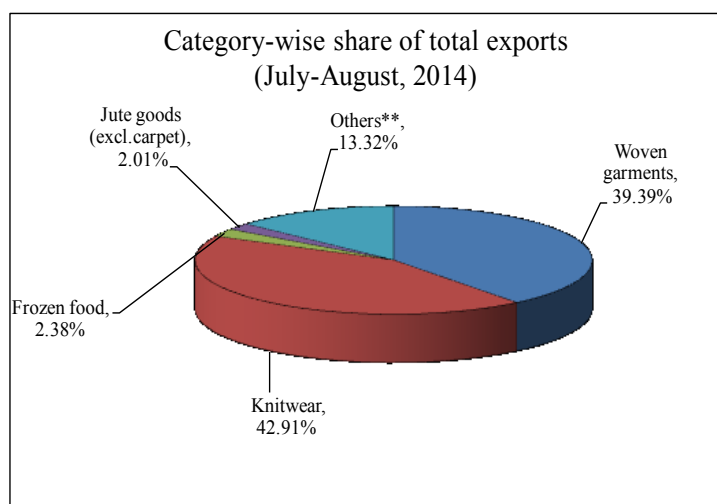
(In million USD)

Particulars	July-August, 2014		July-August, 2013		Changes during July-August, 2014 over July-August, 2013			
					In absolute amount		In percentage	
	Volume [@]	Value	Volume [@]	Value	Volume [@]	Value	Volume [@]	Value
1. Raw Jute (In million Kg.)	---	12.44	---	13.90	---	-1.46	---	-10.50
2. Jute goods (excl.carpet) (In million Kg.)	---	103.51	---	116.77	---	-13.26	---	-11.36
3. Tea (In million Kg.)	---	0.40	---	0.05	---	+0.35	---	+700.00
4. Frozen food (In million Kg.)	---	122.20	---	117.96	---	+4.24	---	+3.59
5. Leather (In million Kg.)	---	66.15	---	72.22	---	-6.07	---	-8.40
6. Woven garments (In million Pcs.)	---	2025.42	---	2058.43	---	-33.01	---	-1.60
7. Knitwear (In million Pcs.)	---	2206.34	---	2101.91	---	+104.43	---	+4.97
8. Chemical products (In million Kg.) of which (fertilizer)	---	16.68	---	12.72	---	+3.96	---	+31.13
9. Agricultural products* (In million Kg.)	---	36.51	---	42.46	---	-5.95	---	-14.01
10. Engin.& Electric goods	---	54.61	---	59.87	---	-5.26	---	-8.79
11. Others**	---	497.98	---	441.44	---	+56.54	---	+12.81
TOTAL	---	5142.24	---	5037.73	---	+104.51	---	+2.07

Source : Export Promotion Bureau — = Not availab. * 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-August, 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), leather, agricultural products, engin. & electric goods and raw jute experienced a negative growth in July-August, 2014 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)

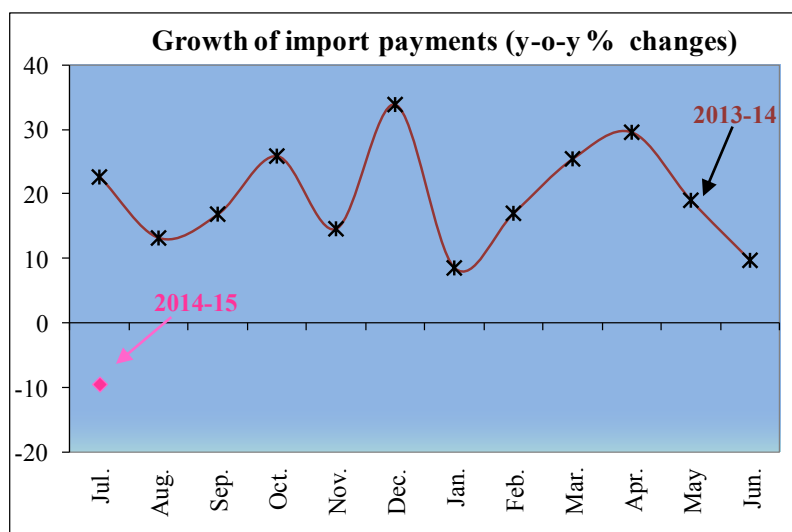
FY	Import payments (c&f)		Import LCs settlement		Import LCs opened	
	2011-12	2010-11	2011-12	2010-11	2011-12	2010-11
	35516.30 (+5.52)	33657.50 (+41.79)	34814.55 (+8.95)	31953.15 (+38.61)	37035.82 (-4.01)	38582.35 (+34.04)
Month	2013-14 ^P	2012-13	2013-14 ^P	2012-13	2013-14 ^P	2012-13
July	3477.40	2835.90	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)
Month	2014-15 ^P	2013-14	2014-15 ^P	2013-14	2014-15 ^P	2013-14
July	3147.80 (-9.48)	3477.40 (+22.62)	2964.69 (-8.48)	3239.53 (+15.90)	3655.65 (-1.67)	3717.75 (+32.86)

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 in July, 2014 is lower by USD 329.60 million or 9.48 percent and stood at USD 3147.80 million against USD 3477.40 million during the same month of the preceding year.

The total import payments during July, 2014 revealed that, imports under Cash and for EPZ stood at USD2610.20 million, imports under buyer's credit USD423.50 million, imports under loans/grants USD2.60 million, imports under direct investment USD7.30 million and short term loan by BPC stood at USD104.20 million.



Settlement of import LCs during July, 2014 decreased by 8.48 percent and stood at USD2964.69 million against USD3239.53 million during July, 2013. Fresh opening of import LCs during July, 2014 decreased by 1.67 percent, compared to the same month of the previous year and stood at USD3655.65 million.

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

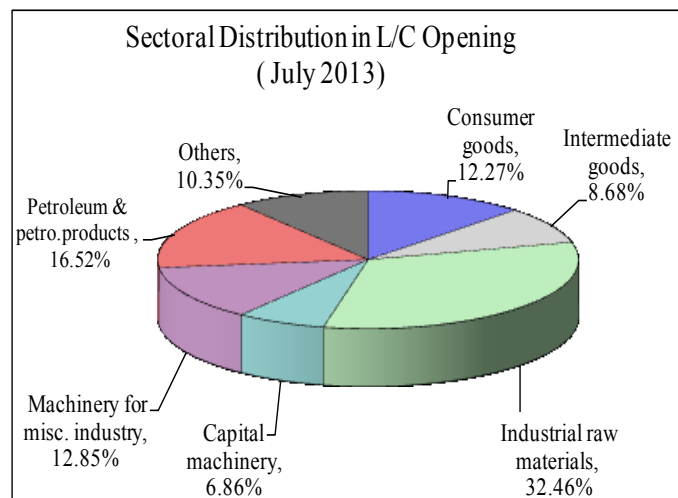
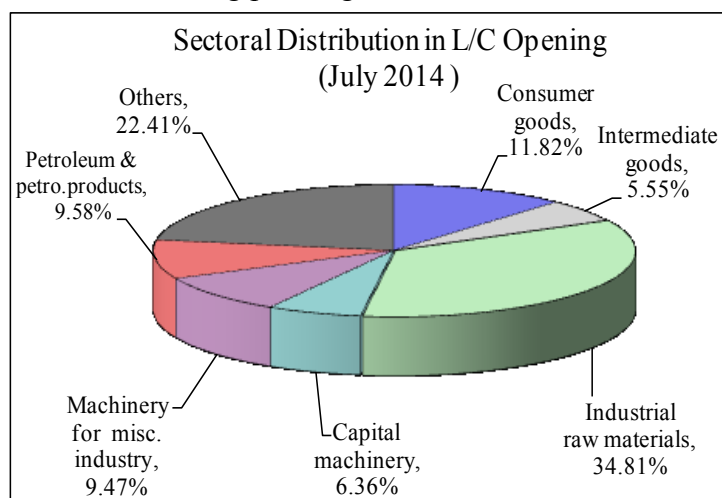
Latest available sector-wise comparative statement of fresh opening, settlement and outstanding of import LCs during July, 2014 and July, 2013 are shown below:

(In million US\$)

Sectors / Commodities	July, 2014			July, 2013			Changes in July, 2014 over July, 2013		
	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	432.19	344.53	1698.64	456.34	403.45	2110.22	-24.15	-58.93	-411.58
B. Intermediate goods	202.99	211.93	1283.53	322.53	274.30	1321.33	-119.54	-62.37	-37.80
C. Industrial raw materials	1272.52	1156.73	7291.30	1206.78	1305.92	6932.03	+65.74	-149.19	+359.27
D. Capital machinery	232.34	208.80	4201.07	254.98	238.85	3039.90	-22.64	-30.04	+1161.17
E. Machinery for misc. inds.	346.05	305.82	2567.86	477.86	288.85	1838.01	-131.81	+16.97	+729.85
F. Petroleum & petro.prodts.	350.38	440.00	1393.92	614.35	382.44	1322.59	-263.97	+57.56	+71.33
G. Others	819.18	296.88	3263.77	384.92	345.73	2351.67	+434.26	-48.85	+912.10
Total	3655.65	2964.69	21700.10	3717.75	3239.53	18915.74	-62.10	-274.84	+2784.35
of which back to back	592.53	520.45	3103.82	544.99	512.81	3051.25	+47.54	+7.63	+52.57

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

The developments of each sector's share in total L/C opening during July, 2014 and July, 2013 are showing in the following pie-diagrams.



Sector-wise detailed break-up of fresh opening, settlement and outstanding of import LCs during July, 2014 and July, 2013 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
September'14	3359.32	1148.52
October'14	3448.54	1155.83
November'14	3691.87	1161.97
September-November, 2014	10499.72	3466.32

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 USD10499.72 million and USD3466.32 million respectively during September-November, 2014.

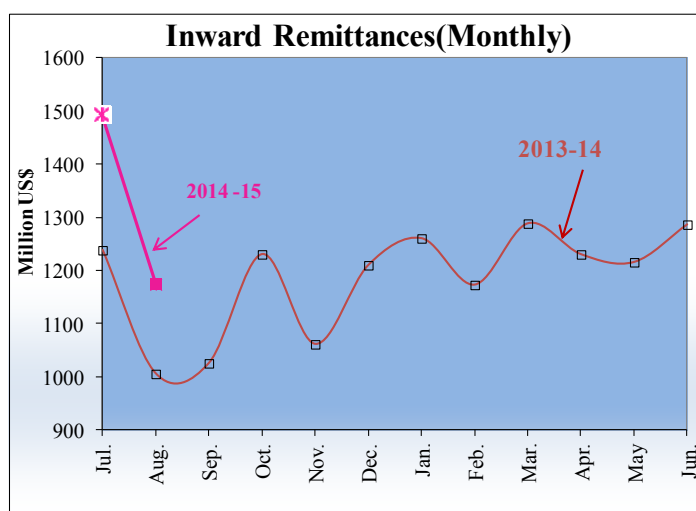
12. Remittances

(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	1238.96	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	14228.31 (-1.61)	14461.14 (+12.60)
	Month	2014-15	2013-14
	July	1491.36	1238.96
	August	1174.37	1005.77
	July-August	2665.73 (+18.76)	2244.73 (-5.68)

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 18.76 percent (y-o-y) during July-August, 2014 and stood at USD2665.73 million against USD2244.73 million during July-August, 2013. However, remittances receipt in August 2014 the second month of FY15 was down by 21.26 percent (m-o-m) compared with the previous month of same fiscal.

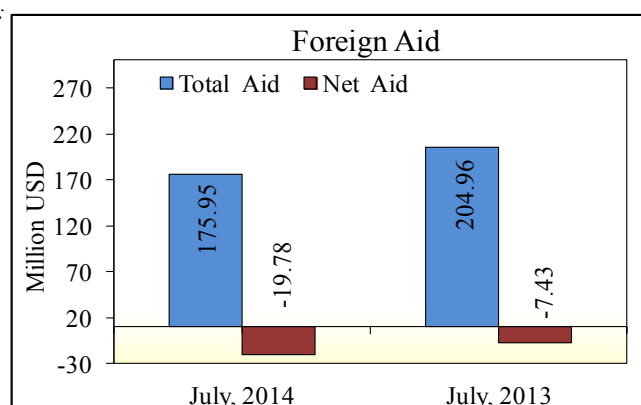
13. Foreign Aid

(In million USD)

	Food Aid	Project Aid	Total Aid	Payment (Principal)	Net Foreign Aid	Food Aid	Project Aid	Total Aid	Payment (Principal)	Net Foreign Aid
Month	FY2013-14 ^P					FY2012-13				
July	0.00	204.96	204.96	212.39	-7.43	0.00	209.99	209.99	53.17	156.83
August	0.00	171.77	171.77	41.97	129.80	0.00	116.41	116.41	47.02	69.39
September	0.00	238.30	238.30	76.40	161.90	20.00	199.59	219.59	88.65	130.95
October	0.00	138.23	138.23	84.31	53.92	0.00	263.60	263.60	65.31	198.29
November	0.00	385.98	385.98	78.49	307.49	0.00	139.67	139.67	84.04	55.62
December	23.58	517.16	540.74	64.85	475.89	0.00	507.13	507.13	79.80	427.32
January	0.00	172.00	172.00	198.27	-26.27	0.00	97.81	97.81	193.11	-95.30
February	2.78	149.07	151.85	38.26	113.58	0.00	125.66	125.66	38.97	86.69
March	4.27	274.76	279.03	82.42	196.62	0.00	228.76	228.76	75.33	153.43
April	0.00	251.90	251.90	72.17	179.73	0.00	115.83	115.83	49.13	66.70
May	0.00	209.53	209.53	69.99	139.54	0.00	253.64	253.64	82.65	170.99
June	0.00	255.86	255.86	69.70	186.16	0.00	508.06	508.06	42.33	465.72
July-June	30.63	2969.52	3000.15	1089.21	1910.93	20.00	2766.14	2786.14	899.52	1886.61
Month	FY2014-15 ^P					FY2013-14				
July	0.00	175.95	175.95	195.73	-19.78	0.00	204.96	204.96	212.39	-7.43

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

Total foreign aid disbursements in July, 2014 decreased by USD79.91 million from USD255.86 million in June, 2014 and stood at USD175.95 million. However, in July 2014 aid disbursements decreased by USD29.01 million or 14.15 percent compared with USD204.96 million in the same period of the preceding year. Net receipts of foreign aid in July, 2014 stood negative implying that, repayment was higher than aid disbursement.



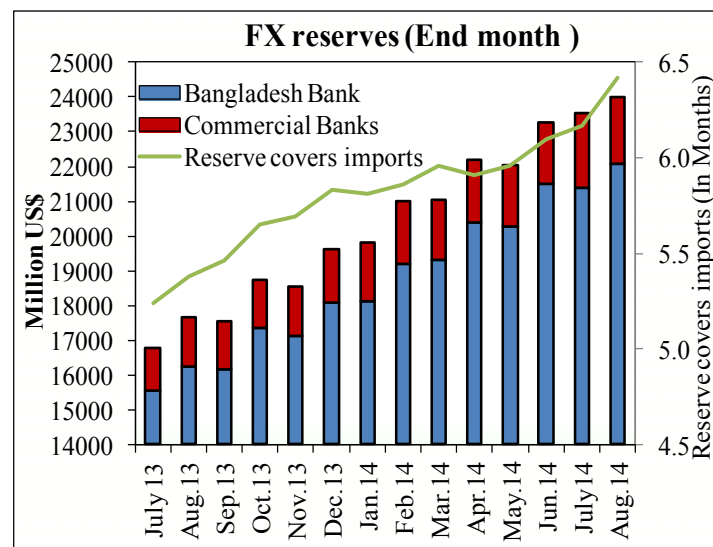
14. Foreign exchange holdings abroad

(In million US\$)

A. Outstanding stock at the end of the year	2010- 11	2011- 12	2012- 13
	10911.55	10364.43	15315.23
	(+1.51)	(-5.01)	(+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
	August	22070.43	16252.27

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 USD22070.43 million (with ACU liability of USD925.82 million) as of end August 2014, against USD21383.48 million (with ACU liability of USD461.02 million) as of end July 2014.

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

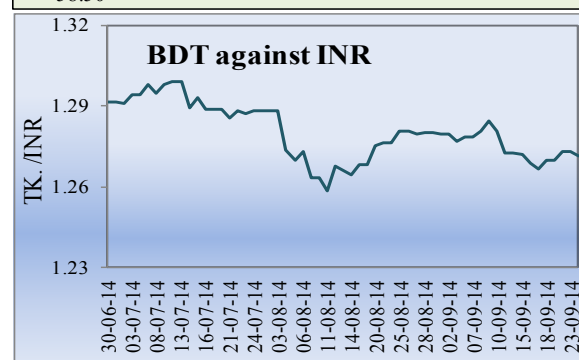
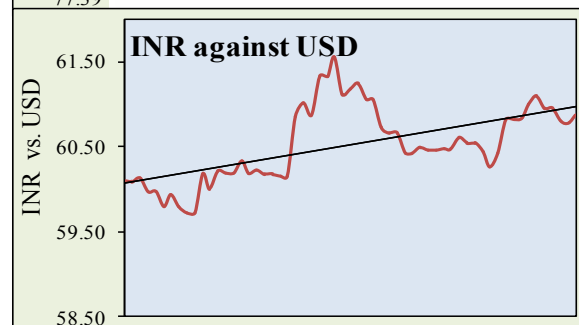
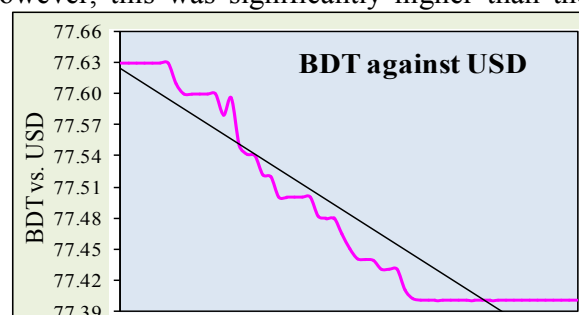
The gross foreign exchange balances held abroad by commercial banks decreased to USD1920.83 million by end August, 2014 against USD2152.07 million by end July, 2014. However, this was significantly higher than the balance of USD1389.10 million at end August, 2013.

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	77.4588	77.4000	68.3611	60.4678
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 August 2014, Taka has appreciated marginally by 0.17 percentage points from its level at the end of June 2014, showing stability in the foreign exchange market. However, Indian Rupees (INR) depreciated by 0.37 percentage points as of end August 2014 from its level of June 2014.



16. Balance of payments

(In million USD)

Particulars	July 2013 ^R	July 2014 ^P
<u>Trade balance</u>	<u>-129</u>	<u>195</u>
Exports f.o.b(including EPZ) ^{1/}	2996	2965
Imports f.o.b(including EPZ)	3125	2770
Services	-318	-342
Credit	241	260
Debit	559	602
Primary income	-172	-171
Credit	45	52
Debit	217	223
Of which: Official interest payment	0	1
Secondary income	1195	1341
Official transfers	4	1
Private transfers	1191	1340
<i>of which : Workers' remittances (current a/c. portion)</i>	1098	1303
<u>Current account balance</u>	<u>576</u>	<u>1023</u>
Capital account	50	8
Capital transfers	50	8
<u>Financial account</u>	<u>-473</u>	<u>-362</u>
i) Foreign direct investment(net)	111	123
ii) Portfolio investment (net)	163	195
<i>of which : Workers' remittances (financial a/c. portion)</i>	141	179
iii) Other investment(net)	-747	-680
MLT loans ^{2/}	118	167
MLT amortization payments	212	196
Other long-term loans (net)	1	61
Other short-term loans (net)	-150	-140
Trade credit (net)	-450	-669
DMBs & NBDCs(net)	-54	97
Assets	-21	195
Liabilities	-75	292
Errors and omissions	216	-240
<u>Overall balance</u>	<u>369</u>	<u>429</u>
Reserve assets	-369	-429
Bangladesh Bank(net)	-369	-429
Assets	123	-84
Liabilities	-246	-513

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 balance indicates a surplus of USD0.2 billion in July, 2014, the first month of FY15 compared to a deficit of USD0.13 billion in the same period of the previous fiscal year, due to lower import payments. Capital account was higher at USD0.05 billion in July, 2013 of the last fiscal year in comparison with the capital transfers of USD0.008 in July, 2014. The financial account ran on deficit both of the times, being USD0.36 billion in July, 2014 from USD0.47 billion of July, 2013. A large current account surplus resulted in overall balance surplus of USD0.43 billion in July, 2014 against a surplus of USD0.37 billion in the same time of 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)

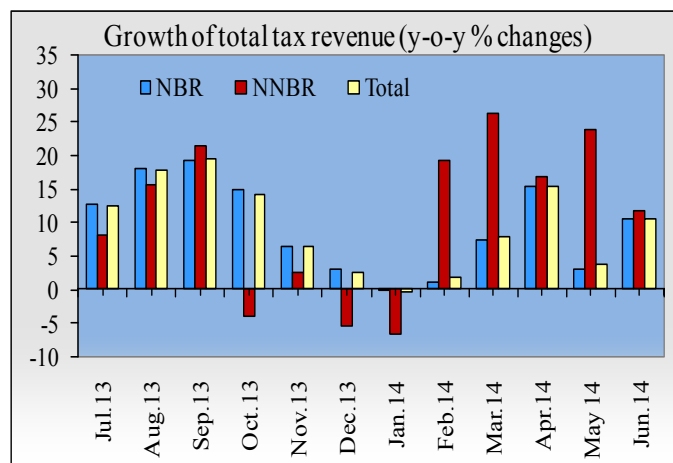
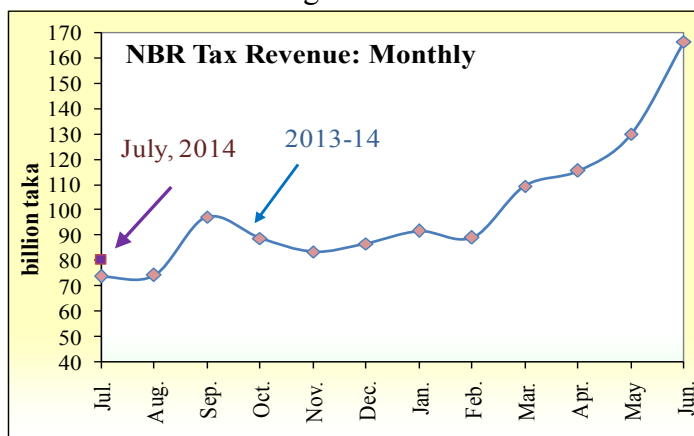
	NBR tax revenue					Non-NBR tax revenue	Total tax Revenue Collections	NBR tax revenue					Non-NBR tax revenue	Total tax Revenue Collections
	Customs duties	VAT	Income tax	others*	Total			Customs duties	VAT	Income tax	others*	Total		
	1	2	3	4	5=(1+..+4)			1	2	3	4	5=(1+..+4)		
	2013-14 ^R						2012-13 ^R							
July	1032.59	3212.14	1838.13	1275.98	7358.84	392.16	7751.00	1132.79	2831.72	1541.01	1030.24	6535.76	362.82	6898.58
August	943.45	3079.13	2084.65	1300.44	7407.67	255.99	7663.66	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)
	2014-15 ^P						2013-14 ^R							
July	1035.86 (+0.32)	3615.04 (+12.54)	2023.65 (+10.09)	1313.07 (+2.91)	7987.62 (+8.54)			1032.59 (-8.85)	3212.14 (+13.43)	1838.13 (+19.28)	1275.98 (+23.85)	7358.84 (+12.59)	392.16 (+8.09)	7751.00 (+12.36)

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) during FY14 stood at Tk.125125.47 crore which is higher by 10.46 percent against the collection of Tk.113278.96 crore during the same period of previous fiscal.

NBR tax revenue collection in July, 2014 the first month of FY15 stood at Tk.7987.62 crore which is higher by Tk.628.78 crore or 8.54 percent against the collection of Tk.7358.84 crore during the same month of FY14.



Target set for NBR tax revenue collection for FY15 is Tk.1,49,720.00 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)
2011-2012	18955.35	18476.33	479.02	63917.34
2012-2013	23326.77	22553.93	772.84	64690.18
2013-2014	24309.59	12602.29	11707.30	76397.48

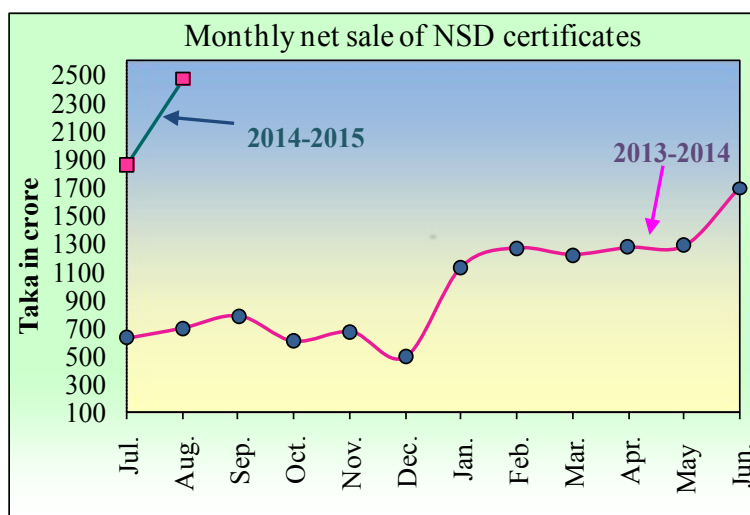
(In crore taka)

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
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	76397.48 (+18.10)	23326.77 (+23.06)	22553.93 (+22.07)	772.84	64690.18 (+1.21)
2014-2015				2013-2014				
July	2727.43	869.74	1857.69	78255.17	2144.02	1519.08	624.94	65315.12
August	3544.42	1073.62	2470.80	80725.97	1725.27	1033.43	691.84	66006.96
July-August	6271.85 (+62.09)	1943.36 (-23.86)	4328.49	80725.97 (+22.30)	3869.29 (+2.50)	2552.51 (-22.95)	1316.78	66006.96 (+2.53)

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-August, FY15 stood at Tk.6271.85 crore which is 62.09 percent higher than the amount of sale in the same period of the preceding fiscal year. Net borrowing of the government through NSD certificates during July-August, FY15 stood substantially higher at Tk. 4328.49 crore against Tk.1316.78 crore during July-August, FY14.

Outstanding borrowing of the government through NSD certificates as of end August, 2014 stood at Tk.80725.97 crore which was higher by 22.30 percent from the outstanding amount at the end of August, 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
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
July, 2013 ^R	4249.50	945.38	5194.88	-57.74	5137.14	---	186378.84	---
July, 2014 ^P	7050.40	2204.47	9254.87	-153.46	9101.41	---	211298.67	---

@ : 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 in July, 2014 of FY15 stood higher at Tk.91.01 billion against Tk.51.37 billion during the same period of the previous fiscal. Financing from domestic sources stood higher at Tk.92.55 billion compared to the same period of the preceding fiscal year. While net foreign financing stood negative indicating a higher repayment than borrowing. Net Govt. borrowing from the banking system stood higher at Tk.70.50 billion and Govt. borrowing from the non-banking system also stood higher at Tk.22.04 billion in July, 2014 of FY15, compared with the same month of the preceding fiscal year. Total budget financing in the first month of FY15 stood at 0.68 percent of projected GDP against 5.00 percent (overall deficit, excluding grants) as envisaged in budget for FY15.

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-August, 2014-15 ^P			July-August, 2013-14			
1. Imports (Rice & Wheat)			1.86			4.04			
2. Procurement (Rice & Wheat)			8.53			3.20			
3. Distribution (Rice & Wheat)			1.54			2.61			
4. Food Stock			15.18			11.59			

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 FY2013-14 stood higher at 355.46 lakh metric tons compared to 350.88 lakh metric tons of FY2012-13. Import of food grains (Rice & Wheat) during FY2013-14 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, 2014			July, 2013			Changes in July, 2014 over July, 2013		
	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	432.19	344.53	1698.64	456.34	403.45	2110.22	-24.15	-58.93	-411.58
Rice and wheat	176.27	80.93	328.18	191.89	142.90	550.82	-15.61	-61.97	-222.63
Sugar and salt	55.60	57.13	363.34	78.39	65.20	572.44	-22.79	-8.07	-209.10
Milk food	21.85	21.25	109.72	13.37	17.66	95.87	8.48	3.59	13.84
Edible oil (refined)	37.80	49.98	402.94	48.52	45.45	331.89	-10.72	4.53	71.05
All kinds of fruits	4.77	9.10	30.49	6.37	8.23	19.52	-1.59	0.87	10.97
Pulses	51.98	27.54	142.20	18.87	41.56	232.64	33.12	-14.02	-90.44
Onion	14.91	10.60	27.32	15.62	14.41	27.71	-0.71	-3.81	-0.39
Spices	8.89	11.38	20.88	11.92	10.50	16.37	-3.03	0.88	4.51
Second hand clothings	0.00	0.71	2.46	0.02	0.48	1.57	-0.02	0.22	0.89
Drugs and medicines(finished)	5.41	10.32	62.64	10.98	6.14	53.02	-5.56	4.18	9.62
Others	54.70	65.59	208.49	60.40	50.93	208.38	-5.70	14.66	0.11
B. Intermediate goods	202.99	211.93	1283.53	322.53	274.30	1321.33	-119.54	-62.37	-37.80
Coal	0.09	7.48	13.72	0.74	11.74	21.17	-0.64	-4.27	-7.45
Cement	1.98	0.17	6.05	0.15	0.27	3.83	1.83	-0.10	2.22
Clinker & limestone	32.97	44.30	248.89	43.68	47.73	177.85	-10.71	-3.43	71.03
B. P. sheet	20.67	13.65	93.09	26.14	21.61	117.19	-5.48	-7.96	-24.10
Tin plate	4.18	2.63	7.12	4.52	2.38	6.78	-0.34	0.25	0.33
Scrap Vessels	35.80	68.19	325.72	134.66	66.54	463.65	-98.86	1.65	-137.93
Iron and steel scrap	28.28	18.20	156.70	40.41	38.61	183.50	-12.12	-20.41	-26.80
Non-ferrous metal	14.93	9.29	96.32	18.22	23.56	89.46	-3.29	-14.27	6.86
Paper and paper board	24.16	25.02	111.06	29.31	31.46	88.90	-5.15	-6.44	22.15
Others	39.92	23.00	224.87	24.70	30.40	168.98	15.22	-7.40	55.89
C. Industrial raw materials	1272.52	1156.73	7291.30	1206.78	1305.92	6932.03	65.74	-149.19	359.27
Edible oil (Crude) & oil seeds	59.08	76.26	630.07	89.53	148.66	756.02	-30.45	-72.40	-125.94
Textile fabrics (B/B & others)	540.09	448.58	2745.14	525.48	478.85	2807.27	14.60	-30.28	-62.12
Pharmaceutical raw materials	36.23	33.75	176.53	33.64	35.92	189.77	2.59	-2.17	-13.24
Raw cotton	195.01	164.05	1133.18	159.85	208.27	1008.66	35.16	-44.22	124.52
Cotton yarn	109.11	124.02	547.89	88.84	91.20	526.03	20.27	32.82	21.86
Copra	1.14	0.99	2.18	2.10	2.97	23.31	-0.97	-1.98	-21.14
Synthetic fibre & yarn	50.98	44.55	306.40	44.94	50.16	270.55	6.04	-5.62	35.85
Chemicals & chem. products	280.88	264.53	1749.91	262.40	289.88	1350.43	18.49	-25.34	399.49

(contd. on page 23)

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

(In million US\$)

Sectors / Commodities	July, 2014			July, 2013			Changes in July, 2014 over July, 2013		
	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	232.34	208.80	4201.07	254.98	238.85	3039.90	-22.64	-30.04	+1161.17
Textile machinery	45.74	29.55	377.27	40.71	40.78	336.93	+5.04	-11.23	+40.33
Leather / tannery	0.42	0.63	4.79	0.23	0.45	4.11	+0.18	+0.18	+0.67
Jute industry	3.00	1.21	10.48	4.83	2.06	17.45	-1.83	-0.85	-6.97
Garment industry	50.81	31.19	478.99	47.27	39.73	294.82	+3.54	-8.55	+184.17
Pharmaceutical industry	6.23	3.14	39.81	4.16	7.52	40.22	+2.06	-4.38	-0.41
Packing industry	0.26	0.28	4.79	0.37	1.50	10.84	-0.10	-1.22	-6.05
Other industry	125.88	142.80	3284.95	157.41	146.79	2335.52	-31.52	-3.98	+949.42
E. Machinery for misc. inds.	346.05	305.82	2567.86	477.86	288.85	1838.01	-131.81	+16.97	+729.85
Other machineries	64.97	45.93	489.75	68.40	54.79	373.96	-3.43	-8.85	+115.79
Marine diesel engine	1.09	0.26	75.14	1.39	1.17	45.13	-0.30	-0.92	+30.01
Computer & its accessories	27.87	29.79	597.14	30.29	28.14	94.95	-2.41	+1.65	+502.19
Motor vehicle & motorcycle parts	11.55	15.34	49.43	14.06	6.83	59.86	-2.51	+8.52	-10.43
Bicycle parts	2.72	1.52	16.90	4.58	3.68	9.08	-1.86	-2.15	+7.82
Other iron and steel products	41.82	39.49	250.85	35.36	45.95	240.40	+6.47	-6.47	+10.45
Motor vehicles	52.09	48.59	217.00	60.14	38.93	195.15	-8.05	+9.66	+21.85
Other electronics components	9.09	9.17	81.91	11.75	11.64	44.65	-2.66	-2.47	+37.25
Tractors & power tiller	5.36	4.87	22.32	5.51	4.91	25.09	-0.15	-0.04	-2.77
Others	129.48	110.85	767.43	246.38	92.82	749.75	-116.90	+18.04	+17.69
F. Petroleum & petro.prodts.	350.38	440.00	1393.92	614.35	382.44	1322.59	-263.97	+57.56	+71.33
Crude	37.38	148.65	650.02	309.98	113.26	696.60	-272.60	+35.39	-46.58
Refined	312.99	291.35	743.89	304.37	269.18	625.99	+8.63	+22.17	+117.91
G. Others	819.18	296.88	3263.77	384.92	345.73	2351.67	+434.26	-48.85	+912.10
Commercial sector	590.43	121.67	2124.13	152.57	140.12	1275.55	+437.86	-18.45	+848.57
Industrial sector	228.75	175.22	1139.65	232.35	205.61	1076.12	-3.60	-30.39	+63.52
Total	3655.65	2964.69	21700.10	3717.75	3239.53	18915.74	-62.10	-274.84	+2784.35
of which back to back	592.53	520.45	3103.82	544.99	512.81	3051.25	+47.54	+7.63	+52.57

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

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