

Banking Regulation & Policy Department
Bangladesh Bank
Head Office
Dhaka

May 12, 2008

BRPD Circular Letter No. 07

Date: -----
Baishakh 29, 1415

Chief Executives
All Scheduled Banks in Bangladesh

Dear Sir,

Fixation of 03 (three) months time limit at maximum for repayment of loan against purchase of rice by the mill owners .

The banker's meeting (held on March 12,2007) agreed to maintain credit facilities for the next 90 days after releasing import consignment of essential commodities from the tax authority. Mill owners are enjoying Bank Pledge Cash Credit facilities for purchasing rice from local market. The credit facilities enjoyed for local procurement of rice by the mill owners should be, in the opinion of Bangladesh Bank in conformity with the credit facilities exted for ninety days for import of essential consumers' goods.

Therefore, with a view to ensuring supply of rice in the market you are advised to fix 3 (three) months i.e, 90 (ninety) days time limit at the maximum for repayment of credit facilities against purchase of rice by the local mill owners.

Please acknowledge receipt.

Yours faithfully,

Sd./

(Md. Jahangir Alam)
General Manager
Phone: 7117825