

Annual Report

(July 2008 - June 2009)



BANGLADESH BANK
(The Central Bank of Bangladesh)

Letter of Transmittal
BANGLADESH BANK

Dhaka
24 January 2010

The Secretary
Finance Division
Ministry of Finance
Government of the People's Republic of Bangladesh
Dhaka.

Dear Sir,

In terms of Article 40 (2) of the Bangladesh Bank Order, 1972 (P. O Number 127) I have the honour to submit to the Government of the People's Republic of Bangladesh the Annual Report of the Bank for the financial year 2008-2009. Audited Accounts of the Bank for the financial year was forwarded earlier on 31 August 2009.

Yours faithfully,

(Dr. Atiur Rahman)
Governor

Board of Directors

Dr. Atiur Rahman*	Chairman
Mr. Md. Nazrul Huda	Director
Dr. Momtaz Uddin Ahmed	Director
Dr. Mohammad Tareque	Director
Dr. Muhammad Ismail Hossain	Director
Dr. Mohammad Ali Taslim	Director
Mr. M Musharraf Hossain Bhuiyan**	Director
Dr. Nasiruddin Ahmed***	Director
Mr. Mir Abdur Rahim	Secretary

* Dr. Atiur Rahman was appointed as Chairman of the Board in place of Dr. Salehuddin Ahmed with effect from 1 May 2009.

** Mr. M Musharraf Hossain Bhuiyan was appointed as Director of the Board in place of Mr. Jafar Ahmad Chowdhury with effect from 2 March 2009.

*** Dr. Nasiruddin Ahmed was appointed as Director of the Board in place of Mr. Muhammad Abdul Mazid with effect from 21 April 2009.

Note : Dr. Wahid Uddin Mahmud was director of the board up to 18 January 2009.

Governor

Dr. Atiur Rahman

Deputy Governors

Md. Nazrul Huda

Ziaul Hassan Siddiqui

Murshid Kuli Khan

Executive Directors

Khandakar Muzharul Haque

Md. Abul Quasem

A.T.M. Nasir Uddin

Chowdhury Mohidul Haque

Mir Abdur Rahim

Nazneen Sultana

Md. Mafiz Uddin Chowdhury

Devaki Kumar Saha

A.H.M. Kai-Khasru

Economic Adviser

Habibullah Bahar

Departments of the Head Office and Department Heads*

Accounts & Budgeting Department	A.K.M. Rahmatullah, General Manager
Agricultural Credit & Special Programmes Department	S.M. Moniruzzaman, General Manager
Anti-Money Laundering Department	Md. Mahfuzur Rahman, General Manager
Bangladesh Bank Training Academy	Dewan Abdus Sultan, General Manager
	Subhankar Saha, General Manager
Banking Regulation & Policy Department	Abu Hena Mohd. Razee Hassan, General Manager
Central Bank Strengthening Project Cell	Md. Abdul Haque, General Manager
Common Services Department	Md. Ahsan Ullah, General Manager
Credit Information Bureau	Md. Abdul Hye, General Manager
Debt Management Department	Md. Mijanur Rahman Jodder, General Manager
Department of Banking Inspection -1	Ahmed Ehteshamul Haider, General Manager
Department of Banking Inspection-2	Nirmal Chandra Bhakta, General Manager
Department of Currency Management & Payment Systems	Das Gupta Asim Kumar, General Manager
Department of Financial Institutions & Markets	Md. Elias Sikder, General Manager
Department of Off-site Supervision	Shitangshu Kumar Sur Chowdhury, General Manager
Department of Printing & Publications	Dr. Md. Golam Mustafa, General Manager
Expenditure Management Department	Shawkat Osman Chowdhury, General Manager
Foreign Exchange Investment Department	Md. Abdur Rahim, General Manager
Foreign Exchange Operation Department	Jinnatul Bakeya, General Manager
Foreign Exchange Policy Department	Khondaker Khalidur Rahman, General Manager
Foreign Exchange Inspection & Vigilance Department	Ahmed Jamal, General Manager
Forex Reserve & Treasury Management Department	Md. Amzad Hossain, General Manager
Human Resources Department	Sudhir Chandra Das, General Manager
Information Systems Development Department	Md. Abdul Hamid, Systems Manager
Internal Audit Department	Md. Sadrul Huda, General Manager
I.T Operation & Communication Department	Gouranga Chakraborty, Systems Manager
Law Department	Mohammad Masum Kamal Bhuiyan, General Manager
Monetary Policy Department	Md. Abdus Samad Sarker, General Manager
Policy Analysis Unit	Dr. Md. Akhtaruzzaman**, Senior Research Economist
Research Department	Md. Kabir Ahmed Chowdhury, General Manager
Secretary's Department	Mir Abdur Rahim, Executive Director
Security Management Department	Lt. Col. (Retd.) Md. Mahmudul Huq Khan Chowdhury, General Manager
Special Studies Cell	Sheikh Abdullah, General Manager
Statistics Department	Md. Abdus Satter Miah, (General Manager in Charge)

As per alphabetical arrangement.

Note : Zea Uddin Ahmed, General Manager is on deputation with SPC (BD) Ltd. on current charge of Managing Director, and
Md. Nazimuddin, General Manager is on deputation with SPC (BD) Ltd.

* As of 30 June 2009.

** Dr. Md. Akhtaruzzaman, General Manager, is on lien with Policy Analysis Unit.

Departments of the Head Office and Department Heads*

Accounts & Budgeting Department	A.K.M. Rahmatullah, General Manager
Agricultural Credit & Special Programmes Department	S.M. Moniruzzaman, General Manager
Anti-Money Laundering Department	Md. Mahfuzur Rahman, General Manager
Bangladesh Bank Training Academy	Dewan Abdus Sultan, General Manager
	Subhankar Saha, General Manager
Banking Regulation & Policy Department	Abu Hena Mohd. Razee Hassan, General Manager
Central Bank Strengthening Project Cell	Md. Abdul Haque, General Manager
Common Services Department	Md. Ahsan Ullah, General Manager
Credit Information Bureau	Md. Abdul Hye, General Manager
Debt Management Department	Md. Mijanur Rahman Jodder, General Manager
Department of Banking Inspection -1	Ahmed Ehteshamul Haider, General Manager
Department of Banking Inspection-2	Nirmal Chandra Bhakta, General Manager
Department of Currency Management & Payment Systems	Das Gupta Asim Kumar, General Manager
Department of Financial Institutions & Markets	Md. Elias Sikder, General Manager
Department of Off-site Supervision	Shitangshu Kumar Sur Chowdhury, General Manager
Department of Printing & Publications	Dr. Md. Golam Mustafa, General Manager
Expenditure Management Department	Shawkat Osman Chowdhury, General Manager
Foreign Exchange Investment Department	Md. Abdur Rahim, General Manager
Foreign Exchange Operation Department	Jinnatul Bakeya, General Manager
Foreign Exchange Policy Department	Khondaker Khalidur Rahman, General Manager
Foreign Exchange Inspection & Vigilance Department	Ahmed Jamal, General Manager
Forex Reserve & Treasury Management Department	Md. Amzad Hossain, General Manager
Human Resources Department	Sudhir Chandra Das, General Manager
Information Systems Development Department	Md. Abdul Hamid, Systems Manager
Internal Audit Department	Md. Sadrul Huda, General Manager
I.T Operation & Communication Department	Gouranga Chakraborty, Systems Manager
Law Department	Mohammad Masum Kamal Bhuiyan, General Manager
Monetary Policy Department	Md. Abdus Samad Sarker, General Manager
Policy Analysis Unit	Dr. Md. Akhtaruzzaman**, Senior Research Economist
Research Department	Md. Kabir Ahmed Chowdhury, General Manager
Secretary's Department	Mir Abdur Rahim, Executive Director
Security Management Department	Lt. Col. (Retd.) Md. Mahmudul Huq Khan Chowdhury, General Manager
Special Studies Cell	Sheikh Abdullah, General Manager
Statistics Department	Md. Abdus Satter Miah, (General Manager in Charge)

As per alphabetical arrangement.

Note : Zea Uddin Ahmed, General Manager is on deputation with SPC (BD) Ltd. on current charge of Managing Director, and Md. Nazimuddin, General Manager is on deputation with SPC (BD) Ltd.

* As of 30 June 2009.

** Dr. Md. Akhtaruzzaman, General Manager, is on lien with Policy Analysis Unit.

Branch Offices and Office Heads*

Barisal	A.K.M. Fazlur Rahman, General Manager
Bogra	Md. Ataur Rahman, General Manager
Chittagong	Mohammad Naushad Ali Chowdhury, General Manager
Khulna	Abdus Sattar, General Manager
Motijheel	Santi Ranjan Das, General Manager
Rajshahi	Sarder Md. Shahjahan, General Manager
Rangpur	Md. Ebtadul Islam, General Manager
Sadarghat	Noor Muhammad Howlader, General Manager
Sylhet	Md. Jahangir Alam, General Manager

As per alphabetical arrangement.

* As of 30 June 2009.

Contents

Chapters		Pages
Chapter-1	Macroeconomic Performance, Near and Medium Term Prospects	1
	World Economic Environment and Outlook	1
	Developments in the Bangladesh Economy	4
	Growth Performance	4
	Savings and Investment	5
	Price Situation	5
	Money and Credit Developments	6
	Public Finance	7
	External Sector	8
	Near and Medium Term Outlook for the Bangladesh Economy	10
Chapter-2	The Real Economy	14
	Economic Growth	14
	Agriculture Sector	15
	Industry Sector	15
	Services Sector	16
	Sectoral Composition of GDP	17
	GDP by Expenditure	18
	Savings and Investment	18
Chapter-3	Prices and Wages	20
	Consumer Prices	20
	Wage Rate Trends	23
	Near Term Inflation Outlook	24
Chapter-4	Money and Credit	26
	Stance of Monetary and Credit Policies	26
	Reserve Money Developments	28
	Income Velocity of Money	30
	Bank Credit	30
	Bank Deposits	30
	Credit/Deposit Ratio	31
	Scheduled Banks Borrowings from the BB	31
	Balances of Scheduled Banks with the BB and their Cash in Tills	31
	Cash Reserve Requirement (CRR)	31
	Statutory Liquidity Ratio (SLR)	31

Contents

Chapters	Pages
Bank Rate	31
Interest Rates on Deposits and Advances	32
Operation of the Export Development Fund (EDF)	32
Changes in Monetary and Credit Regulations	32
Chapter-5 Banking Sector Performance, Regulation and Bank Supervision	35
Banking Sector Performance	35
Aggregate Balance Sheet	36
Performance and Rating of Banks	36
Capital Adequacy	37
Asset Quality	37
Loan Loss Provisioning of the Banks	39
Weighted Average Deposit and Lending Rates	39
Writing-off Bad Debts	40
Management Soundness	40
Earnings and Profitability	41
Net Interest Income	41
Liquidity	42
CAMELS Rating	42
Islamic Banking	44
Deposit Insurance Scheme	44
Legal Reforms and Prudential Regulations	45
Capital Adequacy of the Banks	45
Interest Rate Policy	45
Maintaining Adequate Security of Lockers	46
SCBs Reforms Programme	46
Maintaining General Provision against Off-balance Sheet Item	46
Progress of Basel II Implementation in Bangladesh	46
Corporate Governance in Banks	50
Corporate Social Responsibility (CSR)	50
Activities of Credit Information Bureau (CIB)	50
Supervision of Banks	51
On-site Inspection of Banks	51
Financial Institutions (FIs)	52
Chapter-6 Financial Markets	53
Money Market	53
Call Money Market - FY09	53
Repo Auctions - FY09	54
Reverse Repo Auctions - FY09	54

Contents

Chapters	Pages
Government Securities Market	55
Government Treasury Bills Auctions	55
Bangladesh Government Treasury Bonds (BGTBs) Auctions	57
Bangladesh Government Islamic Investment Bond (Islamic Bond)	58
Capital Market	58
Investment Financing in Bangladesh : Minor Role of Capital Market	58
Capital Market Activities in FY09	59
Primary Issuance	59
Secondary Market Activities	60
Non-resident Portfolio Investment	60
Activities of the ICB	61
Scheduled Banks Investments in Capital Market Securities	62
Measures Supporting Capital Market Development	62
Credit Market	64
Advances of Scheduled Banks by Economic Purposes	64
Industrial Term Loans of Banks and Financial Institutions	64
Measures for Strengthening Term Lending Practices	65
Broadening of Fund Base for Industrial Term Lending	66
Equity and Entrepreneurship Fund (EEF)	68
Housing Finance	68
Foreign Exchange Market	69
Exchange Rate	69
Inter-bank Foreign Exchange Transactions	70
Chapter-7 Agricultural and Rural Finance	71
Annual Agricultural Credit Programme	71
Disbursement	72
Recovery	73
Sources of Agricultural Finance	73
Bangladesh Bank's Refinance against Agricultural Loans	74
Agricultural Credit Projects/Programmes under Bangladesh Bank Supervision	74
Financing of Small & Medium Scale Enterprises	75
Microcredit Operations of NGOs	76
Chapter-8 Public Finance	78
Fiscal Trends – Strategies for Achieving Higher Growth and Development	78
The FY09 Budget and Fiscal Outcome	78
a. Revenue Receipts	78
b. Expenditure	80
c. Financing of the FY09 Budget Deficit	81

Contents

Chapters	Pages
The FY10 budget	82
a. Revenue Receipts	84
b. Expenditure	85
c. Deficit and its financing	87
Chapter-9 External Sector	91
External Trade and the Balance of Payments - the Overall Situation	91
Exports	93
Destination	93
Composition	93
Export Promotion and Diversification	94
Imports	94
Terms of Trade	97
Workers' Remittances	97
Foreign Aid	98
Foreign Exchange Market Operations	98
Foreign Exchange Reserves	99
Reserve Management Strategy	100
Transactions under Asian Clearing Union (ACU)	100
Transactions with the IMF	100
Exchange Rate	101
Changes in Foreign Exchange Regulations	101
Anti-money Laundering Surveillance	103
Chapter-10 Payment and Settlement Systems	104
Legal and Regulatory Framework	105
Remittance Issues	105
Chapter-11 Administration	108
Appointment of New Governor	108
Appointment of New Directors in the Board	108
Executive Committee	108
Audit Committee of the Board	108
New Appointment in Different Posts	109
Retirement, Voluntary Retirement, Resignation, Death, Compulsory Retirement and Removal	109
Creation/Abolition of Posts	110
Working Strength of Officials and Staff	110
Number of Officers on Deputation/Lien	110
Newly Established Department of the Bank	110
Welfare Activities and Approval of Scholarship	110

Contents

Chapters	Pages
Foreign Training and Study	110
Domestic Training and Study	110
Implementation of Performance Management System (PMS)	110
Training Courses, Workshops and Seminars Conducted by the Bangladesh Bank Training Academy (BBTA)	110
Central Bank Strengthening Project	111
 Chapter-12 Bangladesh Bank's Accounts for 2008-2009	 113
Income	113
Income from Foreign Currency Financial Assets	113
Income from Local Currency Financial Assets	113
Expenditure	113
Financial Cost	114
Administrative Cost	114
Operating Profit	114
Revaluation	114
Profit Appropriation	114
Combined Balance Sheet of Banking and Issue Department	114
Assets	114
Liabilities	114
Foreign Currency Reserve	115
Notes in Circulation	115
Equity	115
Auditors	115
Audited Financial Statements as at and for the Year Ended 30 June 2009	118
 Tables	
1.1 Overview of the World Economic Outlook Projections	1
1.2 Sectoral GDP growth rates (at FY96 constant prices)	5
2.1 Sectoral GDP growth (at FY96 constant prices)	14
2.2 Quantum index of medium and large scale manufacturing industries (base : 1988-89=100)	16
2.3 Sectoral GDP shares (at FY96 constant producer prices)	17
2.4 GDP by expenditure groups (at current market prices)	17
2.5 Savings and investment (as percent of GDP)	18
3.1 Annual average CPI inflation (based FY96=100)	21
3.2 Changes in international prices of major commodities	22
3.3 Inflation trend in SAARC and other neighbouring countries	22
3.4 Annual average national level CPI by consumption basket sub-groups (FY96=100)	23
3.5 Trends of wage rate indices (base FY70=100)	23
3.6 Global inflationary situation	24

Contents

Tables	Pages
4.1 Money and credit situation	28
4.2 Reserve money position	29
4.3 Income velocity of money	29
4.4 Bank credit - FY09 quarterly positions	30
4.5 Bank deposits - FY09 quarterly positions	31
4.6 Weighted average interest rates of scheduled banks	32
5.1 Banking system structure	35
5.2 Capital to risk weighted assets ratio by type of banks	37
5.3 NPL ratios by type of banks	37
5.3 (a) Ratio of net NPL to total loans by type of banks	38
5.4 Required provision and provision maintained – all banks	38
5.5 Comparative position of provision adequacy	39
5.6 Weighted average deposit and lending rates	40
5.7 Writing-off bad debts in different bank categories	40
5.8 Expenditure - income ratio by type of banks	40
5.9 Profitability ratios by type of banks	41
5.10 Net interest income by type of banks	42
5.11 Liquidity ratio by type of banks	42
5.12 Comparative positions of the Islamic banking sector	44
6.1 Volume of trade and weighted average interest rates in call money market	53
6.2 Repo auctions - FY09	54
6.3 Reverse repo auctions - FY09	55
6.4 Auctions of government treasury bills - FY09	57
6.5 Auctions of Bangladesh government treasury bonds - FY09	57
6.6 Bangladesh Government Islamic Investment Bond	58
6.7 Disbursement and recovery of industrial term loans of banks and financial institutions	58
6.8 Dhaka Stock Exchange (DSE) activities	59
6.9 Chittagong Stock Exchange (CSE) activities	59
6.10 Advances of scheduled banks by economic purposes	63
6.11 Industrial term loans of banks and financial institutions	64
6.12 Outstanding housing loans	68
6.13 Sales and purchases of foreign exchange by the Bangladesh Bank	70
7.1 Comparative statement of disbursement & recovery of agricultural loan	71
7.2 Agricultural credit performance by lenders - FY09	73
7.3 Bangladesh Bank's refinance against agricultural loans	74
7.4 Microcredit operations of the Grameen Bank and large NGOs	76
8.1 Bangladesh Government revenue and expenditure	78
8.2 Composition of revenue receipts	80
8.3 Composition of revenue expenditure	81
8.4 Composition of social sector revenue expenditure	82
8.5 Sectoral shares in ADP expenditure	82

Contents

Tables	Pages
9.1 Composition of merchandise exports	92
9.2 Composition of merchandise imports	96
9.3 Terms of trade of Bangladesh (base : FY96=100)	97
9.4 Foreign aid receipts and debt repayments	98
9.5 Gross foreign exchange reserves of the Bangladesh Bank	99
9.6 Receipts and payments of Bangladesh under the ACU	99
9.7 Outstanding principal liabilities against the facilities received from the IMF	101
11.1 Statement on different training courses, workshops and seminars organised by the Bangladesh Bank Training Academy (BBTA) during FY09	111
12.1 Sources of income	113
12.2 Bank's expenditure	114
Charts	
1.1 Domestic savings and investment	6
1.2 National CPI inflation (12-month average : base FY96=100)	6
1.3 Monetary aggregates	6
1.4 Sources of broad money (M2)	7
1.5 Revenue receipt, revenue expenditure, revenue surplus and budget deficit	7
1.6 Budget deficit financing	7
1.7 Export and import growth	9
1.8 NEER, REER and Taka-Dollar exchange rate	9
1.9 Recent movements in NEER, REER and Taka-Dollar exchange rate	9
2.1 Bangladesh real GDP growth	14
2.2 Domestic savings	18
2.3 Domestic investment	18
3.1 National CPI inflation (12-month average : base FY96=100)	20
3.2 Monthly Percentage Change in Inflation	20
3.3 Rural CPI inflation (12-month average : base FY96=100)	21
3.4 Urban CPI inflation (12-month average : base FY96=100)	21
3.5 Changes in international commodity prices	22
3.6 South Asian inflationary situation	22
3.7 Wage rate index trends by sectors (base FY70=100)	23
4.1 M2 and its components	28
4.2 Domestic credit and its components	30
4.3 M2 and RM programmes and actual developments in FY09	30
4.4 Movement of GDP growth, M2 growth, rate of inflation and income velocity of money	31
5.1 Aggregate industry assets	36
5.2 Aggregate industry liabilities	36
5.3 Aggregate capital adequacy position	37
5.4 Aggregate position of NPLs to total loans	38

Contents

Charts	Pages
5.4 (a) Aggregate position of NNPLs to total loans (net of provisions)	38
5.5 Comparative position of NPLs by type of banks	39
5.6 Provision adequacy position of all banks	39
5.7 Weighted average deposit and lending rates	39
5.8 Aggregate position of income and expenditure – all banks	40
5.9 Aggregate profitability - all banks	41
5.10 Aggregate NII of the industry	42
5.11 Aggregate position of excess liquidity	43
6.1 Call money rate	54
6.2 Weighted average yield of BGTBs	58
6.3 Trends of market behaviour of DSE	60
6.4 Sectoral share of total advances	64
6.5 Industrial term loans of banks and financial institutions: FY09	66
6.6 Taka-US Dollar exchange rate: FY09	70
7.1 Targets for agricultural credit disbursement in FY09	72
7.2 Actual agricultural credit disbursement in FY09	72
8.1 Composition of tax revenue : FY09	81
8.2 Composition of tax revenue : FY10	81
8.3 Budget deficit financing : FY09	84
8.4 Budget deficit financing : FY10	84
9.1 Key indicators of external sector	91
9.2 Trends of trade, current account and overall balances	92
9.3 Export growth	93
9.4 Destinal pattern of exports in FY09	93
9.5 Import growth	97
9.6 Terms of trade of Bangladesh	97
9.7 Wage earners' remittances in FY08 and FY09	98
9.8 Liquid foreign exchange holdings abroad	99
12.1 Bank's income, expenditure and profit	113
Boxes	
4.1 Monetary Policy Framework of the Bangladesh Bank	27
5.1 Revised Regulatory Framework for Capital Adequacy in line with Basel II	47
5.2 Lesseons from the Financial Crisis - The Importance of Strengthening Risk Management and Corporate Governance	49
6.1 The Rationale and Extent of BB's Participation in the Primary and Secondary Markets in Treasury Bills and Bonds	56
6.2 Public Debt Management: The Role of Bangladesh Bank	61

Contents

Boxes	Pages
7.1 Millennium Development Goals - Bangladesh's Achievement	77
8.1 Public-Private Partnership to Invigorate Investment	83
8.2 Salient Revenue Measures in FY10 Budget	88
8.3 Salient Expenditure Measures in FY10 Budget	89
9.1 Measures for Strengthening Export Competitiveness in the face of Global Economic Downturn	95
10.1 Image Based Cheque Clearing	106
11.1 Risk Based Internal Audit	109
Appendices	
Appendix-1 Chronology of Major Policy Announcements: FY09	173
Appendix-2 Bangladesh: Some Selected Statistics	189
Tables	
I Bangladesh : Selected Social Indicators	191
II Trends of Major Macroeconomic Indicators	192
III Medium-term Macroeconomic Framework : Key Indicators	193
IV Gross Domestic Product (GDP), Investment and Savings	194
V Growth and Sectoral Share of GDP (at FY96 constant prices)	195
VI Development of Government Budgetary Operation	196
VII Money and Credit	197
VIII Consumer Price Index (CPI) and Rate of Inflation – National (base : FY96=100)	198
IX Reserve Money and its Components	199
X Reserve Money and its Sources	200
XI Deposits of Public and Private Sector	201
XII Selected Statistics of Scheduled Banks	202
XIII Movements in Selected Interest Rates	203
XIV Government Borrowing (net) from the Banking System	204
XV Non-bank Government Borrowing (net)	207
XVI Balance of Payments	208
XVII Category-wise Exports	209
XVIII Category-wise Imports	210
XIX Sector-wise Comparative Statement of Opening, Settlement and Outstanding of Import LCs	211
XX Foreign Exchange Reserves	212
XXI Period Average Taka-US Dollar Exchange Rates	213
XXII Country-wise Workers' Remittances	214
XXIII List of Scheduled Banks	215
XXIV List of Financial Institutions	217

List of Abbreviations

ABB	Association of Bankers Bangladesh	CSE	Chittagong Stock Exchange
ACSPD	Agricultural Credit and Special Programmes Department	CSR	Corporate Social responsibility
ACU	Asian Clearing Union	DCI	Direct Calorie Intake
ADB	Asian Development Bank	DFID	Department for International Development
ADP	Annual Development Programme	DFIs	Development Finance Institutions
ADs	Authorised Dealers	DITF	Deposit Insurance Trust Fund
AIP	Annual Inspection Programme	DMBs	Deposit Money Banks
AIT	Advanced Income Tax	DOS	Department of Off-site Supervision
ASA	Association for Social Advancement	EAD	Exposure at Default
ASEAN	Association of South East Asian Nations	ECAls	External Credit Assessment Institutions
BAB	Bangladesh Association of Banks	EDF	Export Development Fund
BACH	Bangladesh Automated Clearing House	EEF	Equity and Entrepreneurship Fund
BACPS	Bangladesh Automated Cheque Processing Systems	EFT	Electronic Fund Transfer
BASIC	Bangladesh Small Industries and Commerce	EGBMP	Enterprise Growth and Bank Modernisation Project
BB	Bangladesh Bank	EI	Expenditure-Income
BBBF	Bangladesh Better Business Forum	ERM	Enterprise-wide Risk Management
BBS	Bangladesh Bureau of Statistics	ERQ	Exporter's Retention Quota
BBTA	Bangladesh Bank Training Academy	EU	European Union
BCA	Banking Companies Act	EWS	Early Warning System
BCIC	Bangladesh Chemical Industries Corporation	FCBs	Foreign Commercial Banks
BCPs	Basel Core Principles	FDI	Foreign Direct Investment
BEFTEN	Bangladesh Electronic Funds Transfer Network	FIs	Financial Institutions
BGTBs	Bangladesh Government Treasury Bonds	FIU	Financial Intelligence Unit
BIMSTEC	Bay of Bengal Initiative for Multi Sectoral Technical and Economic Co-operation	FY	Financial Year (July- June)
BKB	Bangladesh Krishi Bank	GDE	Gross Domestic Expenditure
BPDB	Bangladesh Power Development Board	GDP	Gross Domestic Product
BRAC	Bangladesh Rural Advancement Committee	GDS	Gross Domestic Savings
BRDB	Bangladesh Rural Development Board	GFSR	Global Financial Stability Report
BRPD	Banking Regulation & Policy Department	GNS	Gross National Savings
BSBL	Bangladesh Samabay Bank Limited	GoB	Government of Bangladesh
C&F	Cost & Freight	HTM	Held to Maturity
CAMEL	Capital Adequacy, Asset Quality, Management, Earnings and Liquidity	IAD	Internal Audit Department
CAMELS	Capital Adequacy, Asset Quality, Management, Earnings, Liquidity and Sensitivity to Market Risk	IADI	International Association of Deposit Insurers
CAR	Capital Adequacy Ratio	IASB	International Accounting Standard Board
CCU	Central Compliance Unit	ICAAP	Internal Capital Adequacy Assessment Process
CDMC	Cash and Debt Management Committee	ICML	ICB Capital Management Limited
CEO	Chief Executive Officer	ICT	Information and Communication Technology
CF	Challenge Fund	IDA	International Development Agency
CIB	Credit Information Bureau	IDLC	Industrial Development Leasing Company
CIT	Cheque Imaging and Trancation	IFRS	International Financial Reporting Standard
CPI	Consumer Price Index	IMF	International Monetary Fund
CRR	Cash Reserve Requirement	IPDC	Industrial Promotion and Development Company of Bangladesh Limited
		IPFF	Investment Promotion and Financing Facility
		IPO	Initial Public Offering
		IPP	Independent Power Producer

IRB	Internal Rating Base	PFM	Public Finance Management
ISTCL	ICB Securities Trading Company Limited	PKSF	Palli Karma Sahayak Foundation
IT	Information Technology	PMS	Performance Management System
JDLNA	Joint Damage Loss and Needs Assessment	POL	Petroleum, Oil and Lubricants
KSA	Kingdom of Saudi Arabia	PPP	Public-Private Partnership
KYC	Know Your Customer	PRC	Proceed Realisation Certificates
L/C	Letter of Credit	PSD	Payment Systems Division
LAN	Local Area Network	PSIG	Private Sector Infrastructure Guidelines
LCA	Letter of Credit Authorisation	QIIP	Quantum Index of Industrial Production
LDCs	Least Developed Countries	RAKUB	Rajshahi Krishi Unnayan Bank
LIBOR	London Inter Bank Offered Rate	RBI	Reserve Bank of India
M2	Broad Money	RCCLS	Revolving Crop Credit Limit System
MAA	Memorandum and Articles of Association	REER	Real Effective Exchange Rate
MCPs	Microcredit Programmes	Repo	Repurchase Agreement
MCR	Minimum Capital Requirement	RERMP	Rural Employment and Road Maintenance Programme
MDBs	Multilateral Development Banks	RM	Reserve Money
MDGs	Millennium Development Goals	RMG	Readymade Garments
MDs	Managing Directors	RMMRU	Refugee and Migratory Movement Research Unit
MFA	Multi Fibre Arrangement	ROA	Return on Assets
MFI	Microfinance Institutions	ROE	Return on Equity
MICR	Magnetic Ink Character Recognition	RPCF	Remittances and Payments Challenge Fund
MIS	Management Information System	RWA	Risk Weighted Assets
MLPA	Money Laundering Prevention Act	RWG	Regulatory Working Group
MLT	Medium and Long Term	SAARC	South Asian Association for Regional Cooperation
MMT	Million Metric Ton	SAFTA	South Asian Free Trade Area
MoF	Ministry of Finance	SAR	Separate Administrative Region
MoU	Memorandum of Understanding	SCBs	State-owned Commercial Banks
MTMF	Medium Term Macroeconomic Framework	SEC	Securities and Exchange Commission
MW	Mega Watt	SEF	Small Enterprise Fund
NBFIs	Non Bank Financial Institutions	SHOGORIP	Shashoya Gudam Rin Prokalpa
NBR	National Board of Revenue	SLR	Statutory Liquidity Ratio
NCB	Net Claims on Banks	SMEs	Small and Medium Enterprises
NCG	Net Claims on Government	SOEs	State Owned Enterprises
NCT	Net Current transfer	SPCL	Security Printing Corporation (Bangladesh) Limited
NDA	Net Domestic Assets	SRP	Supervision Review Process
NEER	Nominal Effective Exchange Rate	T&T	Telephone & Telegraph
NFA	Net Foreign Assets	Tk.	Taka
NFI	Net Factor Income	TMSS	Thengamara Mohila Sabuj Sangha
NGOs	Non Governmental Organisations	TNA	Training Need Assessment
NII	Net Interest Income	TOR	Terms of References
NIM	Net Interest Margin	UAE	United Arab Emirates
NITA	Non-resident Investor Taka Account	UNDP	United Nations Development Programme
NPLs	Non-Performing Loans	USA	United States of America
NPSC	National Payment System Council	USD	US Dollar
NRB	Non Resident Bangladeshi	VAT	Value Added Tax
NSAPR	National Strategy for Accelerated Poverty Reduction	VGD	Vulnerable Group Development
OIN	Other Items Net	VGF	Vulnerable Group-Feeding
OMS	Open Market Sale	WAN	Wide Area Network
OPEC	Organisation of Petroleum Exporting Countries	WB	World Bank
PAU	Policy Analysis Unit	WEO	World Economic Outlook
		WTO	World Trade Organization