

# Annual Report

2012-2013



Bangladesh Bank

# Annual Report

(July 2012-June 2013)



**BANGLADESH BANK**  
(The Central Bank of Bangladesh)

Letter of Transmittal  
**BANGLADESH BANK**

Dhaka  
.....2014

The Secretary  
Bank and Financial Institutions 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 Bangladesh Bank for the financial year 2012-2013. Audited Accounts of the Bank for the financial year was forwarded earlier on 26 August 2013.

Yours faithfully,



(Dr. Atiur Rahman)  
Governor

## Board of Directors

Dr. Atiur Rahman*	Chairman
Mr. Md. Abul Quasem	Director
Dr. Mohammad Tareque**	Director
Dr. Nasiruddin Ahmed***	Director
Dr. Mustafa Kamal Mujeri****	Director
Prof. Sanat Kumar Saha****	Director
Dr. Sadiq Ahmed*****	Director
Prof. Hannana Begum****	Director
Mr. Md. Shafiqur Rahman Patwari***	Director
Mr. Fazle Kabir*****	Director
Mr. Md. Ghulam Hussain*****	Director
Dr. M. Aslam Alam*****	Director
Mr. Ahmed Jamal	Secretary

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\* Dr. Atiur Rahman was reappointed as Governor of Bangladesh Bank with effect from 1 May 2013.

\*\* Dr. Mohammad Tareque was Director of the Board up to 22 August 2012.

\*\*\* Dr. Nasiruddin Ahmed and Mr. Md. Shafiqur Rahman Patwari were Directors of the Board up to 13 November 2012.

\*\*\*\* Dr. Mustafa Kamal Mujeri, Prof. Sanat Kumar Saha, Dr. Sadiq Ahmed and Prof. Hannana Begum were reappointed as Directors of the Board with effect from 11 March 2013.

\*\*\*\*\* Mr. Fazle Kabir was appointed as Director of the Board in place of Dr. Mohammad Tareque with effect from 22 August 2012.

\*\*\*\*\* Mr. Md. Ghulam Hussain and Dr. M Aslam Alam were appointed as Directors of the Board in place of Dr. Nasiruddin Ahmed and Mr. Md. Shafiqur Rahman Patwari respectively with effect from 13 November 2012.

## Governor

Dr. Atiur Rahman

## Deputy Governors

Md. Abul Quasem

Abu Hena Mohd. Razee Hassan

Shitangshu Kumar Sur Chowdhury

Nazneen Sultana

## Change Management Adviser

Md. Allah Malik Kazemi

## Chief Economist

Dr. Hassan Zaman

## Executive Directors (General)

A. H. M. Kai-Khasru

Md. Ahsan Ullah

Md. Ebtadul Islam

Sudhir Chandra Das

Das Gupta Asim Kumar

Md. Ataur Rahman

M. Mahfuzur Rahman

S.M. Moniruzzaman

Md. Abdul Haque

Mohammad Naushad Ali Chowdhury

Ahmed Jamal

Nirmal Chandra Bhakta

Subhankar Saha

## Economic Adviser

Dr. Md. Akhtaruzzaman

## Executive Director (ICT)

Md. Abdul Hamid

## Executive Director (Specialised)

Gouranga Chakraborty

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Note: (1) Mr. Zeauddin Ahmed, Executive Director, is on deputation with Security Printing Corporation (BD) Ltd. as Managing Director.

(2) As on 30 June 2013.

## Departments of the Head Office and Department Heads\*

Accounts & Budgeting Department	A.K.M. Rahmatullah, General Manager
Agricultural Credit & Financial Inclusion Department	Ashok Kumar Dey, General Manager
Bangladesh Bank Training Academy	Md. Ataur Rahman, Executive Director
	Sheikh Azizul Haque, General Manager
	Md. Mobarak Hossain, General Manager
	Joarder Israil Hossain, General Manager
	Laila Bilkis Ara, General Manager
	A.K.M. Fazlur Rahman, General Manager
	Sheikh Mozaffar Hossain, General Manager
	Md. Abdul Awal Sarker, General Manager
	Debaprosad Debnath, General Manager
Bangladesh Financial Intelligence Unit	K.M. Abdul Wadood, General Manager
Banking Regulation & Policy Department	A.N.M. Abul Kashem, General Manager
Central Bank Strengthening Project Cell	A.K.M. Fazlur Rahman, General Manager
Common Services Department-1	Md. Mohsin-2, General Manager
Common Services Department-2	Bishwanath Sarker, General Manager
Credit Information Bureau	Bishnu Pada Saha, General Manager
Debt Management Department	Dr. Abul Kalam Azad, General Manager
Department of Banking Inspection-1	Abul Mansur Ahmed, General Manager
Department of Banking Inspection-2	Mohammad Humayun Kabir, General Manager
Department of Banking Inspection-3	Md. Golam Mostafa, General Manager
Department of Banking Inspection-4	F.M. Mokammel Hoq, General Manager
Department of Communications and Publications	Md. Mozibar Rahman, General Manager
Department of Currency Management	Md. Sohrawardi, General Manager
Department of Financial Institutions & Market	Md. Iskandar Mian, General Manager
Department of Foreign Exchange Inspection	S.M. Rabiul Hassan, General Manager
Department of Off-site Supervision	Khagesh Chandra Debnath, General Manager
Deposit Insurance Department	Mohammad Akkas Uddin, General Manager
Expenditure Management Department	Md. Saiful Islam, General Manager
Financial Integrity and Customer Services Department	Debashish Chakraborty, General Manager
Financial Stability Department	Muhammad Mijanur Rahman Joddar, General Manager
Foreign Exchange Investment Department	Md. Shafiqul Islam, General Manager
Foreign Exchange Operation Department	Md. Masud Biswas, General Manager
Foreign Exchange Policy Department	Kazi Sayedur Rahman, General Manager
Forex Reserve & Treasury Management Department	A.F.M. Asaduzzaman, General Manager
Governor's Secretariat	Md. Khurshid Alam, General Manager
Green Banking & CSR Department	K.M. Gousuzzaman, General Manager
Human Resources Department-1	Md. Azizur Rahman, General Manager
Human Resources Department-2	Md. Sadrul Huda, General Manager
Internal Audit Department	Md. Rizwanul Hoque, Systems Manager
Information Systems Development Department	Qazi Nasir Ahmed, Systems Manager
IT Operation & Communication Department	Syed Tariquzzaman, General Manager
Law Department	Musharrat Jahan, General Manager
Monetary Policy Department	Md. Humayun Kabir, General Manager
Payment Systems Department	Md. Akhtaruzzaman, General Manager
Research Department	Bilkis Sultana, General Manager
	Md. Abdul Quaium, General Manager
Security Management Department	Lt. Col. (Retd.) Md. Mahmudul Haque Khan Chowdhury, General Manager
	Sukamal Sinha Chowdhury, General Manager
SME & Special Programmes Department	Md. Elias Sikder, General Manager
Special Studies Cell	Md. Abdul Hye, General Manager
Statistics Department	Md. Abdus Sattar Miah, General Manager
	Md. Nur-Un-Nabi, General Manager

As per alphabetical arrangement.

Note: 1) Md. Shirajul Islam, General Manager, Md. Shah Alam, General Manager, Mohammad Golam Hayder, General Manager, Md. Nasiruzzaman, General Manager, Abu Farah Mohammad Naser, General Manager, Sultana Razia, General Manager, Md. Shahidul Alam, General Manager, are on deputation with EEF Unit, BIBM, IBB, Housing Fund, Microcredit Regulatory Authority, Chief Economist Unit and Capacity Development for the Bangladesh Bank Project Implementation Unit respectively.

2) Sheikh Abdullah, General Manager is attached with HRD-1.

3) Dr. Md. Golam Mostafa, General Manager, is posted to the library under Research Department, Bangladesh Bank.

\* As of 30 June 2013.

## Branch Offices and Office Heads\*

Barishal	Nurul Alam Kazi, General Manager
Bogura	Md. Nazimuddin, General Manager
Chittagong	Nirmal Chandra Bhakta, Executive Director Mohammad Masum Kamal Bhuiyan, General Manager
Khulna	Shyamal Kumar Das, General Manager
Motijheel	Subhankar Saha, Executive Director Md. Abdur Rahim, General Manager Md. Saiful Islam Khan, Currency Officer (General Manager) K.M. Nakibul Alam, General Manager Dr. Mihir Kanti Chakroborty, Chief Medical Officer, (General Manager)
Mymensingh	Md. Abdul Hamid, General Manager
Rajshahi	Jinnatul Bakeya, General Manager
Rangpur	Md. Bozlar Rahman Mollah, General Manager
Sadarghat	Md. Moslem Uddin, General Manager
Sylhet	Sultan Ahmed, General Manager

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As per alphabetical arrangement.

\*As of 30 June 2013

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## List of Abbreviations

AA	Administration Agreements	CBSP	Central Bank Strengthening Project
AC	Audit Committee	CFT	Combating the Financing of Terrorism
A/C	Account	CFT	Counterfeiting Financial Terrorism
ACC	Anti-Corruption Commission	CIB	Credit Information Bureau
A&BD	Accounting & Budgeting Department	CICTAB	Centre for International Cooperation and Training in Agricultural Banking
ACU	Asian Clearing Union	CIPC	Customers' Interests Protection Centre
ACUD	Asian Clearing Union Dollar	CIT	Cheque Imaging and Transaction
ADB	Asian Development Bank	CPI	Consumer Price Index
ADP	Annual Development Programme	CRO	Chief Risk Officer
ADs	Authorised Dealers	CRR	Cash Reserve Requirement
AML	Anti Money Laundering	CSD	Common Services Department
AMLD	Anti Money Laundering Department	CSE	Chittagong Stock Exchange
ASEAN	Association of South East Asian Nations	CSR	Corporate Social Responsibility
ATA	Anti-Terrorism Act	CTRs	Cash Transaction Reports
ATDT	Average Total Demand and Time Liabilities	D-SIB	Domestic Systematically Important Bank
ATDP	Agro- based Industries and Technology Development Project	DBI-1	Department of Banking Inspection-1
ATF	Agreement on Trade Facilitation	DBI-2	Department of Banking Inspection-2
ATM	Automated Teller Machine	DBI-3	Department of Banking Inspection-3
BACH	Bangladesh Automated Clearing House	DBI-4	Department of Banking Inspection-4
BACPS	Bangladesh Automated Cheque Processing Systems	DC	Data Centre
BAP	Banking Application Package	DCCI	Dhaka Chamber of Commerce & Industry
BB	Bangladesh Bank	DCM	Department of Currency Management
BBS	Bangladesh Bureau of Statistics	DCMPS	Department of Currency Management & Payment Systems
BBTA	Bangladesh Bank Training Academy	DFEI	Department of Foreign Exchange Inspection
BCB	Bangladesh Cricket Board	DFID	Department for International Development
BCBS	Basel Committee of Banking Supervision	DFIM	Department of Financial Institutions & Market
BEFTN	Bangladesh Electronic Fund Transfer Network	DFIs	Development Finance Institutions
BFID	Bank and Financial Institutions Division	DITF	Deposit Insurance Trust Fund
BFIU	Bangladesh Financial Intelligence Unit	DMD	Debt Management Department
BGAPMEA	Bangladesh Accessories & Packaging Manufacturers & Exporters Association	DSE	Dhaka Stock Exchange
BGTBs	Bangladesh Government Treasury Bonds	DOS	Department of Off-site Supervision
BIMSTEC	Bay of Bengal Initiative for Multi-Sectoral Technical and Economic Cooperation	DR	Disaster Recovery
BIC	Basel Implementation Cell	DRS	Disaster Recovery Site
BKB	Bangladesh Krishi Bank	ECB	European Central Bank
BO	Beneficiary Owner	ECF	Extended Credit Facility
BoP	Balance of Payments	EDF	Export Development Fund
BPO	Business Process Outsourcing	EDW	Enterprise Data Warehouse
BPO	Bangladesh Post Office	EEF	Equity and Entrepreneurship Fund
BPSSR	Bangladesh Payment and Settlement Systems Regulations	EFT	Electronic Fund Transfer
BRDB	Bangladesh Rural Development Borad	EGBMP	Enterprises Growth and Bank Modernisation Programme
BRPD	Banking Regulation & Policy Department	EI	Expenditure-Income
BSCIC	Bangladesh Small and Cottage Industries Corporation	EMT	Executive Management Team
BSBL	Bangladesh Samabaya Bank Limited	ENDAP	Emergency/Natural Disaster Assistance Programme
BTMA	Bangladesh Textile Mills Association	EPB	Export Promotion Bureau
CAMD	Capital Adequacy and Market Discipline	EPZ	Export Processing Zone
CAMEL	Capital Adequacy, Asset Quality, Management, Earnings and Liquidity	ERM	Environmental Risk Management
CAMELS	Capital Adequacy, Asset Quality, Management, Earnings, Liquidity and Sensitivity to Market Risk	ERM	Enterprise Wide Risk Management
CAR	Capital Adequacy Ratio	ERP	Enterprise Resource Planning
		ETP	Effluent Treatment Plant
		EU	European Union
		EWS	Early Warning System

FAO	Food and Agriculture Organisation	JWG-CTTC	Joint Working Group on Counter-Terrorism and Transitional Crime
FATF	Financial Action Task Force	KPIs	Key Performance Indicators
FCBs	Foreign Commercial Banks	KSA	Kingdom of Saudi Arabia
FDI	Foreign Direct Investment	L/C	Letter of Credit
FIs	Financial Institutions	LAN	Local Area Network
FICO	Finance and Controlling	LED	Light-Emitting Diode
FICSD	Financial Integrity and Customer Service Department	LDS	Live Day Simulation
FIU	Financial Intelligence Unit	LIBOR	London Interbank Offered Rate
FLS	Food and Livelihood Security	LOLR	Lender of Last Resort
FPM	Financial Projection Model	LSF	Liquidity Support Facility
FRTMD	Forex Reserve & Treasury Management Department	LST	Live Simulation Test
FSPDSME	Financial Sector Project for the Development of Small and Medium-sized Enterprise	M2	Broad Money
FSRP	Financial Sector Reform Project	MANCOM	Management Committee
FY	Financial Year (July- June)	MCR	Minimum Capital Requirements
GBCSR	Green Banking and CSR Department	MFIs	Microfinance Institutions
GDE	Gross Domestic Expenditure	MFS	Mobile Financial Services
GDP	Gross Domestic Product	MLPA	Money Laundering Prevention Act
GDS	Gross Domestic Savings	MLT	Medium and Long Term
GFSR	Global Financial Stability Report	MMT	Million Metric Tons
GNS	Gross National Savings	MM	Material Management
GoB	Government of Bangladesh	MoF	Ministry of Finance
H1	First Half	MoU	Memorandum of Understanding
H2	Second Half	MPD	Monetary Policy Department
HBFC	House Building Finance Corporation	MRA	Microcredit Regulatory Authority
HFT	Held for Trade	MSFSCIP	Marginal and Small Farm System Crop Intensification Project
HRD-1	Human Resources Department-1	MTMF	Medium Term Macroeconomic Framework
HRD-2	Human Resources Department-2	NAFTA	North American Free Trade Agreement
HTM	Held to Maturity	NAMA	Non-Agricultural Market Access
IAD	Internal Audit Department	NBFIs	Non-bank Financial Institutions
IADI	International Association of Deposit Insurance	NCDP	Northwest Crop Diversification Project
IAMCL	ICB Asset Management Company Ltd	NDA	Net Domestic Assets
IAS	International Accounting Standards	NEER	Nominal Effective Exchange Rate
IBA	Institution of Business Administration	NFA	Net Foreign Assets
IBB	Institute of Bankers Bangladesh	NGOs	Non-Governmental Organisations
ICAAP	Internal Capital Adequacy Assessment Process	NII	Net Interest Income
ICB	Investment Corporation of Bangladesh	NIM	Net Interest Margin
ICC	International Credit Card	NITA	Non-resident Investor Taka Account
ICML	ICB Capital Management Ltd	NNPL	Net Non-Performing Loans
ICRG	International Cooperation and Review Group	NOC	No Objection Certificate
ICT	Information and Communication Technology	NPLs	Non-Performing Loans
IDA	International Development Agency	NPS	National Payment Switch
IDCOL	Infrastructure Development Company Limited	NPSB	National Payment Switch, Bangladesh
IFC-BICF	International Finance Corporation-Bangladesh Investment Climate Fund	OMO	Open Market Operation
IFS	International Financial Statistics	OPGSPs	Online Payment Gateway Service Providers
IIFM	Islami Interbank Fund Market	PCBs	Private Commercial Banks
IMF	International Monetary Fund	PDs	Primary Dealers
IPFF	Investment Promotion & Financing Facility	PFDS	Public Food Distribution System
IPO	Initial Public Offering	PFI	Participating Financial Institution
IR	Insolvency Ratio	PIU	Project Implementation Unit
ISTCL	ICB Securities Trading Company Ltd.	POL	Petroleum, Oil and Lubricants
IT	Information Technology	POS	Point of Sale
JCS	Joint Cooperation Strategy	PPO	Pension Payment Order
JICA	Japan International Cooperation Agency	PPP	Public Private Partnership
JPY	Japanese Yen	PRGF	Poverty Reduction and Growth Facility
		PSD	Payment Systems Division
		QIP	Quantum Index of Industrial Production

RAKUB	Rajshahi Krishi Unnayan Bank	SMESDP	Small and Medium Enterprise Sector Development Project
RBCA	Risk Based Capital Adequacy	SMT	Senior Management Team
REER	Real Effective Exchange Rate	SPD	Special Programmes Department
Repo	Repurchase Agreement	SREP	Supervisory Review Evaluation Process
RM	Reserve Money	SRO	Statutory Regulatory Order
RMD	Risk Management Department	SRP	Supervisory Review Process
RMP	Risk Management Paper	STRs	Suspicious Transaction Reports
RMU	Risk Management Unit	SWIFT	Society for Worldwide Interbank Financial Telecommunication
ROA	Return on Assets	TA	Technical Assistance
ROE	Return on Equity	TDTL	Total Demand and Time Liabilities
RWA	Risk Weighted Assets	TF	Terrorist Financing
S&P	Standard and Poor's	TIN	Taxpayer's Identification Number
SAP	System Applications and Products	UNODC	United Nations Office on Drugs and Crime
SAARC	South Asian Association for Regional Cooperation	UAE	United Arab Emirates
SC	Steering Committee	UK	United Kingdom
SCITI	Small and Cottage Industries Training Institute	US	United States
SCBs	State -owned Commercial Banks	USA	United States of America
SCDP	Second Crop Diversification Project	USD	US Dollar
SDR	Special Drawing Rights	VAT	Value Added Tax
SEC	Securities and Exchange Commission	VPN	Virtual Private Network
SEF	Small Enterprise Fund	WAN	Wide Area Network
SG-CFT	Sub-Group on Combating the Financing of Terrorism	WAR	Weighted Average Resilience
SHOGORIP	Shashya Gudam Rin Prokalpa	WAR-WIR	Weighted Average Resilience-Weighted Insolvency Ratio
SLR	Statutory Liquidity Ratio	WEO	World Economic Outlook
SMEs	Small and Medium Enterprises	WG	Working Group
SMEDP	Small and Medium-sized Enterprise Development Project	WIR	Weighted Insolvency Ratio
		WTO	World Trade Organisation