

Fortnightly Trends of Major Economic Indicators: Updates on 30 June 2019

As per the latest available information, **broad money** increased by Tk. 95176.60 crore or 8.57 percent in May 2019 over end June 2018 against the increase of Tk. 62222.00 crore or 6.12 percent during the same period of the previous fiscal year. Broad money increased due to robust growth in net domestic assets (NDA), while, net foreign asset (NFA) marginally increased during the period under review.

Reserve money stood at Tk. 244465.70 crore as on 30 June 2019 which was Tk. 244334.30 crore as on 13 June 2019. Reserve money increased by 4.93 percent as on 30 June 2019 over end June 2018 as compared to the increase of 4.01 percent during the same period of the previous fiscal year.

Domestic credit increased by 11.43 percent and stood at TK. 1138408.50 crore in May 2019 over end June 2018 as compared to the increase of 11.03 percent to Tk. 988907.50 crore during the same period of the previous fiscal year. Domestic credit growth increased marginally during the reported period due mainly to robust growth in credit to public sector. Public sector credit growth increased by 20.50 percent in May 2019 over the end June 2018 which decreased by 15.80 percent during the same period of the previous fiscal year. Credit to Private sector increased by 10.29 percent in May 2019 over the end June 2018 as compared to the increase of 14.99 percent during the same period of the previous fiscal year.

Government borrowing from the banking system including BB increased by Tk. 2036.90 crore during the period of 16-20 June 2019 as compared to the increase of Tk. 2357.69 crore in the same period of the previous year. As per the latest data, government overall borrowing from the banking system also increased by Tk. 20853.56 crore during the period from 01 July to 20 June in FY2018-19, while, it was decreased by Tk. 7917.04 crore during the same period of the previous fiscal year.

NBR tax revenue collection increased by 7.42 percent (y-o-y) and stood at Tk. 173080.08 crore during July-April 2018-19 as compared to the increase of 17.68 percent during the same period of the previous fiscal year.

Inward Remittances increased by 9.60 percent and stood at US\$ 16419.63 million during July-June 2018-19 against the increase of 17.32 percent during the same period of the previous fiscal year.

Exports increased by 10.55 percent and stood at US\$ 40535.04 million during July-June 2018-19 against the increase of 5.81 percent during the same period of the previous fiscal year.

Current account balance recorded a deficit of US\$ 5175.00 million during July-May 2018-19 as compared to the deficit of US\$ 8609.00 million during the same period of the previous fiscal year. Lower deficit in current account emerged from decrease in deficit in trade account as well as increased remittance inflows.

Foreign exchange reserves of BB increased by US\$ 0.68 billion and stood at US\$ 32.55 billion as on 30 June 2019 from US\$ 31.87 billion as on 13 June 2019.

Inflation on twelve-month average basis (Base: FY2005-06=100) increased marginally to 5.48 percent in May 2019 from 5.47 percent in April 2019. Similarly, point to point general inflation increased to 5.63 percent in May 2019 from 5.58 percent in April 2019. Both twelve-month average inflation and point to point general inflation increased in May 2019 due to increase in non-food inflation.

Detailed fortnightly information upto 30 June 2019 are given at annex-1.

Detailed Information on Trends of Major Economic Indicators upto 30 June 2019**I. Money and Credit**

(Taka in crore)

Particulars	May 2018	April 2019 ^R	May 2019 ^P
1. Broad money (M2)	1078298.10	1170943.60	1205157.60
	(+6.12)	(+5.49)	(+8.57)
2. Reserve money @	232983.90 ***	244334.30 **	244465.70 *
	(+4.01)	(+4.87)	(+4.93)
3. Bank deposits^{##}	944854.30	1026184.70	1040553.30
	(+7.55)	(+5.89)	(+7.38)
4. Domestic credit (A+B)	988907.50	1104897.30	1138408.50
	(+11.03)	(+8.15)	(+11.43)
A. Public sector (including govt.) (a+b)	96504.10	116968.00	137490.30
	(-15.80)	(+2.52)	(+20.50)
 i. Net credit to govt. sector	76696.80	93266.60	113084.60
	(-21.20)	(-1.72)	(+19.17)
 ii. Credit to other public sector	19807.30	23701.40	24405.70
	(+14.62)	(+23.44)	(+27.11)
B. Credit to private sector	892403.40	987929.20	1000918.20
	(+14.99)	(+8.86)	(+10.29)

Source: Statistics Department, BB.

Note: Figures in the parenthesis indicate percentage changes over corresponding end June.

P= Provisional, @=excluding F.C. clearing account

*Figure is as of 30th June 2019, **Figure is as of 13th June 2019, ***Figure is as of 30th June 2018.

Advances, import and inland bills. ## Demand and time deposits (excluding inter-bank)

II. Government Financing

Particulars	As on		Flow for the period of			
	20 June 2018	20 June 2019	16-20 June 2018	16-20 June 2019	01 July -20 June 2017-18	01 July-20 June 2018-19
1. A. Net outstanding position of govt. borrowing from Bangladesh Bank	19701.56	33904.04	1032.28	446.87	3972.75	10258.40
B. Net outstanding position of govt. borrowing from banking sector(including BB)	81799.46	109111.23	2357.69	2036.90	-7917.04	20853.56
2. Net outstanding position of non-bank borrowing of the govt.*	As of end		Flow for the month of		Flow for the period of	
	April 2018	April 2019 ^P	April 2018	April 2019 ^P	July-April 2017-18	July-April 2018-19 ^P
	257472.51	309802.14	(+)3180.11	(+)3767.77	(+)40890.73	(+)45727.75
3. Govt.revenue collection (NBR portion)	April 2018	April 2019 ^P	July-April 2017-18		July-April 2018-19 ^P	
	17932.60 (+22.05)	19617.83 (+9.40)	161120.60 (+17.68)		173080.08 (+7.42)	

Source: Research Department & Statistics Department, BB and National Board of Revenue.

Note: Figures in the parenthesis indicate percentage changes over the same period of the previous year

P= Provisional

* Excludes saving certificates held by the banks and includes T.bills & T.bonds held by non-bank financial institutions.

(In million US\$)

III. External Sector

Particulars	May 2018	May 2019 ^P	July-May 2017-18	July-May 2018-19 ^P
1. Custom based import (c&f)	5597.30 (+28.61)	5124.40 (-8.45)	54608.10 (+25.52)	56033.50 (+2.61)
	April 2018	April 2019 ^P	July-April 2017-18	July-April 2018-19 ^P
2. Opening of Import L/C	4770.68 (+11.01)	4685.01 (-1.80)	60728.02 (+51.94)	48951.23 (-19.39)
3. Settlement of Import L/C	5052.86 (+35.17)	4570.84 (-9.54)	43460.58 (+16.29)	45788.58 (+5.36)
	June 2018	June 2019 ^P	July-June 2017-18	July-June 2018-19 ^P
4. Inward Remittances	1384.38 (+13.98)	1368.20 (-1.17)	14981.69 (+17.32)	16419.63 (+9.60)
5. Exports	2939.35 (-3.09)	2784.44 (-5.27)	36668.14 (+5.81)	40535.04 (+10.55)
	July-May 2017-18 ^P		July-May 2018-19 ^P	
6. Current Account Balance	-8609.00		-5175.00	
	30 June 2018	13 June 2019	30 June 2019	
7. Foreign Exchange Reserve [#]	32943.46 (-1.64)	31870.48 (-3.26)	32549.90 (-1.19)	

IV. Price Index

1. CPI inflation at national level (Base : FY 2005-06=100)	May 2018	April 2019	May 2019
a. Twelve month average basis	5.82	5.47	5.48
b. Twelve month point to point basis	5.57	5.58	5.63

Source: Statistics Department and Accounts & Budgeting Department, BB and Bangladesh Bureau of Statistics.

Note: Figures in the parenthesis indicate percentage changes over the same period of the preceding year.

P=Provisional, # Figures in the parenthesis indicate percentage changes over corresponding end June.