

### **Fortnightly Trends of Major Economic Indicators: Updates on 31 August 2019**

As per the latest available information, **broad money** increased by Tk. 9660.80 crore or 0.82 percent in July 2019 over end June 2019 against the decrease of Tk. 3820.30 crore or 0.34 percent during the same period of the previous fiscal year.

**Reserve money** stood at Tk. 250130.10 crore as on 29 August 2019 which was Tk. 260610.50 crore as on 14 August 2019. Reserve money increased by 1.93 percent as on 29 August 2019 over end June 2019 as compared to the increase of 0.28 percent during the same period of the previous fiscal year.

**Domestic credit** increased by 0.91 percent and stood at TK. 1157351.70 crore in July 2019 over end June 2019 as compared to the decrease of 0.34 percent to Tk. 1018132.30 crore during the same period of the previous fiscal year. Domestic credit increased over the reported period due mainly to significant increase in credit to public sector including government. Public sector credit increased by 13.00 percent in July 2019 over end June 2019 as compared to the increase of 2.25 percent during the same period of the previous fiscal year. On the other hand, Credit to private sector recorded 0.72 percent negative growth in July 2019 over the end June 2019 as compared to the negative growth of 0.67 percent in the same period of the previous fiscal year.

**Government borrowing from the banking system** including BB decreased by Tk. 3533.40 crore during the period of 16-29 August 2019 as compared to the increase of Tk. 702.49 crore during the same period of the previous year. On the other hand, as per the latest available data, government overall borrowing from banking system increased by Tk. 21635.43 crore during the period of 01 July to 29 August 2019 as compared to the increase of Tk. 7614.04 crore during the same period of the previous fiscal year.

**NBR tax revenue** collection increased by 12.58 percent (y-o-y) and stood at Tk. 15437.13 crore in July 2019 as compared to the increase of 0.71 percent during the same month of the previous year.

**Inward Remittances** increased by 12.87 percent and stood at US\$ 3080.53 million during July-August 2019 against the increase of 7.70 percent to US\$ 2729.23 million in the same period of the previous fiscal year.

**Exports** decreased by 0.92 percent and stood at US\$ 6732.17 million during July-August 2019 against the increase of 2.51 percent to US\$ 6795.02 million in the same period of the previous fiscal year.

**Current account balance** recorded a deficit of US\$ 5254.00 million during FY 2018-19 as compared to the deficit of US\$ 9567.00 million during the same period of the previous fiscal year. Lower deficit in current account balance emerged from the increased remittance inflows as well as subdued deficit in trade account emanated from robust exports and moderate import growth.

**Foreign exchange reserves** of BB increased by US\$ 0.42 billion and stood at US\$ 32.77 billion as on 29 August 2019 from US\$ 32.35 billion as on 14 August 2019.

**Inflation** on twelve-month average basis (Base: FY2005-06=100) remained stable at 5.48 percent at the end August 2019. However, point to point general inflation decreased to 5.49 percent in August 2019 from 5.62 percent in July 2019 due to decrease in food and non-food inflation.

Detailed fortnightly information upto 31 August 2019 are given at annex-1.

**Detailed Information on Trends of Major Economic Indicators upto 31 August 2019**

**I. Money and Credit**

*(Taka in crore)*

Particulars	July 2018	June 2019 <sup>R</sup>	July 2019 <sup>P</sup>
<b>1. Broad money (M2)</b>	<b>1106160.70</b>	<b>1219611.50</b>	<b>1229572.30</b>
	(-0.34)	(+9.88)	(+0.82)
<b>2. Reserve money @</b>	<b>233627.20 ***</b>	<b>260610.50 **</b>	<b>250130.10 *</b>
	(+0.28)	(+11.86)	(+1.93)
<b>3. Bank deposits<sup>##</sup></b>	<b>968458.40</b>	<b>1065324.50</b>	<b>1071741.20</b>
	(-0.06)	(+9.93)	(+0.60)
<b>4. Domestic credit (A+B)</b>	<b>1018132.30</b>	<b>1146884.70</b>	<b>1157351.70</b>
	(-0.34)	(+12.26)	(+0.91)
<b>A. Public sector (including govt.) (a+b)</b>	<b>116666.70</b>	<b>136629.00</b>	<b>154385.70</b>
	(+2.25)	(+19.75)	(+13.00)
<b>i. Net credit to govt. sector</b>	<b>97182.50</b>	<b>113273.40</b>	<b>129962.40</b>
	(+2.41)	(+19.37)	(+14.73)
<b>ii. Credit to other public sector</b>	<b>19484.20</b>	<b>23355.60</b>	<b>24423.20</b>
	(+1.48)	(+21.64)	(+4.57)
<b>B. Credit to private sector</b>	<b>901465.60</b>	<b>1010255.70</b>	<b>1002966.00</b>
	(-0.67)	(+11.32)	(-0.72)

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 29th August 2019, \*\*Figure is as of 14th August 2019, \*\*\*Figure is as of 30th August 2018 .

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

**II. Government Financing****(Taka in crore)**

Particulars	As on		Flow for the period of			
	29 August 2018	29 August 2019	16 August-29 August 2018	16 August-29 August 2019	01 July-29 August 2018	01 July-29 August 2019
<b>1. A. Net outstanding position of govt. borrowing from Bangladesh Bank</b>	20723.65	35727.85	1088.37	-6264.33	-2921.99	1783.11
<b>B. Net outstanding position of govt. borrowing from banking sector(including BB)</b>	95871.71	129739.73	702.49	-3533.40	7614.04	21635.43
<b>2. Net outstanding position of non-bank borrowing of the govt.*</b>	As of end		Flow for the month of		Flow for the period of	
	July 2018	July 2019 <sup>P</sup>	July 2018	July 2019 <sup>P</sup>	July-June 2017-18	July-June 2018-19 <sup>P</sup>
	269259.35	318098.31	(+)5184.96	(+)2088.33	(+)47492.60	(+)51935.58
<b>3. Govt.revenue collection (NBR portion)</b>	July 2018	July 2019 <sup>P</sup>	July-June 2017-18		July-June 2018-19 <sup>P</sup>	
	13712.60 (+0.71)	15437.13 (+12.58)	202312.94 (+17.84)		223892.42 (+10.67)	

Source: Research Department &amp; 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 &amp; T.bonds held by non-bank financial institutions.

**III. External Sector**

(In million US\$)

Particulars	June 2018	June 2019 <sup>P</sup>	July-June 2017-18	July-June 2018-19 <sup>P</sup>
1. Custom based import (c&f)	4257.20 (+21.67)	3881.20 (-8.83)	58865.30 (+25.23)	59914.70 (+1.78)
2. Opening of Import L/C	4016.50 (+0.23)	3798.25 (-5.43)	69421.14 (+44.25)	57754.61 (-16.81)
3. Settlement of Import L/C	3744.41 (+14.36)	4070.21 (+8.70)	51530.56 (+16.39)	54640.35 (+6.03)
	August 2018	August 2019 <sup>P</sup>	July-August 2018-19	July-August 2019-20 <sup>P</sup>
4. Inward Remittances	1411.05 (-0.53)	1482.84 (+5.09)	2729.23 (+7.70)	3080.53 (+12.87)
	August 2018	August 2019 <sup>P</sup>	July-August 2018-19	July-August 2019-20 <sup>P</sup>
5. Exports	3213.54 (-11.74)	2844.31 (-11.49)	6795.02 (+2.51)	6732.17 (-0.92)
	July-June 2017-18 <sup>P</sup>		July-June 2018-19 <sup>P</sup>	
6. Current Account Balance	-9567.00		-5254.00	
	30 August 2018	14 August 2019	29 August 2019	
7. Foreign Exchange Reserve <sup>#</sup>	32926.51 (-1.69)	32348.87 (-1.80)	32774.67 (-0.51)	

**IV. Price Index**

1. CPI inflation at national level (Base : FY 2005-06=100)	August 2018	July 2019	August 2019
a. Twelve month average basis	5.74	5.48	5.48
b. Twelve month point to point basis	5.48	5.62	5.49

Source: Statistics Department and Accounts &amp; 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.