

### **Fortnightly Trends of Major Economic Indicators: Updates on 30 September 2021**

As per the latest available data, **broad money** increased by Tk 18647.60 crore or 1.19 percent over end June 2021 and stood at Tk 1579542.90 crore in August 2021 against the increase of Tk 41677.30 crore or 3.03 percent over end June 2020 and stood at Tk 1415412.30 crore in August 2020. Broad money increased during the reported period due to increase of both net foreign assets (NFA) and net domestic assets (NDA). The percentage contribution of NDA was higher than that of NFA into broad money growth.

**Domestic credit** increased by 0.64 percent over end June 2021 and stood at Tk 1449131.00 crore in August 2021 against the increase of 1.44 percent over end June 2020 and stood at Tk 1326399.70 crore in August 2020. Domestic credit growth is slightly lower as compared to the previous year mainly due to a slow growth of credit to the public sector. Credit to public sector growth (1.47) is smaller as compared to the previous year (6.83) mainly due to a slow growth of net credit to government sector. As per the latest available data, government overall borrowing from the banking system increased by Tk 4597.02 crore from 01 July 2021 to 30 September 2021 against the decrease of Tk 1436.77 crore during the same period of the preceding fiscal year. Credit to private sector increased by 0.47 percent in August 2021 over end June 2021 against the increase of 0.40 percent in August 2020 over end June 2020. Credit to private sector increased due to the improvement of economic activities in the country.

**Reserve money** stood at Tk 322806.90 crore as on 30 September 2021 which was Tk 324524.70 crore as on 15 September 2021. Reserve money decreased by 7.10 percent as on 30 September 2021 over end June 2021 which also decreased by 1.27 percent during the same period of the preceding fiscal year.

**NBR tax revenue** collection stood at Tk 15354.33 crore in July 2021 which was Tk 14754.67 crore in July 2020. NBR tax revenue is higher by Tk 599.66 crore or 4.06 percent in July 2021 which was declined by 6.77 percent in July 2020.

**Inward Remittances** decreased by 19.44 percent and stood at US\$ 5407.88 million in July-September 2021-22 against the increase of 48.54 percent to US\$ 6713.20 million in July-September 2020-21. Remittance declined significantly due to the second wave of Covid-19 pandemic situation. During this period, many Bangladeshi migrants have lost their jobs, some migrants have been laid off by their companies and many others who returned to Bangladesh couldn't go back due to suspended international flights and unmet vaccine requirements.

**Exports** increased by 11.37 percent and stood at US\$ 11021.95 million in July-September 2021-22 against the increase of 2.58 percent to US\$ 9896.84 million in July-September 2020-21. Exports increased due to reopen of all kinds of industries after a countrywide lockdown because of Covid-19 pandemic.

**Current account balance** recorded a deficit of US\$ 1243.00 million in July-August 2021-22 against the surplus of US\$ 3228.00 million in July-August 2020-21 mainly for the increasing deficit in trade balance and negative growth in workers' remittances.

The **foreign exchange reserves** of BB was US\$ 46.61 billion as on 15 September 2021 which slightly decreased to 46.20 billion as on 30 September 2021 due mainly to ADB loan payment. As per latest information BB's foreign exchange reserves stood at US\$ 46.16 billion as on 7 October 2021.

**Inflation** on twelve-month average basis (Base: FY2005-06=100) decreased to 5.53 percent in August 2021 from 5.54 percent in July 2021 due mainly to decrease in food inflation. But point to point general inflation increased to 5.54 percent in August 2021 from 5.36 percent in July 2021 due to increase in both food and non-food inflation.

Detailed fortnightly information available up to 30 September 2021 are annexed herewith.

**Detailed Information on Trends of Major Economic Indicators upto 30 September 2021****I. Money and Credit****(Taka in crore)**

Particulars	August 2020	July 2021 <sup>R</sup>	August 2021 <sup>P</sup>
<b>1. Broad money (M2)</b>	<b>1415412.30</b>	<b>1578046.00</b>	<b>1579542.90</b>
	(+3.03)	(+1.10)	(+1.19)
<b>2. Bank deposits<sup>#</sup></b>	<b>1221422.80</b>	<b>1351003.10</b>	<b>1366022.20</b>
	(+3.37)	(-0.03)	(+1.08)
<b>3. Domestic credit (A+B)</b>	<b>1326399.70</b>	<b>1446282.60</b>	<b>1449131.00</b>
	(+1.44)	(+0.44)	(+0.64)
<b>A. Public sector (including govt.) (i+ii)</b>	<b>224724.00</b>	<b>259272.00</b>	<b>254739.60</b>
	(+6.83)	(+3.28)	(+1.47)
<b>i. Net credit to govt. sector</b>	<b>195188.00</b>	<b>229134.90</b>	<b>224512.30</b>
	(+7.75)	(+3.67)	(+1.58)
<b>ii. Credit to other public sector</b>	<b>29536.00</b>	<b>30137.10</b>	<b>30227.30</b>
	(+1.10)	(+0.40)	(+0.70)
<b>B. Credit to private sector</b>	<b>1101675.70</b>	<b>1187010.60</b>	<b>1194391.40</b>
	(+0.40)	(-0.16)	(+0.47)
<b>4. Reserve money @</b>	<b>280262.60 ***</b>	<b>324524.70 **</b>	<b>322806.90 *</b>
	(-1.27)	(-6.61)	(-7.10)

Source: Statistics Department, BB.

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

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

\*Figure as of 30 September 2021, \*\*Figure as of 15 September 2021, \*\*\*Figure as of 30 September 2020.

# Including both demand and time deposits (excluding inter-bank)

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

Particulars	As on		Flow for the period of			
	30 September 2020	30 September 2021 <sup>P</sup>	16-30 September 2020	16-30 September 2021	1 July 2020 to 30 September 2020	1 July 2021 to 30 September 2021
<b>1. A. Net outstanding position of govt. borrowing from Bangladesh Bank</b>	19190.97	14819.38	-9458.40	-3631.82	-25162.53	-9524.16
<b>B. Net outstanding position of govt. borrowing from banking sector(including BB)</b>	176386.24	206513.51	-9525.89	-2212.32	-1436.77	4597.02
<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	
	June 2020	June 2021 <sup>P</sup>	June 2020	June 2021 <sup>P</sup>	July-June 2019-20	July-June 2020-21
	340989.34	385069.95	(+)4540.14	(+)5077.95	(+)22986.27	(+)44080.61
<b>3. Govt.revenue collection (NBR portion)</b>	July 2020	July 2021 <sup>P</sup>	July-June 2019-20		July-June 2020-21 <sup>P</sup>	
	14754.67 (-6.77)	15354.33 (+4.06)	218406.05 (-2.45)		259881.80 (+18.99)	

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	July 2020	July 2021	July-June 2019-20 <sup>R</sup>	July-June 2020-21 <sup>P</sup>
1. Custom based import (c&f)	4228.00 (-19.42)	5141.10 (+21.60)	54784.70 (-8.56)	65594.70 (+19.73)
2. Opening of Import L/C <sup>R#</sup>	4464.33 (-1.48)	4946.37 (+10.80)	56099.89 (-9.51)	67037.42 (+19.50)
3. Settlement of Import L/C <sup>R#</sup>	3698.34 (-12.60)	4658.79 (+27.54)	53253.71 (-10.88)	57256.40 (+7.52)
	September 2020	September 2021	July-September 2020-21 <sup>R</sup>	July-September 2021-22 <sup>P</sup>
4. Inward Remittances	2151.05 (+45.65)	1726.29 (-19.75)	6713.20 (+48.54)	5407.88 (-19.44)
	September 2020	September 2021	July-September 2020-21 <sup>R</sup>	July-September 2021-22 <sup>P</sup>
5. Exports	3018.76 (+3.53)	4165.45 (+37.99)	9896.84 (+2.58)	11021.95 (+11.37)
	July-August 2020-21 <sup>R</sup>		July-August 2021-22 <sup>P</sup>	
6. Current Account Balance	3228.00		-1243.00	
	30 September 2020	15 September 2021	30 September 2021	
7. Foreign Exchange Reserve <sup>@</sup>	39313.98 (+9.09)	46608.36 (+0.47)	46199.80 (-0.41)	
<b>IV. Price Index</b>				
1. CPI inflation at national level (Base : FY 2005-06=100)	August 2020	July 2021	August 2021	
a. Twelve month average basis	5.65	5.54	5.53	
b. Twelve month point to point basis	5.68	5.36	5.54	

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 the previous June.

NA= Not Available, due to the general holiday; R#=Revised by FEOD due to system generated data from "Online Import Monitoring System" for FY 20 and FY 19.