

### **Fortnightly of Major Economic Indicators: Update up to 31 October 2022**

During July-September 2022, **broad money** increased 0.86 percent to Tk 1722827.50 crore at the end of September 2022 from the level of end June 2022. The increase in net domestic assets (NDA) contributed to increase in broad money during the period.

**Domestic credit** growth increased 2.29 percent at the end of September 2022 over end June 2022 compared to 2.01 percent growth at the end of September 2021 over end June 2021 because of higher growth of both credit to public sector and credit to private sector. Credit to public sector edged up to 3.17 percent at the end of September 2022 over end June 2022 compared with 2.84 percent rise at the end of September 2021 over end June 2021. Credit to public sector increased due to increase in both net credit to govt. sector and credit to other public sector. As per the latest available data, government borrowing from the banking system increased Tk 18322.84 crore during 01 July to 31 October 2022 against the increase of Tk 10013.04 crore during 01 July to 31 October 2021. Credit to private sector grew 2.09 percent at the end of September 2022 over end June 2022 against 1.84 percent rise during the same period of the preceding fiscal year.

**Reserve money** declined to Tk 334856.10 crore as on 31 October 2022 from Tk 336398.60 crore as on 13 October 2022. During 01 July to 31 October 2022, reserve money declined 3.54 percent against the decline of 8.22 percent during the same period of the last fiscal year. Reserve money decreased due mainly to the fall off Net Foreign Assets (NFA) of Bangladesh Bank during the reported period under review.

**NBR tax revenue** collection rose 15.75 percent to Tk 67124.45 crore during July-September of FY23 which was Tk 57988.69 crore during July-September of FY22.

**Exports** surged 7.01 percent to USD 16.85\* billion during July-October 2022 compared to 22.62 percent to USD 15.75\* billion during July-October 2021. Exports growth stood lower compared to previous year due to fall of global demand arising from Russia-Ukraine war.

**Custom based imports** experienced a lower growth of 11.67 percent during July-September 2022 compared to 47.56 percent growth during July-September 2021 because of higher base of the previous period. However, custom based imports went up because of increase in economic demand including apparel exports with the reopening of economies from covid-19 pandemic, resulting in the rise of demand for import of raw materials and capital goods along with higher prices in the global market. Opening of import LCs decreased 8.57 percent during July-September 2022. On the other hand, Settlement of import LCs increased 31.59 percent during July-September 2022.

\*Source: EPB

**Inward Remittances** surged 2.03 percent to USD 7.20 billion during July-October 2022 compared to 19.97 percent fall during the same period of the previous year. Remittances seem to increase because of the increased number of remitters in FY22, higher BDT depreciation along with Government's phenomenal 2.50 percent cash incentives for sending it through the formal banking channels.

**Current account balance** recorded a deficit of USD 3.61 billion in July-September 2022 against the deficit of USD 2.55 billion in July-September 2021. The deficit in current account balance occurred mainly because of the larger deficit in trade balance.

**Foreign exchange reserve** came down to USD 34.28 billion as on 07 November 2022 from USD 35.81 billion as on 31 October 2022 due to the ACU payment of almost USD 1.36 billion. As per latest available data, foreign exchange reserve stood at USD 34.26 billion as on 09 November 2022.

**Headline Inflation (Point to point)** edged down to 8.91 percent in October 2022 from 9.10 percent in September 2022. On the other hand, headline inflation (twelve-month average) went up to 7.23 percent in October 2022 from 6.96 percent in September 2022. Supply bottleneck due to Russia-Ukraine war, higher commodity price in the international market along with BDT depreciation, and rise in domestic demand were contributing factors for the increasing headline inflation (twelve-month average).

Detailed fortnightly information available up to 31 October 2022 is annexed herewith.

## Detailed Information of Major Economic Indicators upto 31 October 2022

### I. Money and Credit

(Taka in crore)

Particulars	June 2021	September 2021	June 2022 <sup>R</sup>	September 2022 <sup>P</sup>	July-September of FY23 <sup>P</sup>	July-September of FY22 <sup>R</sup>
1	2	3	4	5	6	7
<b>1. Broad money (M2)</b>	1560895.30	1585816.90	1708122.30	1722827.50	14705.20	24921.60
	(+13.62)	(+1.60)	(+9.43)	(+0.86)		
<b>2. Bank deposits<sup>#</sup></b>	1351377.60	1376198.50	1471673.30	1482829.30	11156.00	24820.90
	(+14.37)	(+1.84)	(+8.90)	(+0.76)		
<b>3. Domestic credit (A+B)</b>	1439899.10	1468903.30	1671749.00	1710072.70	38323.70	29004.20
	(+10.11)	(+2.01)	(+16.10)	(+2.29)		
<b>A. Public sector (including govt.) (i+ii)</b>	251043.70	258181.20	320513.30	330659.70	10146.40	7137.50
	(+19.34)	(+2.84)	(+27.67)	(+3.17)		
<b>i. Net credit to govt. sector</b>	221025.90	227544.90	283314.50	292492.10	9177.60	6519.00
	(+22.01)	(+2.95)	(+28.18)	(+3.24)		
<b>ii. Credit to other public sector</b>	30017.80	30636.30	37198.90	38167.60	968.70	618.50
	(+2.75)	(+2.06)	(+23.92)	(+2.60)		
<b>B. Credit to private sector</b>	1188855.30	1210722.10	1351235.60	1379413.00	28177.40	21866.80
	(+8.35)	(+1.84)	(+13.66)	(+2.09)		
Particulars	13 October 2021	31 October 2021	13 October 2022	31 October 2022	01 July-31 October 2022	01 July-31 October 2021
<b>4. Reserve money @</b>	325711.30	319452.00	336398.60	334856.10	-12306.00	-28619.80
	(-6.42)	(-8.22)	(-3.10)	(-3.54)		

Source: Statistics Department, BB.

Note: Figures in the parenthesis of column no 2 to 5 of data indicate percentage changes over the previous June

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

# Including both demand and time deposits

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

Particulars	As on		Flow for the period of			
	31 October 2021	31 October 2022 <sup>P</sup>	16-31 October 2021	16-31 October 2022	01 July-31 October 2021	01 July-31 October 2022
<b>1. A. Net outstanding position of govt. borrowing from Bangladesh Bank</b>	14543.73	78729.08	-5187.78	-1276.43	-9998.41	22862.68
<b>B. Net outstanding position of govt. borrowing from banking sector(including BB)</b>	212128.13	288508.40	-757.48	3457.82	10013.04	18322.84
<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	
	September 2021	September 2022 <sup>P</sup>	September 2021	September 2022 <sup>P</sup>	July-September of FY22	July-September of FY23
	393993.63	415499.99	(+)3139.09	(+)1431.01	(+)44280.64	(+)26934.23
<b>3. Govt. tax revenue collection (NBR portion)</b>	September 2021	September 2022 <sup>P</sup>	July-September of FY22		July-September of FY23	
	23779.81 (+19.92)	26833.93 (+12.84)	57988.69 (+16.00)		67124.45 (+15.75)	

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.

(In million US\$)

**III. External Sector**

Particulars	September 2021	September 2022	July-September 2021	July-September 2022
<b>1. Custom based import (c&amp;f)</b>	6991.70 (+50.28)	7191.90 (+2.86)	18720.40 (+47.56)	20905.30 (+11.67)
<b>2. Opening of Import L/C<sup>R#</sup></b>	7267.52 (+35.98)	6051.42 (-16.73)	20322.36 (+52.79)	18580.92 (-8.57)
<b>3. Settlement of Import L/C<sup>R#</sup></b>	6087.90 (+47.04)	7100.34 (+16.63)	17062.88 (+48.36)	22453.21 (+31.59)
	<b>October 2021</b>	<b>October 2022</b>	<b>July-October 2021</b>	<b>July-October 2022</b>
<b>4. Inward Remittances</b>	1646.87 (-21.66)	1525.43 (-7.37)	7055.17 (-19.97)	7198.28 (+2.03)
	<b>October 2021</b>	<b>October 2022</b>	<b>July-October 2021</b>	<b>July-October 2022</b>
<b>5. Exports</b>	4727.53 (+60.37)	4356.62 (-7.85)	15749.48 (+22.62)	16853.50 (+7.01)
	<b>July-September 2021</b>		<b>July-September 2022</b>	
<b>6. Current Account Balance</b>	-2545.00		-3610.00	
	<b>31 October 2021</b>	<b>13 October 2022</b>	<b>31 October 2022</b>	
<b>7. Foreign Exchange Reserve<sup>@</sup></b>	46459.27 (+13.30)	36211.41 (-21.43)	35808.73 (-22.92)	
<b>IV. Price Index</b>				
<b>1. CPI inflation at national level (Base : FY 2005-06=100)</b>	<b>October 2021</b>	<b>September 2022</b>	<b>October 2022</b>	
<b>a. Point to point basis</b>	5.22	9.10	8.91	
<b>b. Twelve month average basis</b>	5.44	6.96	7.23	

Source: Statistics Department and Accounts &amp; Budgeting Department, BB website, Export Promotion Bureau 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.