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Fortnightly Major Economic Indicators

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Fortnightly Major Economic Indicators: 01-15 July 2024

Broad money increased by 7.74 percent during FY24 and stood at BDT 20,33,231.60 crore at the end of June 2024. This increase mainly stemmed from the higher contribution of net domestic assets (NDA) during the period.

Domestic credit increased by 9.80 percent during FY24 and stood at BDT 21,15,535.70 crore at the end of June 2024. The increase in domestic credit has been driven by the rise of both credit to the public and credit to the private sector. Credit to the public sector increased by 9.66 percent during FY24 and stood at BDT 4,74,296.20 crore at the end of June 2024. The positive credit growth in the public sector emerged from the rise of both net credit to govt. sector and credit to other public sector.

Credit to the private sector increased by 9.84 percent during FY24 and stood at BDT 16,41,239.50 crore at the end of June 2024.

Bank deposits increased by 9.25 percent during FY24 and stood at BDT 17,42,795.10 crore at the end of June 2024. The increase in bank deposits emerged from the increase in both demand deposits and time deposits during the period.

Reserve money decreased by 9.02 percent during 01-15 July 2024 and stood at BDT 3,76,347.00 crore as on 15 July 2024. Reserve money decreased due mainly to the decrease in Net Domestic Assets (NDA) of Bangladesh Bank under review.

Government borrowing from the banking system decreased by BDT 3,701.60 crore during 01-15 July 2024 against the decrease of BDT 264.93 crore during 01-13 July 2023^{©P}.

NBR tax revenue collection grew by 14.86 percent to BDT 3,24,378.20 crore during July-May FY24 compared to BDT 2,82,416.80 crore during July-May FY23. The target for NBR tax revenue collection was set at BDT 4,10,000.00 crore in the budget for FY24. NBR tax revenue collection during July-May of FY24 was 79.12 percent of the revised target set for FY24.

Exports¹ decreased 4.34 percent to USD 44.47 billion during FY24. Exports decreased mainly due to fall of knitwear exports in recent times.

Custom-based imports decreased by 11.11 percent during FY24. Meanwhile, opening & settlement of import LC decreased by 1.87 percent and 12.59 percent respectively during July-March of FY24. A notable depreciation of BDT against USD and import monitoring by BB might have contributed to the negative growth of imports.

Inward Remittances increased by 22.79 percent to USD 1.22 billion during 01-15 July 2024. The increased inflow of remittance might be the outcome of 2.50 percent cash incentive by the government and exchange rate depreciation.

Current account balance recorded a deficit of USD 6.51 billion during FY24, against the deficit of USD 11.63 billion during FY23. The deficit in the current account balance occurred mainly because of trade deficit.

Foreign exchange reserves came down to USD 26.71 billion as on 30 June 2024 from USD 31.20 billion as on 30 June 2023.

Headline Inflation (Point to point) edged down to 9.72 percent in June 2024 from 9.89 percent in May 2024. On the other hand, **headline inflation (twelve-month average)** remained same as 9.73 percent in June 2024. In the recent time, the headline inflation has remained elevated due to fuel, electricity and gas prices upward adjustment in the domestic market along with BDT depreciation and market imperfection.

According to the latest available data, the headline inflation (Point to point) reached a 12-year high at 11.66 percent at the end of July 2024 due to nationwide supply chain disruption because of curfew and internet blockage.

Detailed fortnightly information available up to 15 July 2024 is annexed herewith.

Detailed Information of Major Economic Indicators 01-15 July 2024

I. Money and Credit

(Taka in crore)

Particulars	June 2022	June 2023 ^R	June 2024 ^P	FY24	FY23
1	2	3	4	5=(4-3)	6=(3-2)
1. Broad money (M2)	1708122.30	1887168.10	2033231.60	146063.50	179045.80
	(+9.43)	(+10.48)	(+7.74)		
2. Bank deposits[#]	1471673.30	1595254.60	1742795.10	147540.50	123581.30
	(+8.90)	(+8.40)	(+9.25)		
3. Domestic credit (A+B)	1671749.00	1926770.90	2115535.70	188764.80	255021.90
	(+16.10)	(+15.25)	(+9.80)		
A. Public sector (including govt.) (i+ii)	320513.30	432514.60	474296.20	41781.60	112001.30
	(+27.67)	(+34.94)	(+9.66)		
i. Net credit to govt. sector	283314.50	387349.90	424877.10	37527.20	104035.40
	(+28.18)	(+36.72)	(+9.69)		
ii. Credit to other public sector	37198.90	45164.70	49419.10	4254.40	7965.80
	(+23.92)	(+21.41)	(+9.42)		
B. Credit to private sector	1351235.60	1494256.20	1641239.50	146983.30	143020.60
	(+13.66)	(+10.58)	(+9.84)		
Particulars	15 July 2023	June 2024^P	15 July 2024^P	01-15 July 2024	'01-13 July 2023
4. Reserve money @	369776.00	413644.60	376347.00	-37297.60	-13809.20
	(-3.60)	(+7.84)	(-9.02)		

Source: Monetary Policy Department, Statistics Department, Bangladesh Bank.

Note: Figures in the parenthesis of column no 2 to 4 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			
	13 July 2023	15 July 2024 ^P	01-13 July 2023	01-15 July 2024 ^P	FY23	FY24 ^P
1. A. Net outstanding position of govt. borrowing from Bangladesh Bank	156101.88	144385.69	-1537.96	-6797.44	97646.65	-6456.72
B. Net outstanding position of govt. borrowing from banking sector (including BB)	393513.11	484358.23	-264.93	-3701.60	119465.68	94281.79
2. Net outstanding position of non-bank borrowing of the govt.*	As of end		Flow for the month of		Flow for the period of	
	June 2023	June 2024 ^P	June 2023	June 2024 ^P	FY23	FY24
	419846.90	432740.84	(+)593.15	(+)280.60	(+)7651.84	(+)12893.94
3. Govt. tax revenue collection (NBR portion)	May 2023	May 2024 ^P	July-May, 2022-23		July-May, 2023-24	
	32122.16 (+28.65)	35001.98 (+8.97)	282416.80 (+9.22)		324378.20 (+14.86)	

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.

III. External Sector

(In million US\$)

Particulars	June 2023	June 2024	FY23	FY24
1. Custom based import (c&f)	5096.60 (-33.52)	5988.10 (+17.49)	75061.60 (-15.81)	66725.10 (-11.11)
	March 2023 [^]		July-March, 2023-24 [^]	
2. Opening of Import L/C		6129.63 (NA)		51375.92 (-1.87)
3. Settlement of Import L/C		5323.10 (NA)		49340.86 (-12.59)
	01-15 July 2023	01-15 July 2024	FY23	FY24
4. Inward Remittances	996.00 (-19.61)	1223.00 (+22.79)	21610.73 (+2.75)	23912.22 (+10.65)
	June 2023	June 2024	FY23	FY24
5. Exports ¹	3942.50 (NA)	3745.91 (-4.99)	46494.60 (NA)	44474.91 (-4.34)
	FY23		FY24	
6. Current Account Balance	-11633.00		-6512.00	
	30 June 2023	30 May 2024	30 June 2024	
7. Gross Foreign Exchange Reserve	31202.98 (-25.40)	24197.19 (-19.00)	26714.24 (-14.39)	
IV. Price Index				
1. CPI inflation at national level	June 2023 (Base: FY 2021-22=100)	May 2024 (Base: FY 2021-22=100)	June 2024 (Base: FY 2021-22=100)	
a. Point to point basis	9.74	9.89	9.72	
b. Twelve month average basis	9.02	9.73	9.73	

Source: Statistics Department, Accounts & Budgeting Department, Foreign Exchange Operations Department of Bangladesh Bank, Bangladesh Bureau of Statistics and Export Promotion Bureau of Bangladesh.

[^]Data retrieved from OIMS on 16.05.2024

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

P=Provisional

1= Data revised by NBR, Compiled by Statistics Department, Bangladesh bank.

NA=Not Available