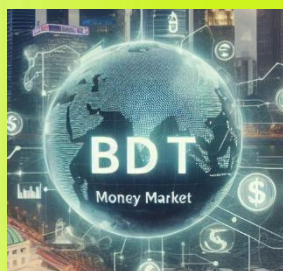


Volume-5/2025



July 2025

Money Market Dynamics



**Monetary Policy Department
Bangladesh Bank**

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Executive Summary

Call Money

The turnover of call money was **BDT 1,16,852.13 crore** in July'25 which was **31.60%** higher than that of the preceding month. In call money transaction **84.87%** was overnight, **13.12%** was short notice and **2.01%** was term call money. The weighted average rate (WAR) of **overnight** call money was **10.03%** which was **11** basis points lower than that of the previous month. The **overall** call money weighted average rate (WAR) decreased by 18 basis points, reaching **10.14%** in July 2025.

Interbank Repo

The turnover of interbank repo was **BDT 30,332.71 crore** in July'25 which was **5.04%** lower than that of the previous month. In case of interbank repo, overnight was highest which was **34.17%** and it was **46.10%** in the previous month. The second highest was 2 days tenure which was **14.60%** and it was **6.07%** in the previous month. The WAR of interbank repo was **10.27%** in July'25 which was **10** basis points lower than that of the previous month.

Central Bank Repo

The turnover of central bank repo in July'25 was **BDT 1,55,320.10 crore** of which around **72%** was 14 days maturity. This turnover was around **3%** higher than that of the previous month.

Standing Facilities

In case of standing lending facility, commercial bank got **BDT 17,565.51 crore** of SLF which was **BDT 15675.35 crore** higher than that of previous month and used **BDT 26,146.90 crore** of SDF facilities which was **BDT 46583.32 crore** lower than that of the previous month.

Special Liquidity Facilities

Banking system got **BDT 1,42,988.51 crore** special liquidity facilities in July'25 of which around **85%** was ALS for PD.

Bangladesh Bank Bills

Bangladesh Bank (BB) Bills have significant impact on the money market. Bangladesh Bank issued **BDT 250.00 crore** BB Bills (180 days) in July'25 at a cut off rate of **12.00%**. This cut off rate was 10 basis points lower than that of the previous month.

Government Treasury Bills

The total amount of **BDT 34,000 crore** of Govt. T.Bills was issued in July'25 which was **10.96%** lower than that of the preceding month. The highest WAR of 14 days, 91 days, 182 days and 364 days were **11.52%**, **11.92%**, **11.86%** and **11.59 %** respectively.

Summary of Money Market Dynamics (Turnover), July 2025

Money Market	Amount in BDT crore						
	Total	Min.	Max.	Mean	CV	Retirement Amount	Net Position
A. Call Money Transaction	116852.13	3348.42	7117.16	5564.39	20%	116494.35	357.78
1. Overnight	99173.88	2907.22	6005.28	4722.57	19%	98823.30	350.58
2. Short notice (2 to 14 days)	15335.00	113.77	1737.97	730.24	63%	14602.90	732.10
3. Term (15 days and above)	2343.25	1.00	702.00	180.25	117%	3068.15	-724.90
B. Interbank Repo Transaction	30332.71	383.69	2632.49	1444.41	41%	35267.92	-4935.21
1 days	10364.36	39.86	1630.71	545.49	77%	9965.13	399.24
2 days	4427.65	80.42	1151.32	442.76	81%	4956.91	-529.26
3 days	2378.88	60.72	674.81	264.32	92%	4310.39	-1931.51
4 days	3812.51	99.46	1381.98	423.61	97%	3709.77	102.74
5 days	2142.34	100.77	458.14	267.79	49%	1602.52	539.82
6 days	4272.62	50.66	868.07	328.66	76%	3887.24	385.38
7 days	2934.35	25.35	620.61	195.62	93%	6835.96	-3901.61
C. Central Bank Repo	155320.10	1591.34	34859.61	22188.59	58%	154200.72	1119.38
1. Over night	7437.46	1591.34	5846.12	3718.73	81%	11654.83	-4217.37
2. 7 days	36013.71	4479.92	10150.41	7202.74	34%	32287.57	3726.14
3. 14 days	111868.93	19970.18	24709.20	22373.79	8%	110258.32	1610.61
4. 28 days	0.00	0.00	0.00	0.00	0%	0.00	0.00
D. Standing Facility	43712.41					43613.20	99.21
1. SLF	17565.51	569.46	4166.91	2195.69	74%	17574.95	-9.43
2. SDF	26146.90	612.65	1885.46	1245.09	29%	26038.26	108.64
E. Special Liquidity Facilities	142988.51					153892.92	-10904.41
1. ALS	121134.43	352.50	9303.31	5768.31	36%	126624.29	-5489.86
2. AR	4298.89	352.19	2445.19	1074.72	91%	7924.51	-3625.62
3. CM Repo	306.00	132.00	174.00	153.00	19%	402.66	-96.66
4. LSR	0.00	0.00	0.00	0.00		0.00	0.00
5. IBLF	14020.00	14.00	5554.00	824.71	171%	15712.27	-1692.27
6. MLS	0.00	0.00	0.00	0.00		0.00	0.00
7. SLS	3229.19	300.00	2482.18	1076.40	113%	3229.19	0.00
F. Bangladesh Bank Bill (1800 days)	250	250.00	250.00	250.00	0%	950	-700.00
G. Government Treasury Bills	34000					37922.66	-3922.66
1. 14 days	10000	5000.00	5000.00	5000.00	0%	10000.00	0.00
2. 91 days	10000	2500	2500	2500	0%	16000.00	-6000.00
3. 182 days	8000	2000	2000	2000	0%	8000	0.00
4. 364 days	6000	1500	1500	1500	0%	3922.66	2077.34

Note: SLF= Standing Lending Facility, SDF = Standing Deposit Facility, ALS = Assured Liquidity Support, AR = Assured Repo, CMR = Capital Market Repo, LSR = Liquidity Support against claims of Remittance for Conventional Banks, IBLF Islami Banks Liquidity Facility, MLS = Mudaraba Liquidity Support, SLS = Special Liquidity Support

Summary of Money Market Dynamics (Interest Rates), July 2025

Money Market	Interest rates			
	Min.	Max.	WAR	CV
A. Call Money Transaction	10.02	10.34	10.14	0.8%
1. Overnight	9.98	10.14	10.03	0.5%
2. Short notice (2 to 14 days)	10.12	11.64	10.67	3.4%
3. Term (15 days and above)	7.00	14.00	11.42	14.2%
B. Interbank Repo Transaction	9.66	10.43	10.27	1.8%
1 days	9.46	10.46	10.11	2.2%
2 days	9.80	10.50	10.15	2.2%
3 days	9.95	10.60	10.37	2.6%
4 days	9.95	10.43	10.26	1.8%
5 days	10.00	10.72	10.42	2.9%
6 days	10.10	10.89	10.46	2.2%
7 days	10.28	11.16	10.55	2.6%
C. Central Bank Repo	10.00	10.00		
1. Over night	10.00	10.00	10.00	0.0%
2. 7 days	10.00	10.00	10.00	0.0%
3. 14 days	10.00	10.00	10.00	0.0%
4. 28 days	10.00	10.00	10.00	0.0%
D. Standing Facility				
1. SLF	11.50	11.50	11.50	0.0%
2. SDF	8.00	8.50		0.0%
E. Special Liquidity Facilities				
1. ALS	10.00	10.00	10.00	0.0%
2. AR	10.00	10.00	10.00	0.0%
3. CM Repo	4.75	4.75	4.75	0.0%
4. LSR				
5. IBLF				
6. MLS				
7. SLS				
F. Bangladesh Bank Bill (180 days)	12.00	12.00	12.00	0.0%
G. Government Treasury Bills				
1. 14 days	10.65	11.52	11.08	5.6%
2. 91 days	10.25	11.92	11.03	7.3%
3. 182 days	10.47	11.86	11.16	5.7%
4. 364 days	10.49	11.59	10.95	4.7%

Note: SLF= Standing Lending Facility, SDF = Standing Deposit Facility, ALS = Assured Liquidity Support, AR = Assured Repo, CMR = Capital Market Repo, LSR = Liquidity Support against claims of Remittance for Conventional Banks, IBLF Islami Banks Liquidity Facility, MLS = Mudaraba Liquidity Support, SLS = Special Liquidity Support

Money Market

In any financial system money market plays an important role by facilitating the short-term liquidity requirement for financial institutions as well as government. A well developed money market is not only useful for liquidity management but also it helps to implement the monetary policy, to provide safe investment opportunities, to support banking system stability.

A. Call Money

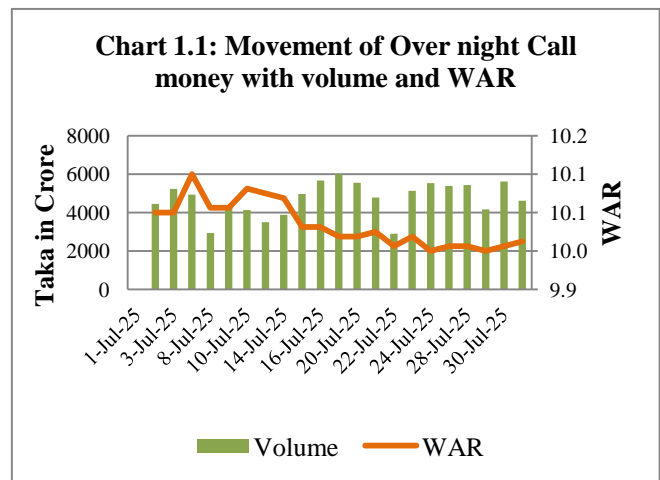
1. Overnight

• Total Turnover:

The total turnover of overnight call money was BDT 99,173.88 crore in July'25, which was BDT 24,778.48 crore (33.31%) higher than that of previous month.

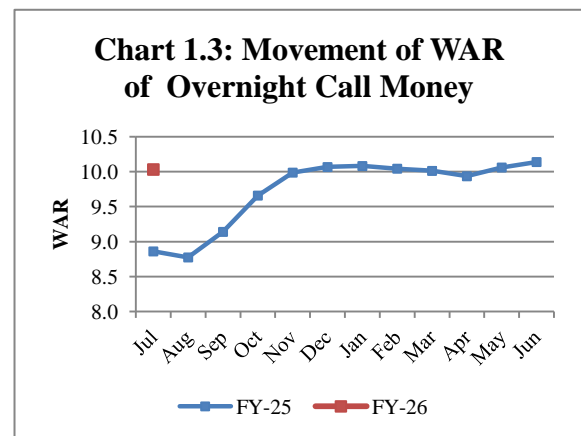
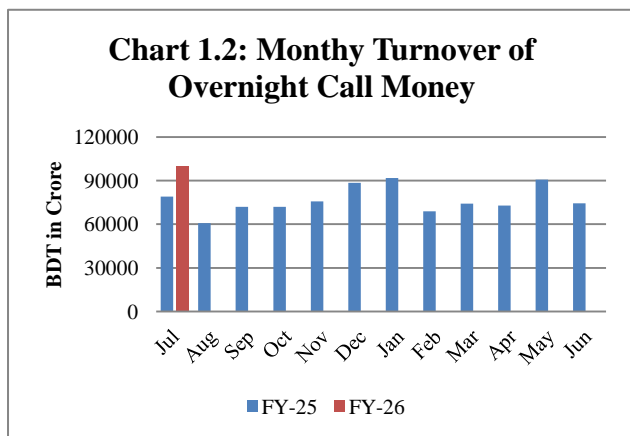
• Interest rates:

- Minimum interest rate: 9.98%
- Maximum interest rate: 10.14%
- Weighted Average Rate (WAR): 10.03%



The Weighted Average Rate (WAR) is little bit lower than that of the previous month.

The trend of turnover and WAR of overnight call money:



- Overnight call money turnover in Jul'25 was 33% (BDT 24,778 crore) higher than that of the previous month and 26% (BDT 20,224 crore) than that of the previous year.
- Regarding interest rate, the WAR in Jul'25 was little bit lower than that of the previous month but significantly higher (117 basis points) than that of the same month of the previous year.

2. Short notice

It includes 2 to 14 days maturities call money. The movement of short notice call money as follows:

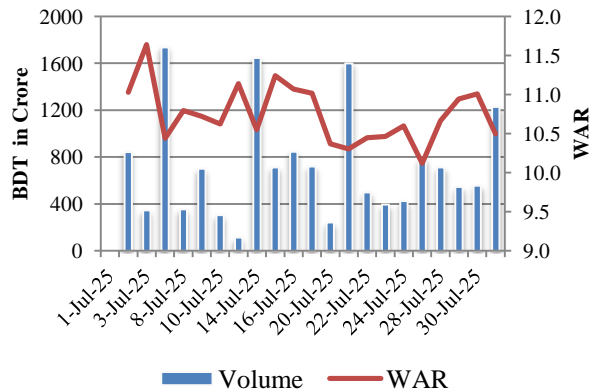
- **Total Turnover:**

The turnover of short notice call money was BDT. 15,335.00 crore in July'25 which was BDT 2,382.01 crore (18.39%) higher than that of previous month.

- **Interest Rates:**

- Minimum interest rate: 10.12%
- Maximum interest rate: 11.64%
- Weighted Average Rate (WAR): 10.67 %

Chart 2.1: Movement of short notice (2 to 14 days) call money with WAR



The trend of turnover and WAR of short notice call money over FY-25:

Chart 2.2: Monthly Turnover Short Notice Call Money

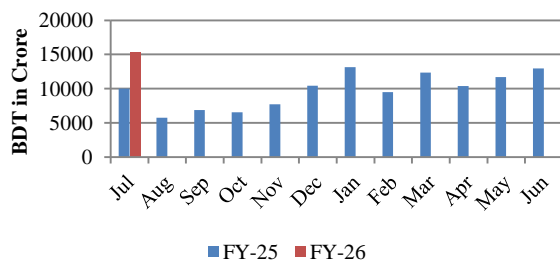
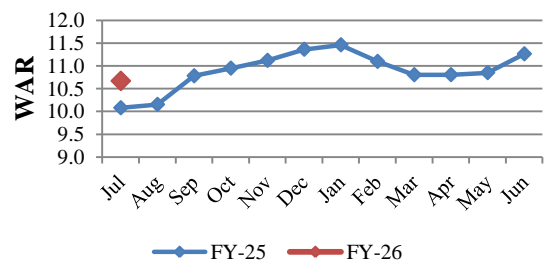


Chart 2.3: Movement of the WAR of Short Notice Call Money



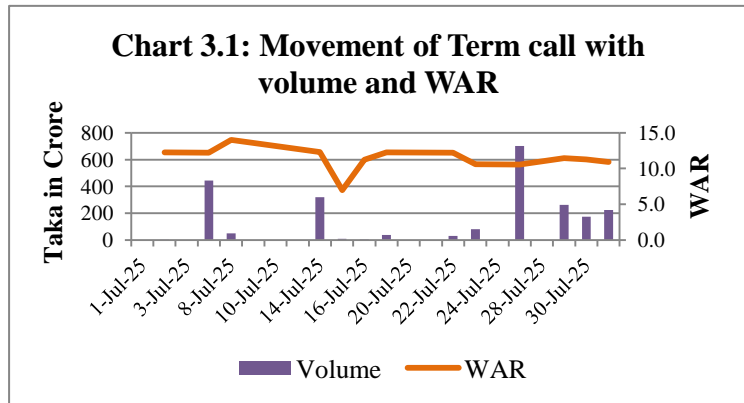
- The turnover of short notice call money was 18% (BDT 2382 crore) higher than that of the previous month and 53% (BDT 5339 crore) higher than that of the same period of the previous year.
- Regarding interest rate, WAR in Jul'25 was 10.67% which was 59 basis points lower than that of the previous month but it was 59 basis points higher than that of the previous year.

3. Term Call Money

It includes 15 to 364 days duration call money.

- **Total Turnover:**

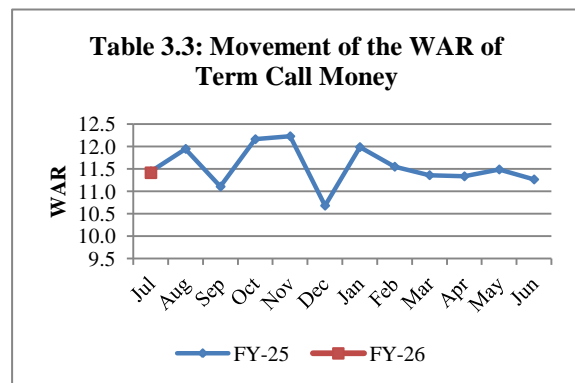
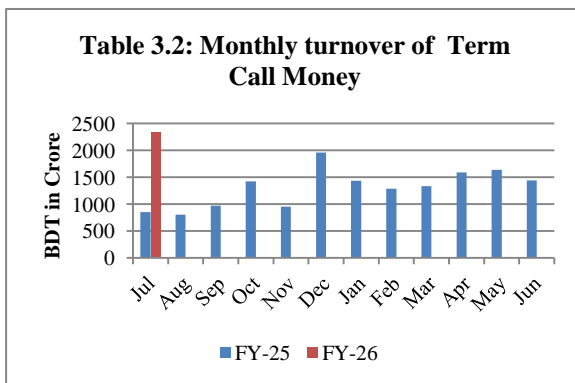
The turnover of term call money was BDT 2,343.25 crore in July'25 which was BDT 901.40 core (62.52%) higher than that of previous month.



- **Interest Rates:**

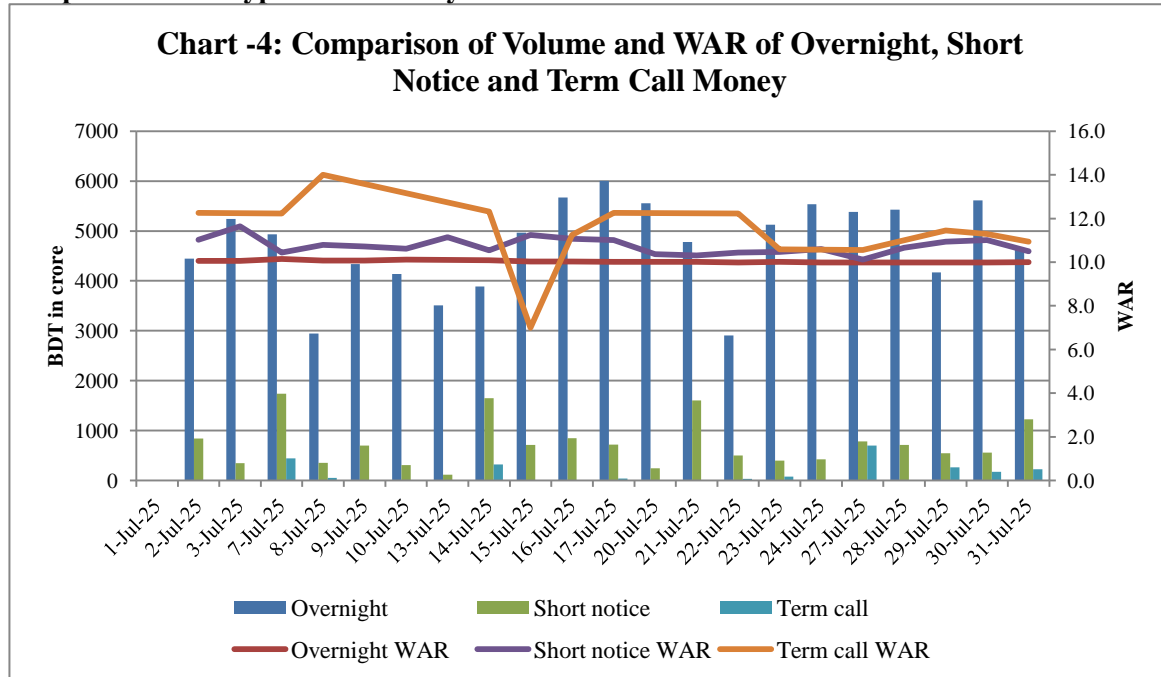
- Minimum interest rate: 7.00%
- Maximum interest rate: 14.00%
- Weighted Average Rate (WAR): 11.42%

The trend of turnover and WAR of Term call money over FY-25:



- Total turnover of term call money was 63% (BDT 901 crore) higher than that of the previous month but 173% (BDT 1485 crore) higher than that of the previous year.
- Regarding interest rate, WAR in Jul'25 was 15 basis points higher than that of the previous month and 3 basis points lower than that of the same period of the previous year.

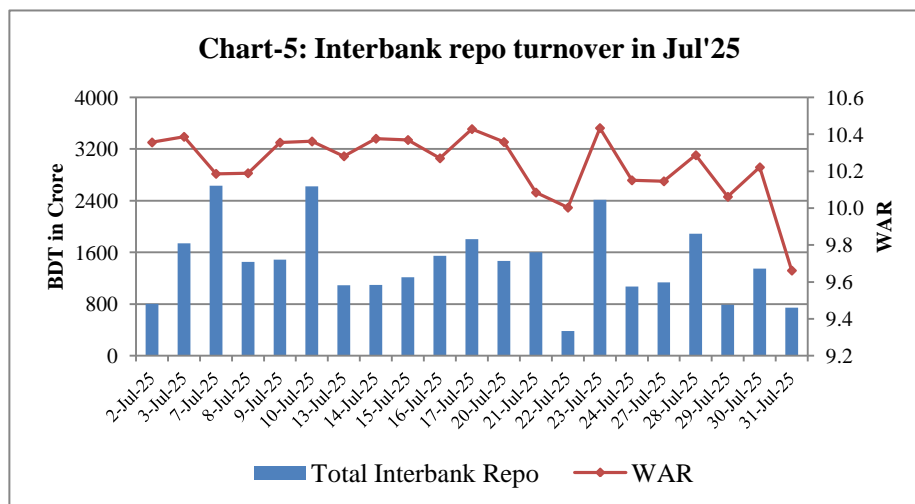
Comparison of all type of call money



Turnover of overnight call money has the dominance in call money market. Regarding interest rates the coefficient of variation (CV) of overnight, short notice and term call were 19%, 63% and 117% respectively. So overnight call money rate had less volatility comparing to short notice and term call money rate in July'2025.

B. Interbank Repo

It includes overnight to 7 days duration collateral borrowings of commercial banks.



- **Total Turnover**

The total turnover of interbank Repo was BDT 30,332.71 crore in July'25 which was BDT 1,608.55 crore (5.04%) lower than that of the previous month.

- Among its total turnover, overnight and 2 days turnover had dominance over other tenure. Overnight repo was 34.17% and 2 days repo was 14.60%.
- Interbank repo for three days was 7.84%, four days was 12.57%, five days was 7.06%, six days was 14.09% and seven days was 9.67%.

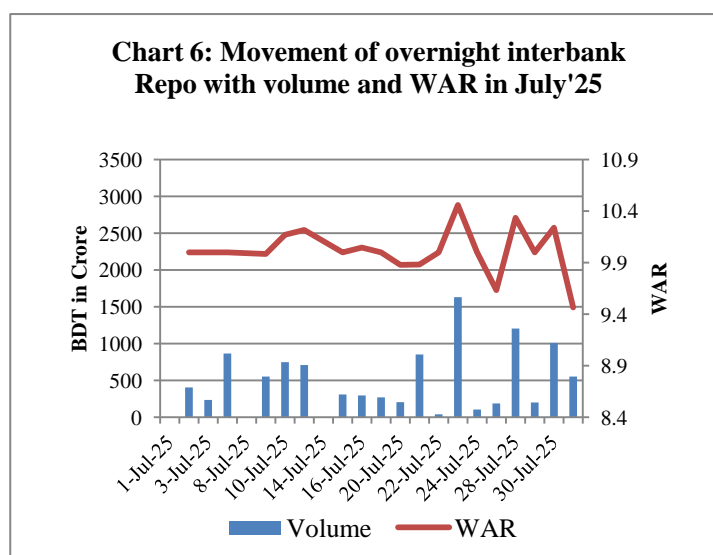
1. Interbank Repo (Overnight)

- **Total Turnover :**

The overnight interbank repo turnover was BDT 10,364.36 crore which was BDT 4,361.17 crore (29.62%) lower than that of previous month.

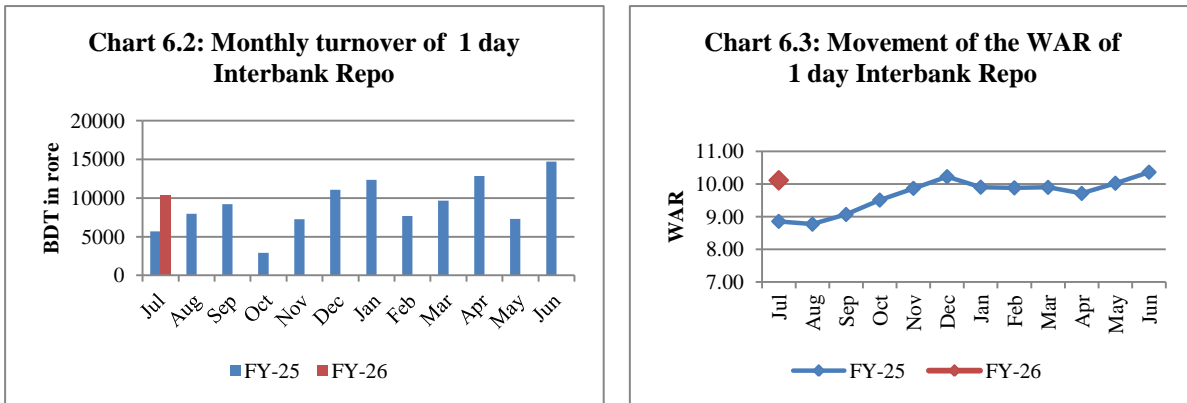
- **Interest rates:**

- Minimum interest rate: 9.46%
- Maximum interest rate: 10.46% and
- Weighted Average Rate (WAR): 10.11 %



All of these interest rates were little bit lower than those of the previous month.

The trend of turnover and WAR of Overnight Interbank Repo:



- Total turnover of overnight interbank repo around 30% (BDT 4,361 crore) lower than that of the previous month but it was 82% (BDT 4679 crore) higher than that of the same period of the previous year.
- Regarding interest rate, the WAR of Jul '25 was 25 basis points lower than that of the previous month but it was significantly higher (125 basis points) than that of the same period of the previous year.

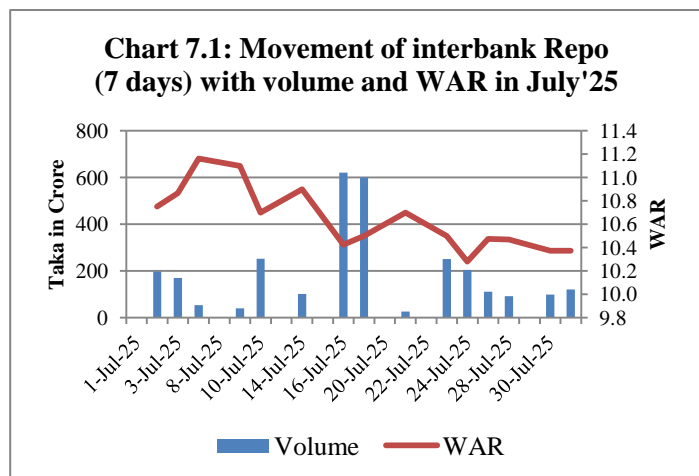
2. Interbank repo (7 days)

• Total Turnover:

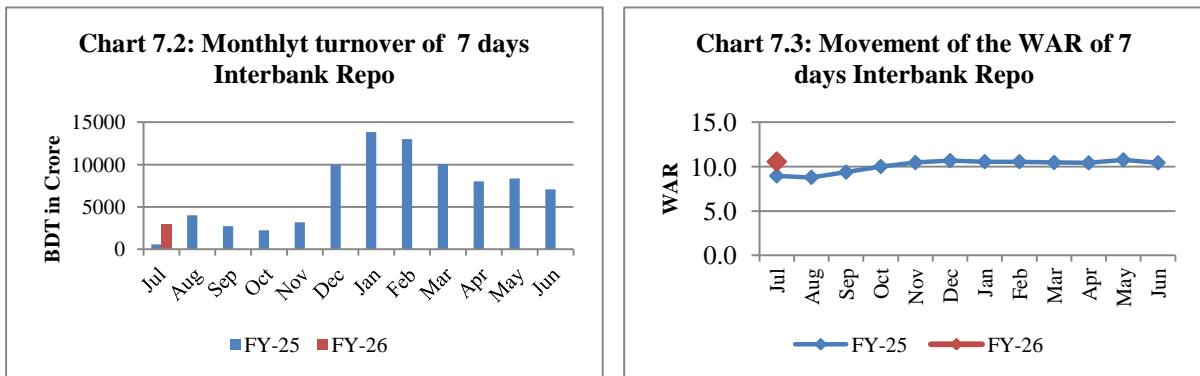
The total turnover was BDT 2,934.35 crore which was BDT 4,143.28 crore (58.54%) lower than that of the preceding month.

• Interest rates:

- Minimum interest rate: 10.28%
- Maximum interest rate: 11.16%
- Weighted Average Rate (WAR): 10.55 %



The trend of turnover and WAR of 7 days Interbank Repo:



- Total turnover of seven days interbank repo was about 59% (BDT 4.143 crore) lower than that of the previous month but 402% higher than that of the same period of the previous year.
- Regarding interest rate, the WAR of Jul'25 was 12 basis points higher than that of the preceding month and it was also little bit higher than that of the same period of the previous year.

Interest rate volatility:

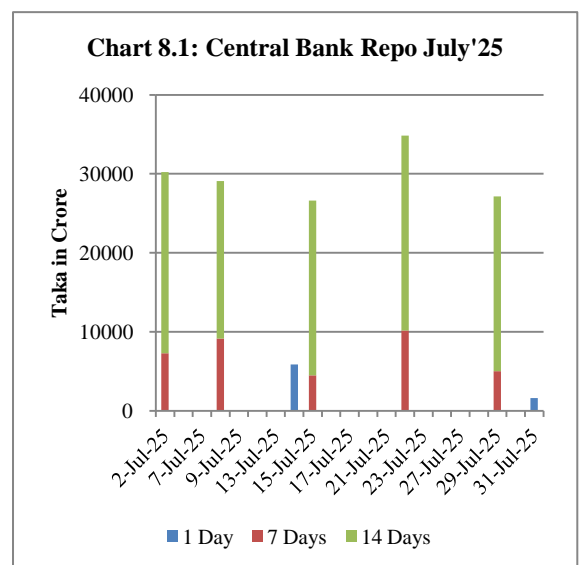
Five days tenure interbank repo rate was most volatile with highest CV which of 2.9%. Between overnight and seven days tenure interbank repo, interest rate of four days was less volatile where CV of four days was 1.8% and for seven days it was 2.6% in July'25.

C. Central Bank (CB) Repo

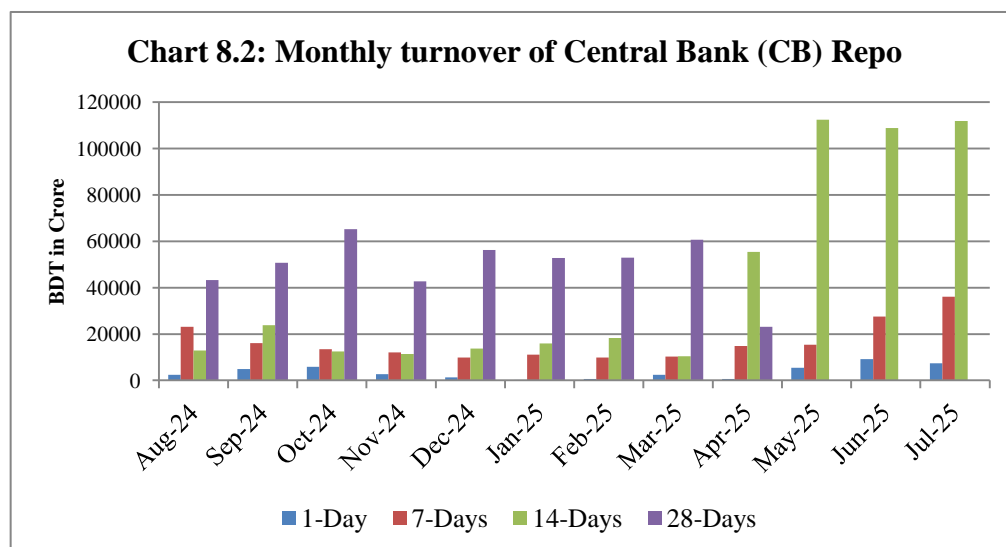
- **Total Turnover:**
The total amount of central bank repos stood at BDT 1,55,320.10 crore, reflecting an increase of BDT 9,923.71 crore (6.83%) compared to the previous month.

Turnover and proportion of tenure wise CB repo in July-2025:

- Overnight: BDT 7,437.46 crore (4.79%)
- 7 days: BDT 36,013.71 crore (23.19%)
- 14 days: BDT 1,11,868.93 crore (72.02%)



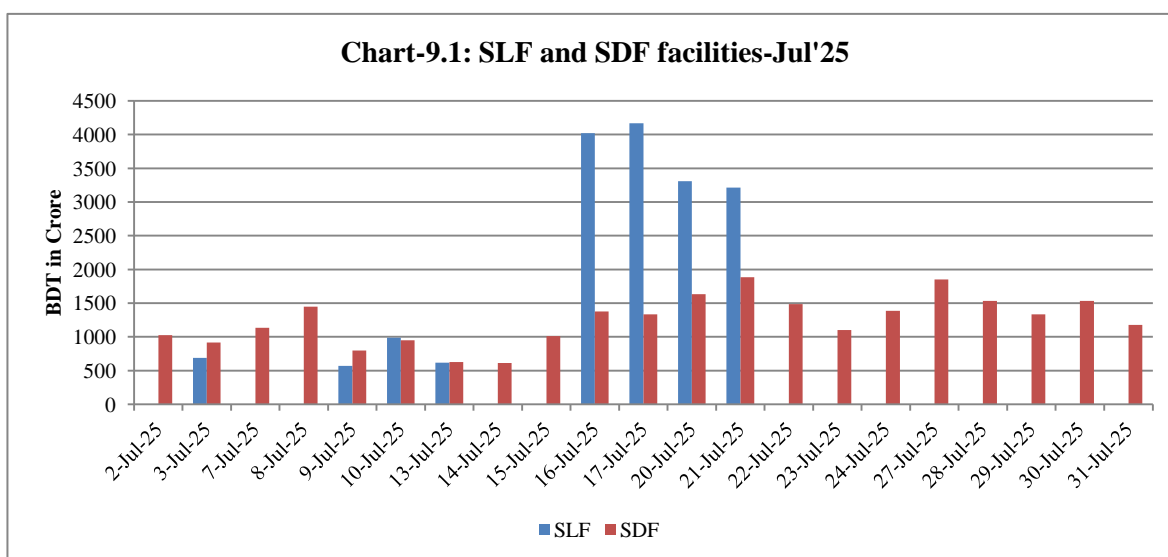
The trend of CB repo turnover:



Among CB repo, 28 days maturity always had dominance over other tenure in the last 9 month of FY-25. But under the modernization of monetary policy framework, 28 days tenure CB repo has been suspended from 10th April 2025.

D. Standing Facility

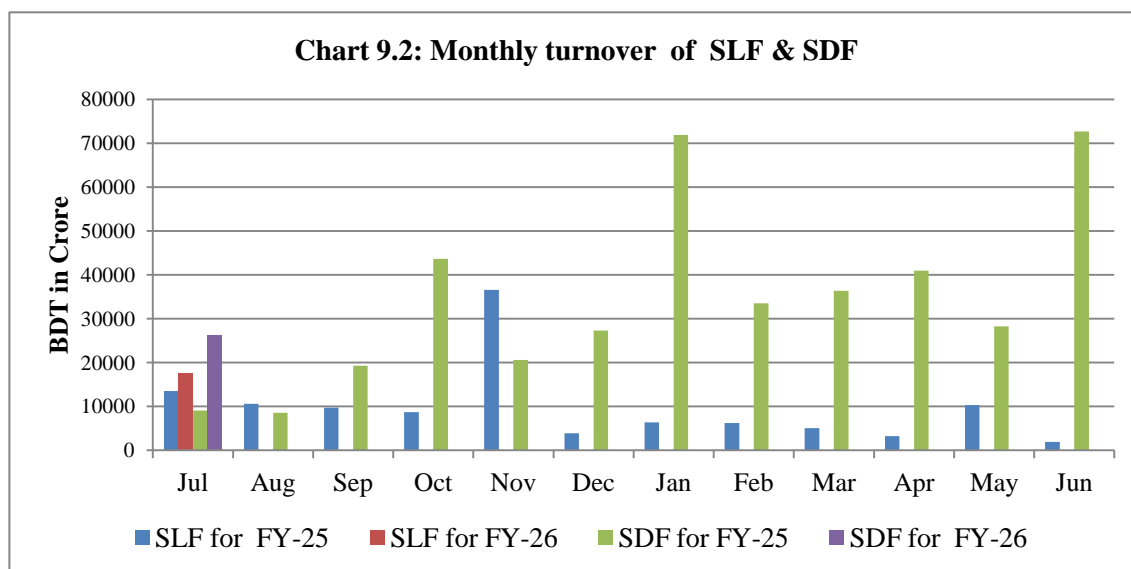
It includes standing lending facility (SLF) and standing deposit facility (SDF) with BB.



- Total Turnover:**

- Commercial banks got BDT 17,565.51 crore SLF in July'25 which was BDT 15,675.35 crore (829.31%) higher than that of previous month.
- Commercial banks used SDF facility for BDT 26,146.90 crore which was BDT 46,583.32 crore (64.05%) lower than that of the previous month.

The trend of using SLF and SDF by commercial banks:

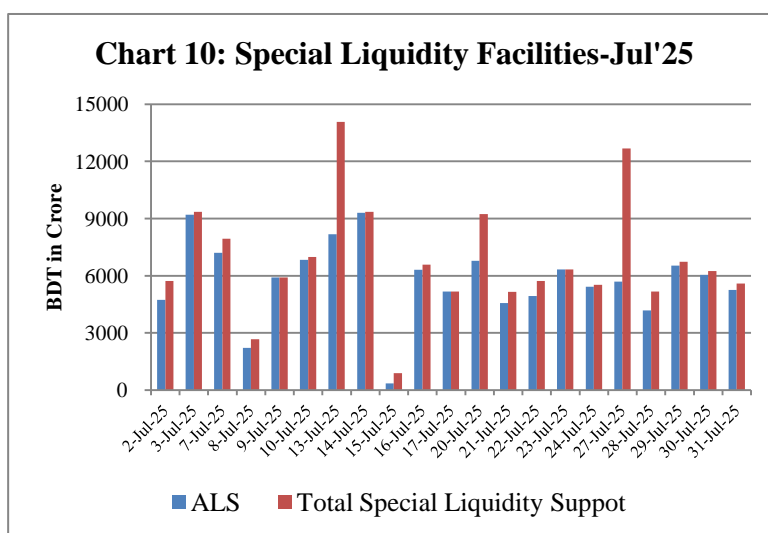


- Using of SLF facility by the commercial banks from the central bank was much higher (829%) than that of the previous month but it was little bit higher than that of the same time in the previous year.
- In case of SDF commercial banks use this facility much lower (around 64%) than that of the previous month. It was also lower than that of the same time in the previous year.

E. Special Liquidity Facilities

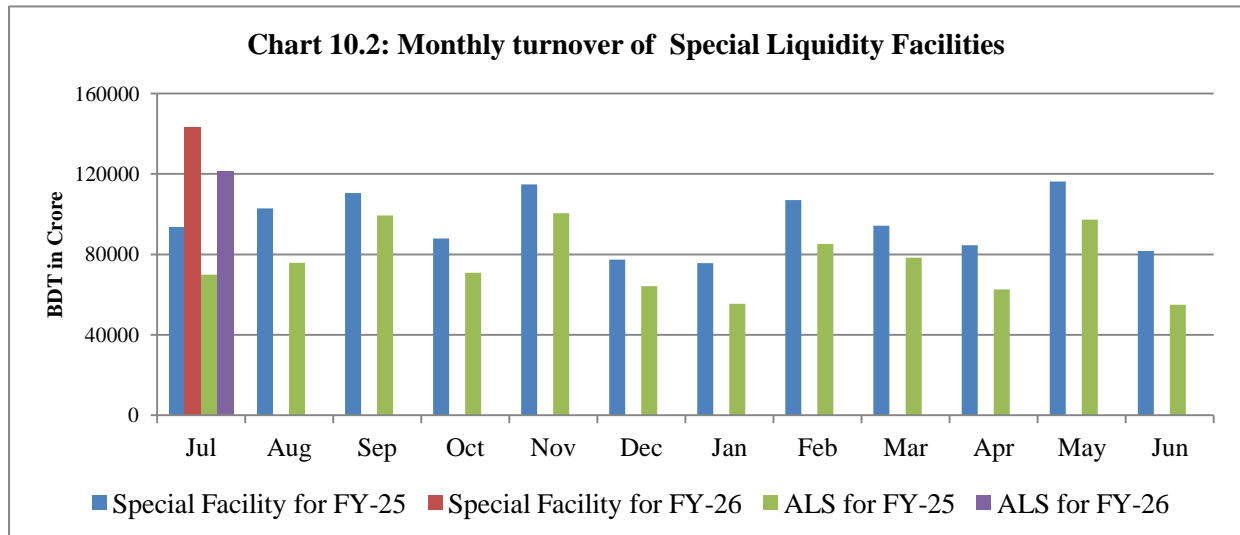
Bangladesh Bank also provides some special liquidity facilities to the banking system through ALS for primary dealer (PD), AR, CM Repo, LSR, IBLF, MLS, and SLS.

- The total amount of BDT 1,42,988.51 crore was provided through ALS, AR, IBLF, SLS and CM repo to the banking system. It was BDT 61,243.26 crore (74.92%) higher than that of the previous month.



- Among the special liquidity facilities, the amount of ALS for PDs was BDT 1,21,134.43 crore which was BDT 66,204.79 crore (120.53%) higher than that of previous month. This amount was 84.72% of the total amount in July'25 which was 67.20% in June'25.

The trend of special liquidity facilities and ALS turnover:



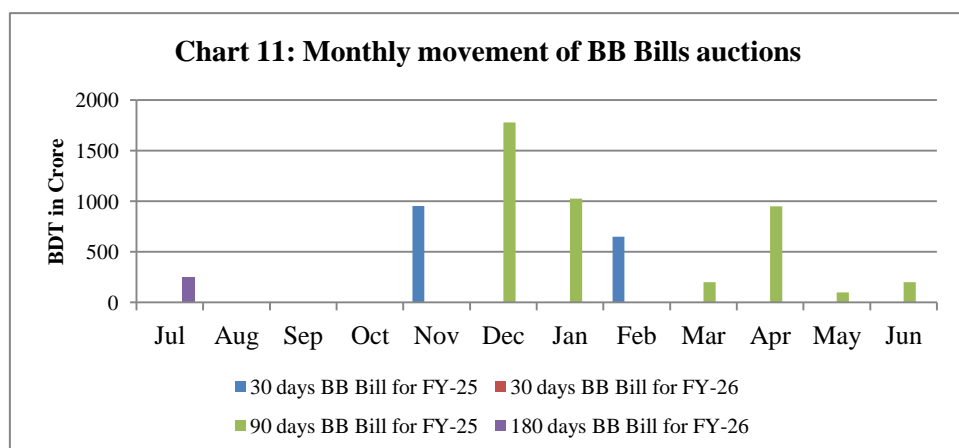
- Commercial banks use the special liquidity facilities from the central bank was around 75% higher than that of the previous month. It was also higher (around 53%) than that of the same period of the previous year.
- In case of ALS, it was around 121% higher than that of the previous month and 73% higher than that of the same period of the previous year.

F. Bangladesh Bank (BB) Bill

One auction of BB Bills is received in July 2025 with 180 days maturities

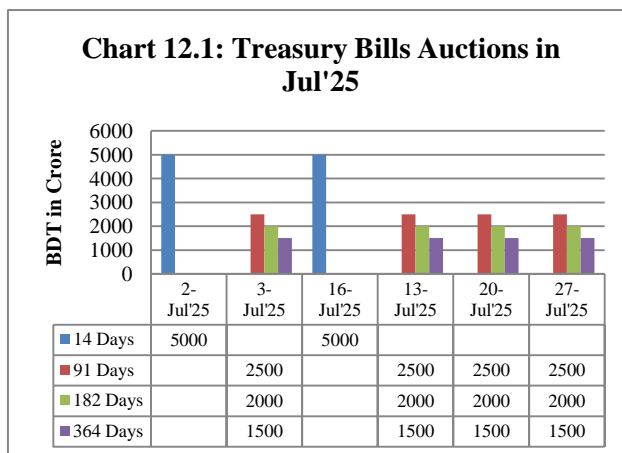
- Total accepted amount was BDT 250.00 crore.
- In that auction the cut off rate was 12.00%
- This cut off rate was lower than that of the previous month,

The trend of BB Bills auctioned amount over FY-25:

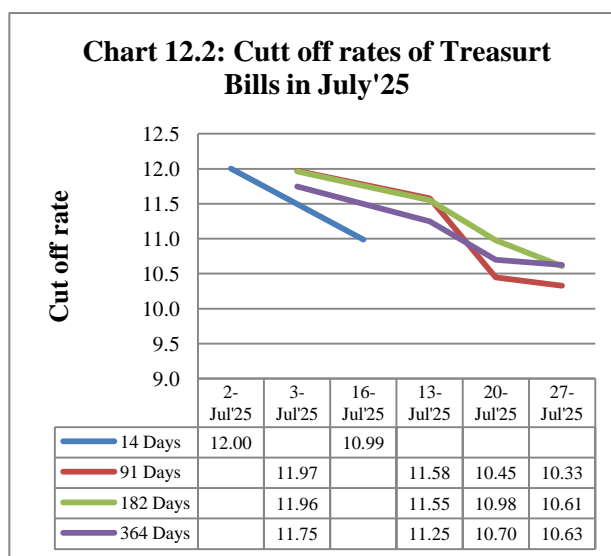


G. Government Treasury Bills Auctions

- There were six auctions held in July'25, resulting in a total issuance of BDT 34,000 crore which was BDT 4,184.57 crore (10.96%) lower than that of previous month.

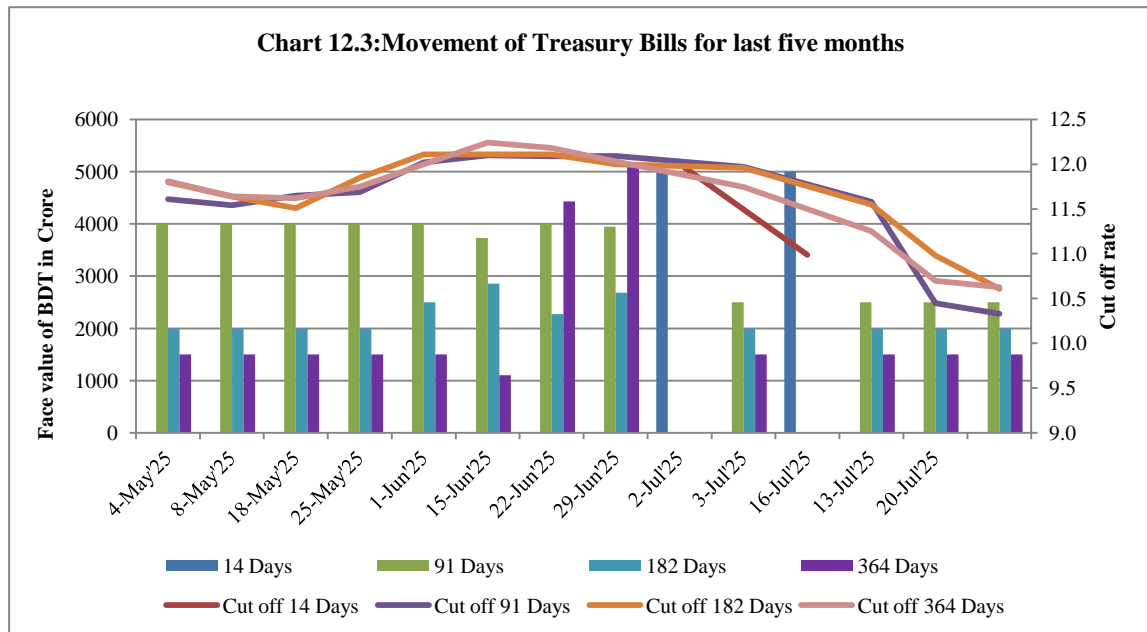


- There were two auctions held for 14 days T-Bills in Jul'25. The cut off rate of the second auction was 10.99% which was 101 basis points lower than that of the first auction.
- The cut-off rate of 91days T.bills decreased in Jul'25. In the last auction it was 10.33% but it was 164 basis point higher in the first auction.
- The cut-off rate of 182days T.bills was also decreases from the first auction in Jul'25. In the first auction it was 11.96 % which was 135 basis points lower in the last auction.
- The cut-off rate of 364days T.bills was also decreasing trend in Jul'25. In the first auction it was 11.75% which was 112 basis points lower in last auction.
- All of these cut-off rates are also lower than those of the previous month.



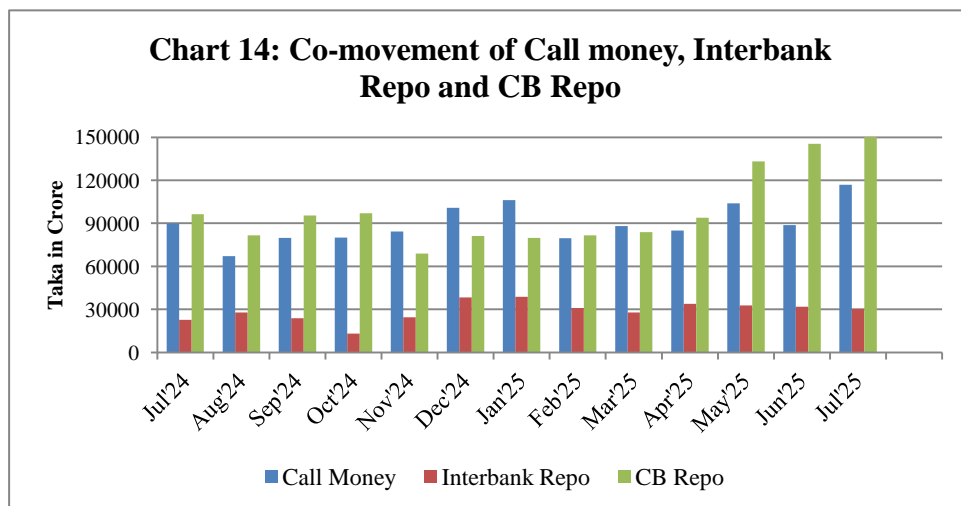
Regarding cut-off rate, the coefficient of variation (CV) of 14 days, 91 days, 182 days and 364 days were 6.2%, 7.4%, 5.3% and 4.7% respectively. That means cut-off rate of 91 days treasury bills are more volatile than the other types of treasury bills.

The trend of volume and cut-off rates Government T.bills over the last three months:



Total auctioned amount and cut off rates of all kind of treasury bills were decreased comparing with the previous month.

Co-movement of Call money, Interbank Repo and CB Repo



- Beginning of the FY-25, central bank liquidity support through CB repo was higher than call money transaction and it was continue until Oct'24.
- After that call money turnover exceeded the CB repo and continued up to Jan'25. Then it becomes parallel to the CB repo and in the last three months CB repo exceeds call money again.
- Interbank repo was in increasing trend from Oct'24 and it is now somewhat stable in last few months.

Money Market Dynamics historical data

Turnover in BDT Crore

FY-25	Call money							Interbank Repo		CB Repo	Standing Facilities		Special Liquidity facilities	
	Overnight		Short notice		Term call		Total	Turnover	WAR		SLF	SDF	Total	ALS
	Turnover	WAR	Turnover	WAR	Turnover	WAR								
Jul-24	78949	8.86	9996	10.08	854	11.45	89799	22738	8.63	96387	13528	9020	93674	69955
Aug-24	60638	8.78	5736	10.15	807	11.95	67181	27878	8.62	81668	10599	8567	102866	75870
Sep-24	72051	9.14	6875	10.78	973	11.11	79899	23814	9.27	95405	9679	19247	110545	99286
Oct-24	72056	9.66	6541	10.95	1426	12.17	80024	13032	9.71	96950	8706	43657	87978	70805
Nov-24	75644	9.99	7732	11.12	953	12.23	84328	24415	10.18	68853	36600	20574	114791	100557
Dec-24	88454	10.07	10446	11.36	1958	10.68	100858	38307	10.36	81207	3898	27279	77326	64111
Jan-25	91687	10.08	13160	11.46	1434	11.99	106281	38673	10.15	79920	6363	71876	75658	55391
Feb-25	68835	10.04	9478	11.10	1290	11.55	79603	30884	10.21	81660	6231	33492	107071	85213
Mar-25	74254	10.01	12337	10.80	1338	11.36	87929	27905	10.15	83757	5017	36364	94216	78363
Apr-25	72891	9.93	10390	10.80	1590	11.34	84872	33828	9.95	93999	3213	40922	84637	62644
May-25	90662	10.06	11678	10.85	1641	11.49	103982	32839	10.39	133094	10267	28222	116180	97284
Jun-25	74395	10.14	12953	11.26	1442	11.27	88790	31941	10.37	145396	1890	72730	81745	54930
Jul-25	99174	10.03	15335	10.67	2343	11.42	116852	30333	10.27	155320	17566	26147	142989	121134