

Part B: Boxes/Annexes

Chronology of Major Policy Announcements: April - June, 2013

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| <p>BRPD Circular Letter No.02, 03,04 01 April, 2013</p> <p>Enlisting 'NRB Commercial Bank Limited', 'South Bangla Agriculture and Commerce Bank Limited' and 'Union bank Limited' as Scheduled Bank</p> | <p>'NRB Commercial Bank Limited', 'South Bangla Agriculture and Commerce Bank Limited' and 'Union bank Limited' have been enlisted as scheduled bank from 25 March, 2013 as per section 37(2)(A) of Bangladesh Bank Order, 1972.</p> |
| <p>BRPD Circular Letter No.05 07 April, 2013</p> <p>Enlisting 'Meghna Bank Limited' as Scheduled Bank</p> | <p>'Meghna Bank Limited' has been enlisted as scheduled bank from 03 April, 2013 as per section 37(2)(A) of Bangladesh Bank Order, 1972.</p> |
| <p>BRPD Circular Letter No.06 11 April, 2013</p> <p>Enlisting 'Midland Bank Limited' as Scheduled Bank</p> | <p>'Midland Bank Limited' has been enlisted as scheduled bank from 09 April, 2013 as per section 37(2)(A) of Bangladesh Bank Order, 1972.</p> |
| <p>GBCSRD Circular Letter No. 01 11 April, 2013</p> <p>Reporting Green Banking, School Banking and CSR Activities</p> | <p>It has now been decided that banks shall submit their reports on green banking initiatives/activities, school banking as well as CSR, gender equality and education budget related activities to newly established Green Banking & CSR Department (GBCSRD) instead of BRPD and ACFID. Banks will also be required to continue to submit quarterly reports on green banking, half yearly reports on school banking within the next 15 days of the respective quarter and half year end and CSR activities within the next 30 days of the respective half-year end.</p> |
| <p>FE Circular No. 06 15 April, 2013</p> <p>Family Remittance Facility for Foreign Nationals who are Resident in and have Income in Bangladesh</p> | <p>Referring to Paragraph-8, Chapter-11 of the Guidelines for Foreign Exchange Transactions (GFET),2009 (Volume-1), it has now been decided that the foreign nationals who are resident in Bangladesh and who have an income in Bangladesh are permitted to make monthly remittances to the country of their domicile out of their current savings up to 75% of their net income to cover their commitments abroad. Other instructions contained in the Paragraph- 8, Chapter-11</p> |

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| | of GFET, 2009 shall remain unchanged. |
| BRPD Circular Letter No.11 05 May, 2013 Enlisting 'NRB Bank Limited' as Scheduled Bank | 'NRB Bank Limited' has been enlisted as scheduled bank from 28 April, 2013 as per section 37(2)(A) of Bangladesh Bank Order, 1972. |
| BRPD Circular No. 05 29 May, 2013 Loan Classification and Provisioning | <p>Section 4.a) of the BRPD Circular No. 14 will be replaced as under:</p> <p>“Rate of provision on the outstanding amount of loans kept in the 'Special Mention Account' will be same as the rates stated in (1), (2), (3) of Section 4.a) of BRPD circular No. 14, i.e. @ 0.25% against all unclassified loans of Small and Medium Enterprise (SME), @ 5% on the unclassified amount for Consumer Financing, @ 2% on the unclassified amount for Housing Finance, Loans for Professionals to set up business under Consumer Financing Scheme, Loans to Brokerage House, Merchant Banks, Stock dealers, etc. and @ 1% against all other unclassified loans.”</p> <p>2. CL-1 format will be replaced by the format attached with this circular.</p> <p>This circular will come into force with immediate effect and all other instructions as well as other CL formats attached with BRPD Circulars No.14 and 19 dated September 23, 2012 and December 27, 2012 respectively will remain unchanged.</p> |
| BRPD Circular No. 06 29 May, 2013 Loan Rescheduling | <p>Referring to BRPD Circular No.15 dated September 23, 2012 on the captioned subject, following amendments have been brought into the circular in light of current credit conditions and the greater preponderance of longer term finance:</p> <p>1. Section 2.c) of the circular will be replaced as under:</p> <p>“02. c) Time limit for rescheduling Fixed Term Loan:</p> <p>The loan which is repayable within a specified time period under a prescribed repayment schedule is treated as Term Loan. In case of rescheduling of any classified Fixed Term Loan, following time-limit may be added with the expiry date/repayment date of last installment to determine the repayment schedule which will be started from the date of rescheduling. If the loan is rescheduled after the expiry date, the following</p> |

time-limit will be applicable from the date of rescheduling:

| Frequency | Classified as | | |
|---------------------|-------------------|-------------------|-------------------|
| | Sub-standard | Doubtful | Bad/Loss |
| First Rescheduling | Maximum 36 months | Maximum 24 months | Maximum 24 months |
| Second Rescheduling | Maximum 24 months | Maximum 18 months | Maximum 18 months |
| Third Rescheduling | Maximum 12 months | Maximum 12 months | Maximum 12 months |

Conditions: During the rescheduled period all required principal and interest payments must be made. Rescheduled amount should be repaid in monthly/quarterly installments. If the amount of defaulted installments is equal to the amount of 6 monthly or 2 quarterly installments, the loan will be classified as Bad/Loss.”

2. Section 2.d) of the circular will be replaced as under:
 “02. d) Time limit for rescheduling for Short-term Agricultural and Micro-Credit:

In case of rescheduling of any classified Short-term Agricultural and Micro-Credit, 6 months may be added with following time-limit from the day after the expiry date/repayment date of last installment to determine the repayment schedule which will be started from the date of rescheduling. If the loan is rescheduled after the expiry date, the following time-limit will be applicable:

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| First Rescheduling | Repayment time limit for rescheduling should not exceed 2 years. |
| Second Rescheduling | Maximum 1 year. |
| Third Rescheduling | Maximum 6 months. |

This circular will come into force with immediate effect and all other instructions in BRPD Circular No.15 dated September 23, 2012 will remain unchanged.

BRPD Circular Letter No. 12
 18 June, 2013
 Enlisting ‘Modhumoti Bank Limited’
 as Scheduled Bank

‘Modhumoti Bank Limited’ has been enlisted as scheduled bank from 16 June, 2013 as per section 37(2)(A) of Bangladesh Bank Order, 1972.