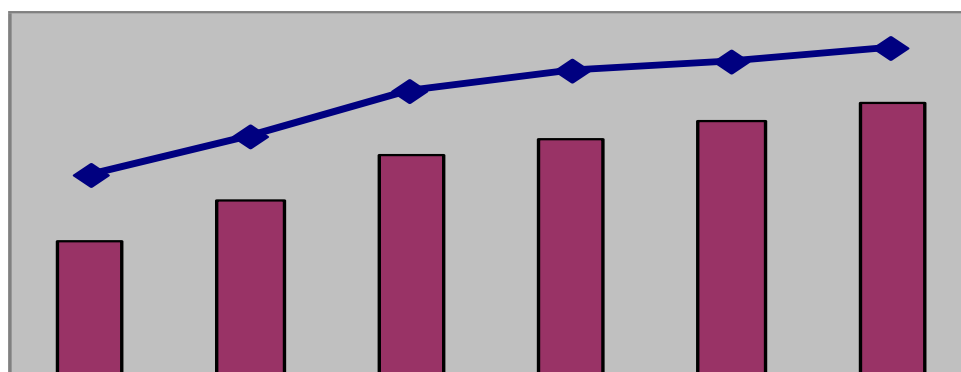


MONTHLY FISCAL-MACRO UPDATE

March, 2012



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Issue-05, Year: 2012

As on 15 April, 2012

A. FISCAL SECTOR

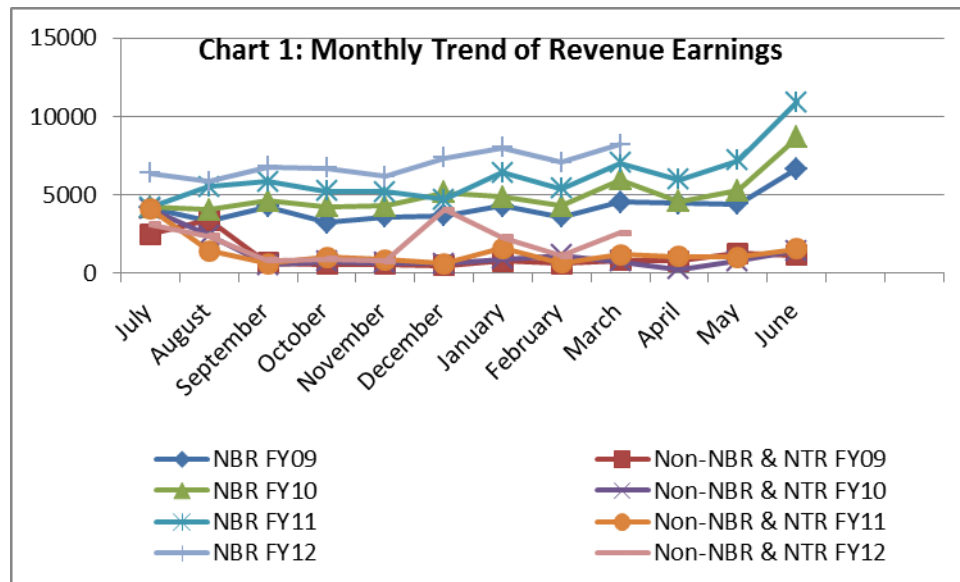
a.1 Revenue Earnings

(Taka in crore)

Fiscal Year	Tax Revenue		Non-Tax Revenue	Total Revenue
	NBR	Non-NBR		
2009-10	59396	2743	13420	75559
2010-11	76322	3229	11767	91318
Growth (%)	28.5	17.72	-12.32	20.86
2011-12				
March	8196	307	2283	10786
July- March (Growth over July-March FY '12)	62622 (19.93%)	2544 (13.22%)	15690 (72.68%)	80856 (27.23%)

Source: Integrated Budgeting & Accounting System (iBAS), Finance Division.

Chart 1: Monthly Trend of Revenue earnings (FY09-FY11)



- Up to March FY12 growth of total revenue was 27.23 percent.
- NBR Tax revenue growth was 19.93 percent.
- Non-NBR Tax revenue increased by 13.22 percent
- Non-Tax revenue increased by 72.68 percent.

MONTHLY FISCAL-MACRO UPDATE

a.2 Grants

(Taka in crore)

2009-10	2010-11	Growth (%)	2011-12		
			March	July- March	Growth over July- March FY 12 (%)
3217.5	1224.8	61.93	101.7	1582.9	-

Source: Integrated Budgeting & Accounting System (iBAS), Finance Division.

a.3 Government Expenditure

(Taka in crore)

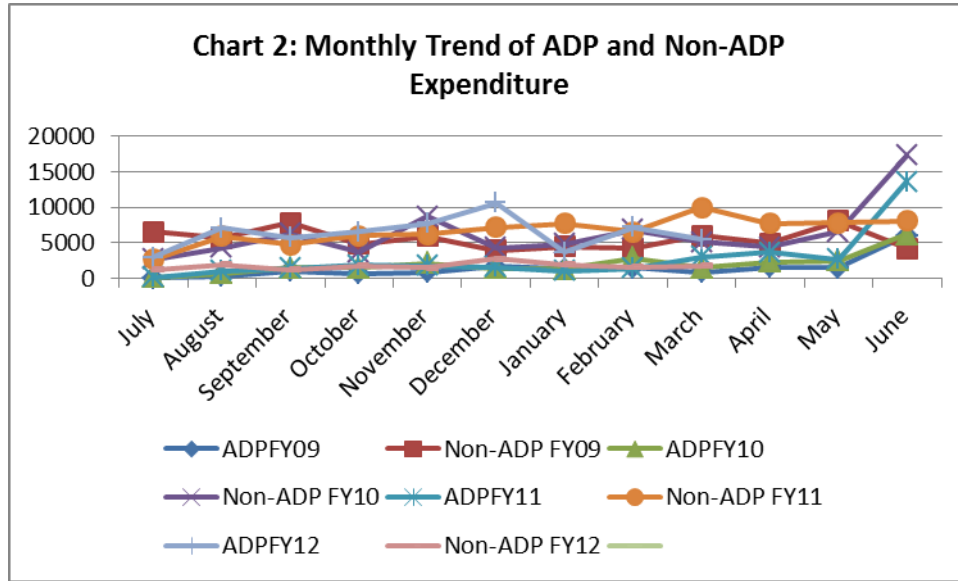
	2009-10	2010-11	Growth (%)	2011-12	
				March	July- March
1. Non-Development	73164.4	81372.0	11.22	5478.4	57510.9 (18.81%)
Interest	14868	15151.9	1.91	1454.2	13507.7 (30.40%)
Domestic	13497	13729.0	1.72	1377.0	12594.7 (35.22%)
Foreign	1371	1422.9	3.79	77.1	912.9 (12.60%)
Subsidies & Current Transfer	26964	31081.6	15.27	2761.3	22610.4 (30.34%)
2. ADP	28113.9	33001.3	17.38	1771.8	15879.8 (20.33%)
3. Development Program Financed from Rev. Budget	802.09	835.5	4.17	30.4	199.2 (-44.33%)
4. Non-ADP FFW	927.9	4200.0	352.63	0.1	73.4 (-69.16%)
5. Net Outlay on Food A/C	-849.9	5026.4	417.55	347.5	4808.7 (27.80%)
6. Loans & Advances	931.3	7329.3	686.97	2288.8	8282.9 (186.15%)
Total**	101604	124794	21.52	11741.8	91344.0 (32.05%)

Source: Integrated Budgeting & Accounting System (iBAS), Finance Division. Figures in parentheses indicate growth over July, FY 10. ** excludes non-ADP projects, structural adjustment

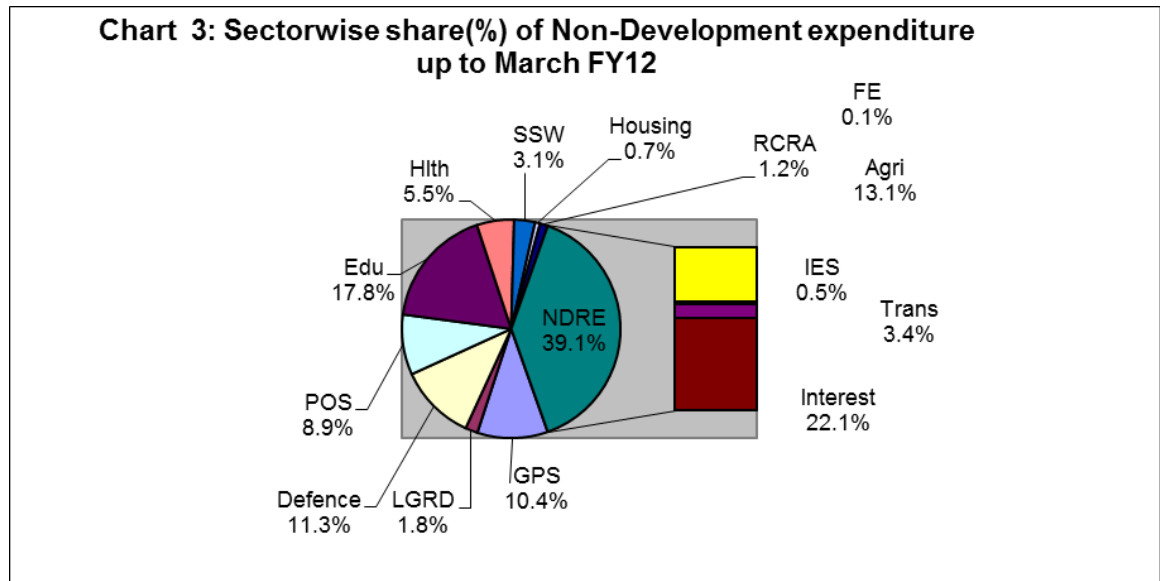
Up to March FY 12,

- Total expenditure records a growth (growth: 32.05%), of which
 - Subsidies and transfer (growth: 30.34 %)
 - Interest payments (growth: 30.40%).

Chart 2: Monthly Trend of ADP and Non-ADP Expenditure (FY 09-FY11)



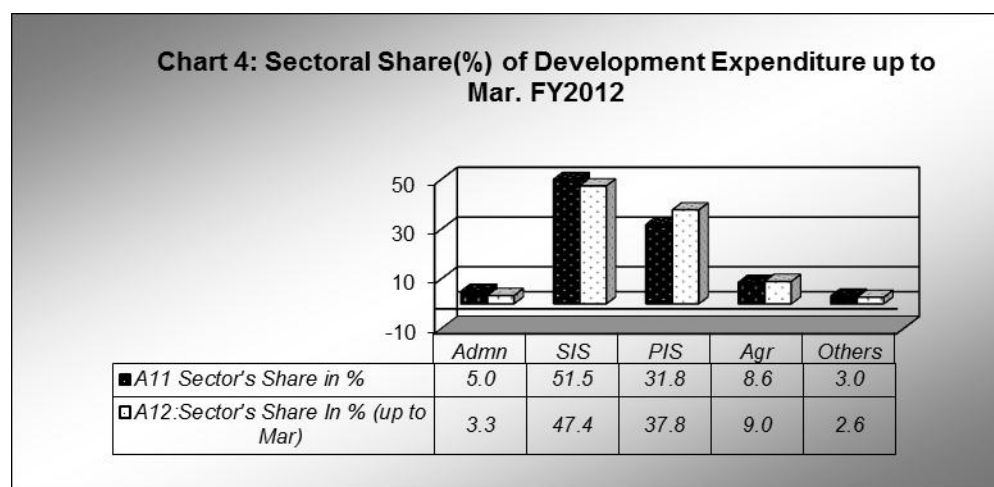
a.3.1 Structure of Revenue Expenditure



GPS = General Public Services, LGRD = LGD, RD & Cooperatives, CHTs, POS = Public Order and Safety, Edu = Education and Technology, Hlth = Health, SSW = Social Security and Welfare, RCRA = Recreation, Culture and Religious Affairs, Agri = Agriculture, Fisheries and Livestock, Land, Water Resources and Food, FE = Fuel and Energy, IES = Industries, Jute, Textiles, Commerce, Labor & Overseas, Trans = Transport and Communication

- Sector wise revenue expenditure shows that highest expenditure is in Interest (22.1%) followed by Education (17.8%), Agriculture (13.1%) and Defense (11.3%)

a.3.2 Structure of ADP Expenditure



Admn = General Public Services, Defence, and Public Order and Safety,
 SIS = Social Infrastructure, covers Edu, health, Housing and SSW & LGRD.
 PIS = Physical Infrastructure, covers FE and Trans; and Others include RCRA and IES

- Sector wise ADP expenditure shows that, up to March FY12 highest shares are in Social Infrastructure (47.4%) and next highest expenditure is in Physical Infrastructure (37.5%).

a.4 Budget Balance

(Taka in crore)

	Overall Balance	Overall Balance as % of GDP
2009-10	-25699.5	-3.60
2010-11	-33475.6	-3.28
2011-12		
March *	-682.8	-0.08
Up to March *	-8254.5	-0.92

Source: Integrated Budgeting & Accounting System (iBAS), Finance Division. * excluding grants

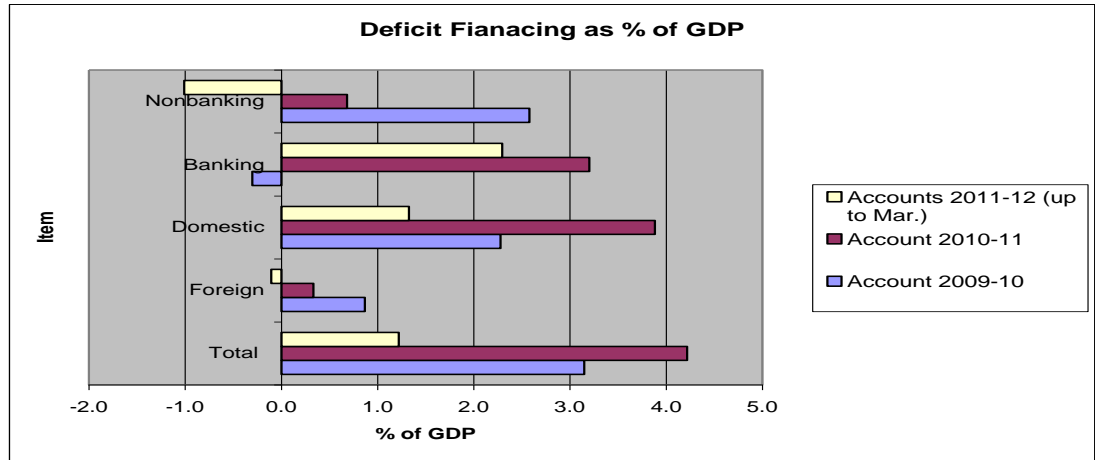
a.5 Deficit Financing

(Taka in crore)

	External (net)	Domestic		Total Financing	Financing as % of GDP
		Bank	Non-Bank		
2009-10	6035.6	-2092.5	17911.7	21854.8	-4.70
2010-11	2232.5	25210.2	3570.6	31013.2	-3.29
2011-12					
March *	-84.3	1529.8	-757.2	688.4	0.09
July- March *	-952.1	20650.2	-9088.9	10972.0	-0.21

Source: Integrated Budgeting & Accounting System (iBAS), Finance Division.

*including BPC ** excluding BPC



a.6 Net Sales of NSD Certificates

(Taka in crore)

	Sales	Repayment	Net Sale	Outstanding at the end of period
2009-10	25553.69	13963.06	11590.63	61381.42
2010-11	17232.03	15175.13	2056.90	63438.32
Growth	-33.17	8.68	-82.25	3.35
2011-12				
March	2255.02	2125.9	129.12	63459.33
July- March Growth over July-March, FY11	12996.44 (-5.47)	12975.43 (+16.78)	21.01 (-99.20)	63459.33 (-0.87)

Source: National Savings Directorate.

- Up to March of FY12, net sale was decreased by 99.20 percent than that of the previous fiscal year.

B. MONETARY SECTOR

b.1 Monetary and credit development

(Taka in crore)

	Outstanding Stock at the end of period				
	2009-10	2010-11	Growth (%)	2011-12 ^P March	Growth(%) over July- March, FY12
Net Foreign Asset	67073.70	70620.00	5.29	72052.90	1432.90 (2.03%)
Net Domestic Asset	295957.50	369899.90	24.98	418274.90	48375.00 (13.08%)
Domestic credit	340213.70	433525.90	27.43	496052.90	62527.00 (14.42%)
Public Sector	69453.00	92813.20	33.63	108931.30	16118.10 (17.37%)
Govt. (net)	54392.30	73436.10	35.01	90572.10	17136.00 (23.33%)
Other Public Sector	15060.70	19377.10	28.66	18359.20	-1017.90 (-5.25%)
Private Sector	270760.70	340712.90	25.84	387121.60	46408.90 (13.62%)
Broad Money	363031.20	440519.90	21.34	490327.80	49807.90 (11.31%)

Source: Bangladesh Bank. p. Provisional

- At the end of March FY12, broad money growth stands to 11.31 percent.
- Growth in Net Foreign Asset is 2.03 percent.
- Growth in Govt. (net) 23.33 percent
- Growth in private sector credit is 13.62 percent.

b.2 Reserve money and money multiplier

	Outstanding Stock at the end of period				
	2009-10	2010-11	Change	2011-12 (March ^P)	Change over July- March '12
Reserve money	80510.30	97500.90	16990.6	91967.10	2232.70
Reserve Money multiplier	4.51	4.52	0.01	5.33	0.42

Source: Bangladesh Bank.

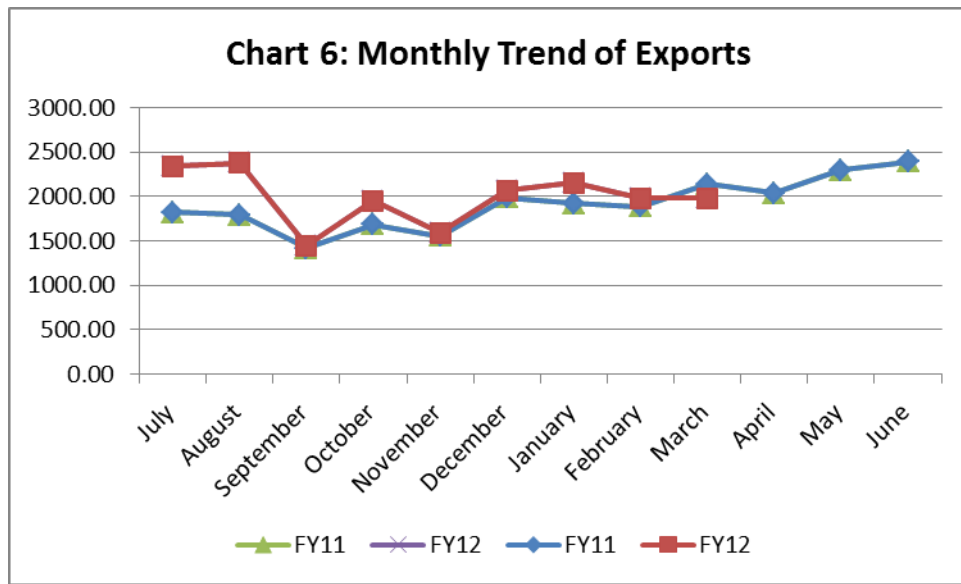
C. EXTERNAL SECTOR

c.1 Export

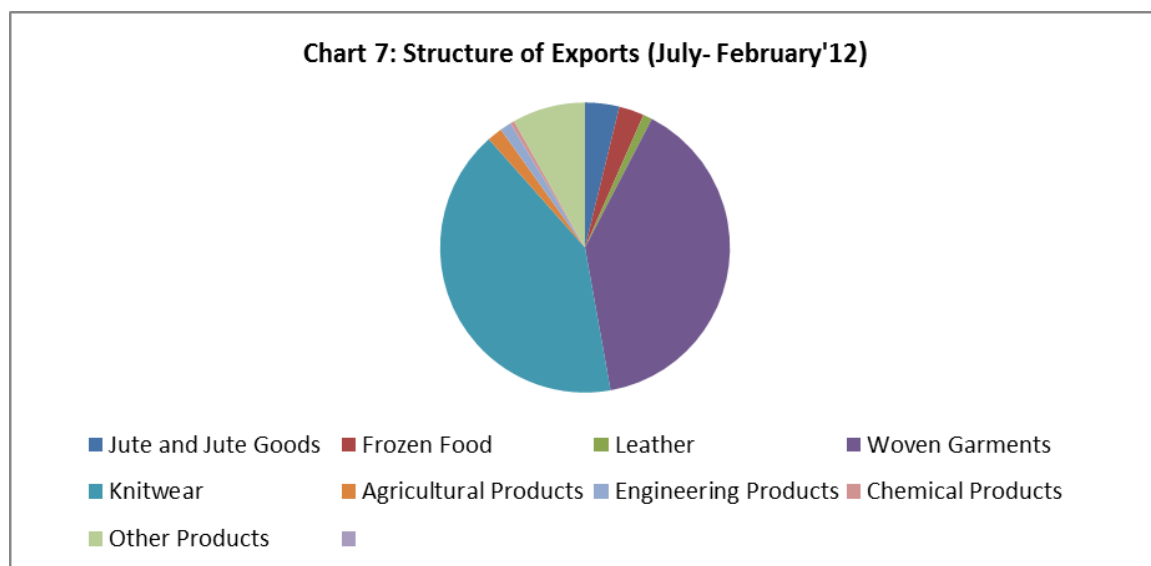
(In million US\$)

	2009-10	2010-11	2011-12	
			March	July- March
Export	16204.65	22924.38	1982.26	17886.06
Growth (%)	3.95	41.47	-7.23	10.36

Source: Export Promotion Bureau. *Growth over the same period of the previous fiscal year.



c.1.1 Structure of Exports



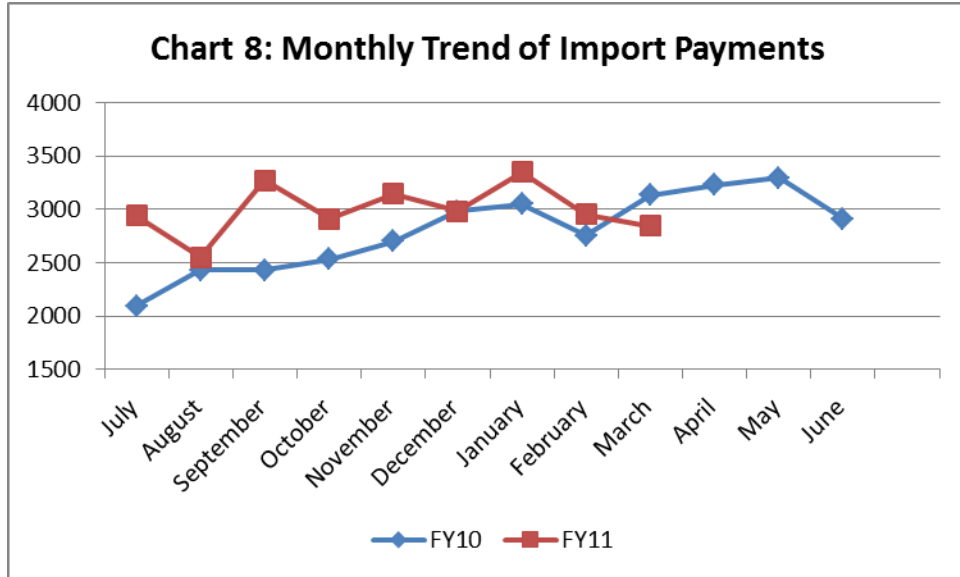
- Up to March of FY12, export earnings increased by 10.36 percent over the same period of previous year.

c.2 Imports (c & f)

(In million US\$)

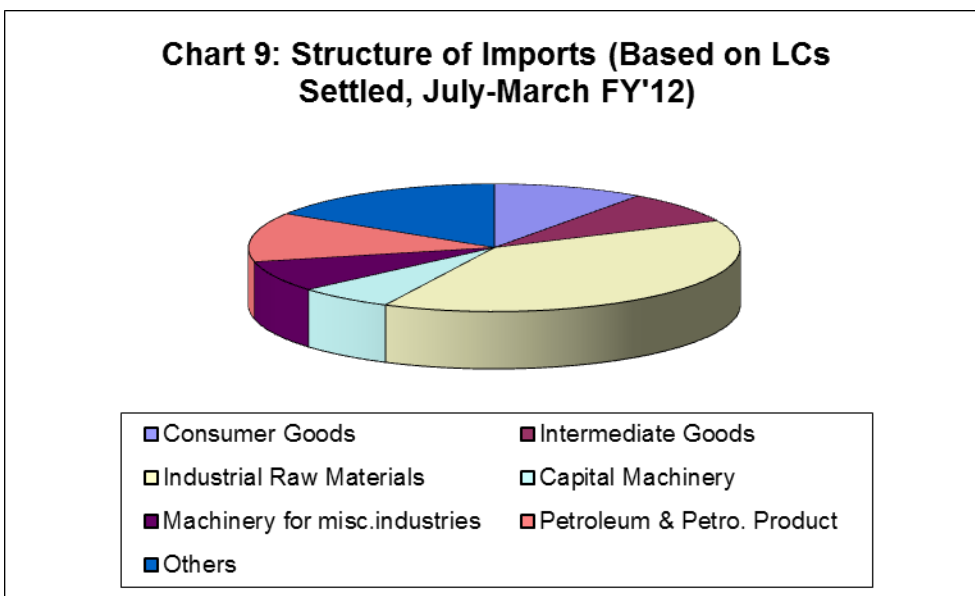
	2009-10	2010-11	2011-12	
			March	July- March
Import payments	23738.40	33657.50	2846.50	26944.50
Growth (%)	5.47	41.79	-9.07	11.22
LCs Opened	28783.40	38581.12	3085.77	27257.74
Growth (%)	32.01	34.04	-16.14	-8.35
LCs Settled	23053.10	31952.18	3373.65	26774.16
Growth (%)	7.50	38.60	16.22	14.60

Source: Bangladesh Bank.
p-provisional; Growth rate (in percent) over the same period of the previous fiscal year.



- In FY 11, import payments increased by 41.79 percent compared to the previous fiscal year.
- However, up to March FY 12, import payment increased by 11.22 percent, LCs opened decreased by 8.35 percent and LCs settled increased by 14.60 percent compared to the same month of FY 11.s

C.2.1 Structure of Imports (Based on LCs settled)

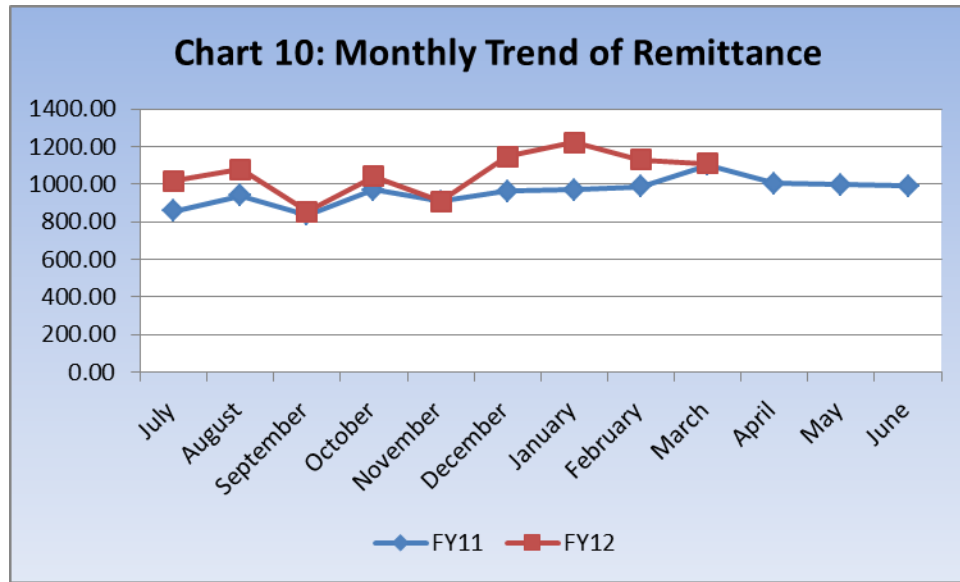


c.3 Remittances

(In million US\$)

	2008-09	2009-10	2010-11	2011-12	
				March	July- March
Remittances	9689.26	10987.40	11650.32	1109.14	9531.86
Growth (%)	22.42	13.40	6.03	0.57	10.69
As % of GDP	10.82	11.06	11.72	-	-
As % of Export	62.25	67.80	50.82	58.93	53.29

Source: Bangladesh Bank, EPB.

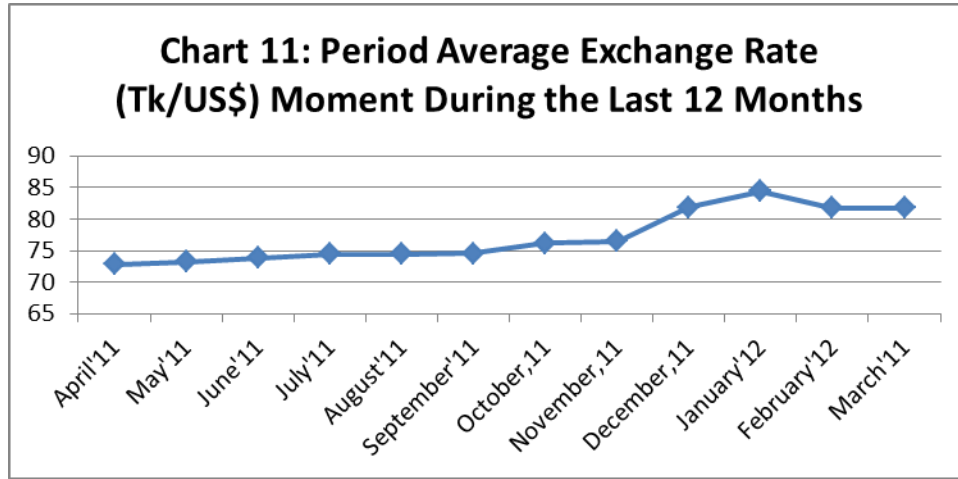


- In FY2010-11 remittances inflow records a moderate growth of 6.03 percent.
- In FY11 remittances as percent of GDP and Export were 11.72 percent and 50.82 percent respectively which are relatively higher than previous fiscal year.
- Up to March FY12, remittances inflow recorded a growth of 10.69 percent compared to the same period of FY11.

c.4 Exchange Rate Movement

	Average	End of the period
2007-08	68.60	68.52
2008-09	68.80	69.06
2009-10	69.18	69.445
2010-11	73.88	74.15
2011-2012		
July	74.48	74.71
August	74.41	73.62
September	74.57	75.23
October	75.72	76.20
November	75.14	76.48
December	79.67	81.85
January	83.42	84.44
February	83.09	81.76
March	81.76	81.79

Source: Bangladesh Bank



- Exchange rate of Taka per US\$ increased to Tk. 81.76 at the end of March, 2012 from Tk.74.48 at the end of July, 2011. Taka depreciated by 9.77 percent as of end March, 2012 over end July, 2011.

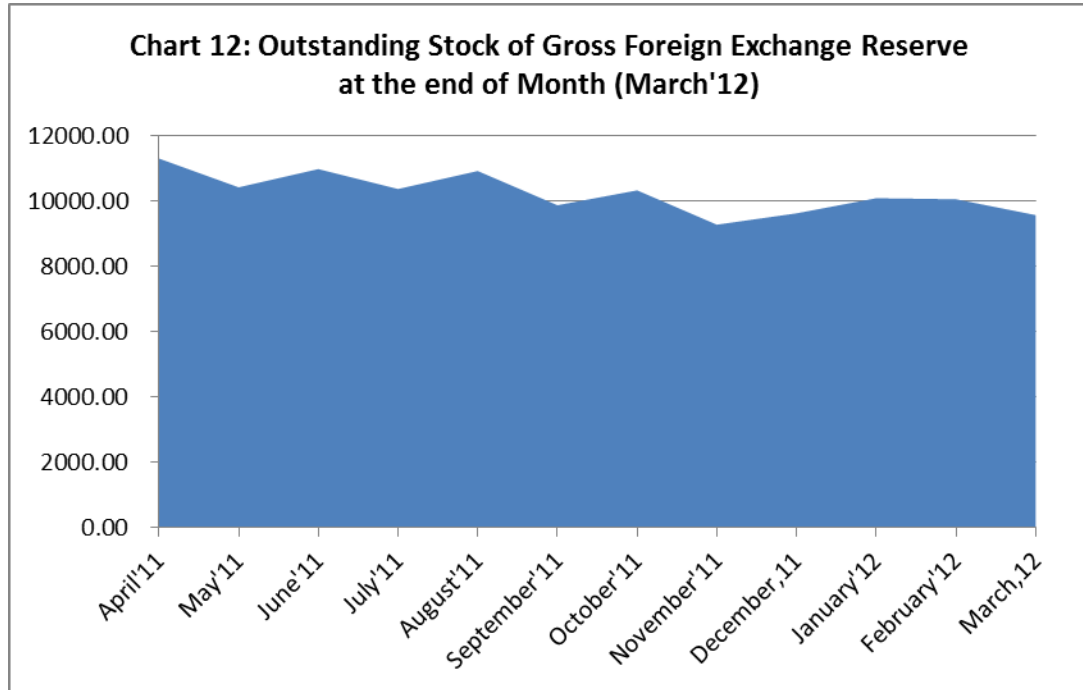
c.5 Foreign Exchange Reserve

(In million US\$)

	2009-10	2010-11	As on end of March '12
Reserve	10749.74	10911.55	9579.43
In month of import payment	4.5	3.89	3.37

Source: Bangladesh Bank.

- The gross foreign exchange balances held abroad by commercial banks stood at US\$ 9579.43 million by end of March, 2012 against US\$ 10066.77 million by end February, 2012.
- On the basis of average import payment during July 2011 to March 2012, the foreign exchange reserve is equivalent to 3.37 months import payments.



D. REAL SECTOR

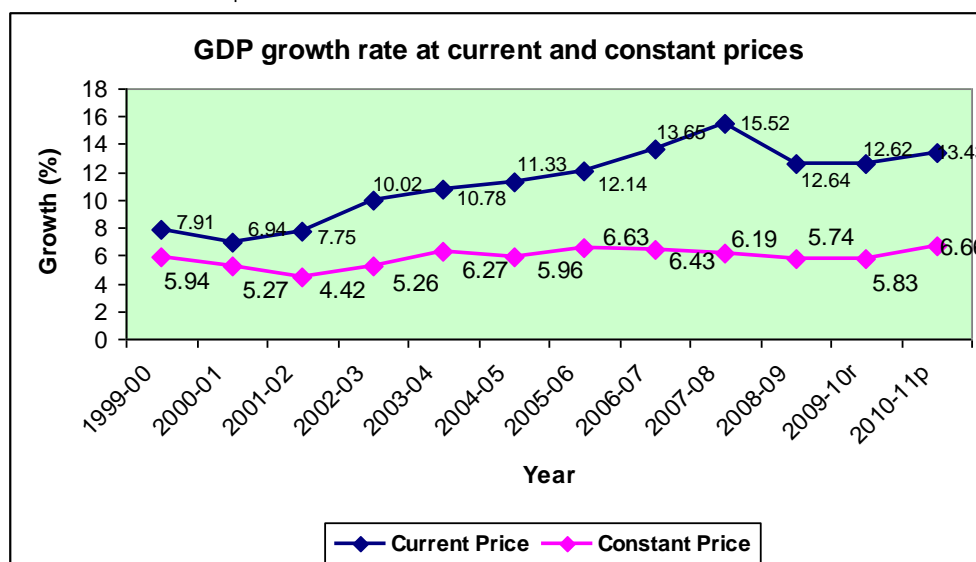
d.1 Gross Domestic Product

(Taka in Crore)

	2006-07	2007-08	2008-09	2009-10	2010-11 ^P
GDP at constant prices	302971	321726	340197	360047	384885
Growth (%)	6.43	6.19	5.74	5.83	6.66
Agriculture	4.56	3.20	4.12	4.67	4.96
Industry	8.38	6.78	6.46	6.01	8.16
Service	6.92	6.49	6.32	6.38	6.63
GDP at current prices	472477	545822	614795	692380	787495
Growth (%)	13.65	15.52	12.60	12.62	13.42
GNI at current prices	507752	594212	670696	758684	852822
Per capita GDP (Tk.)	33607	38330	42628	47405	53236
Per capita GNI (Tk.)	36116	41728	46504	51945	57652
Per capita GDP (US\$)	487	559	620	685	755
Per capita GNI (US\$)	523	608	676	751	818

Source: Bangladesh Bureau of Statistics. R- Revised.

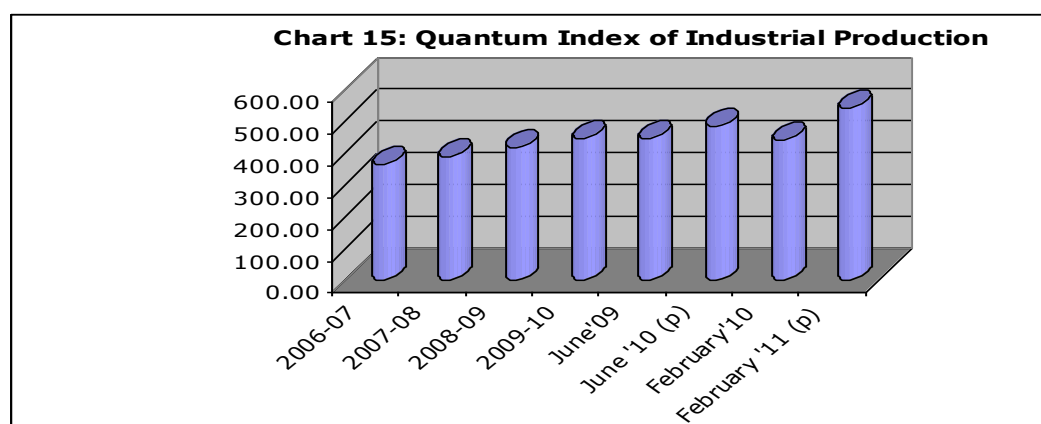
- Real GDP growth in FY2010-11 was 6.66 percent of which
 - Growth in Agriculture as per revised was 4.96 percent
 - Growth in Industry is estimated 8.16 percent
 - Service sector growth is estimated at 6.63 percent.
- Per capita GDP in FY2010-11 exceeded US\$ 750 mark and reached to US\$ 755.



d.2 Quantum Index of Industrial Production (Large and Medium Scale Manufacturing Industry, Base: 1988-89=100)

FY	Index	Growth Rate
2006-07	360.33	9.74
2007-08	386.48	7.27
2008-09	413.42	6.97
2009-10	442.12	6.94
2010-2011 ^P		
October '10	461.10	-
October '11 ^P	533.23	-

Source: BBS ; R:Revised ; P:Provisional

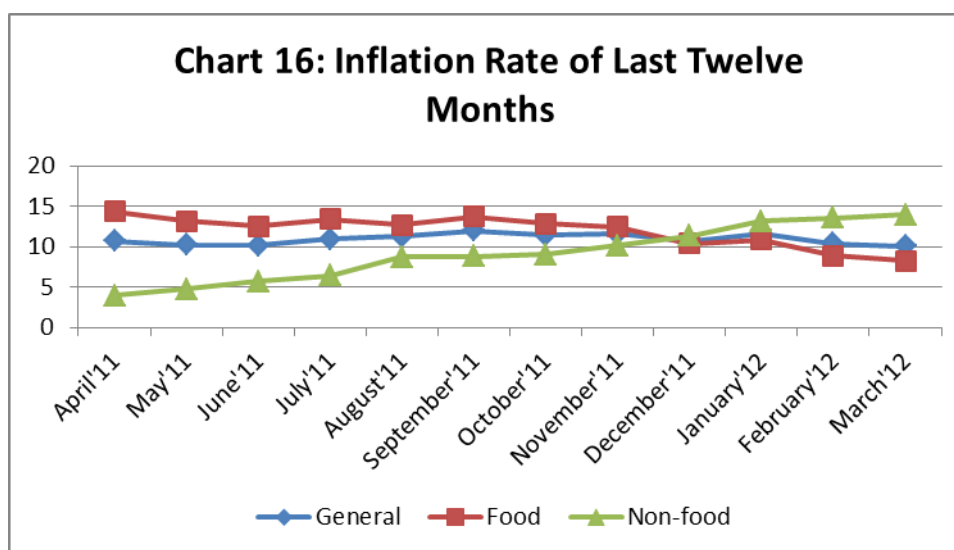


- The growth rate of the Quantum Index of Industrial Production (Large and Medium Scale Manufacturing Industry) was 6.94 percent in FY 10 which was 6.97 percent in FY 09.
- In June 2011, the average index stood at 577.68 which was 19.73 percent higher compared to the same period of 2009.
- In October 2011, the average index was 533.23 which was 13.53 percent higher compared to October 2010.

d.3 Consumer Price Index and Inflation (National)

FY	CPI (General)	Twelve-Month Average Basis		
		National	Food	Non-Food
2006-07	176.04	7.20	8.11	5.90
2007-08	193.54	9.94	12.28	6.32
2008-09	206.43	6.66	7.19	5.91
2009-10	221.53	7.31	8.53	5.45
2010-11	241.02	8.80	11.34	4.15
2010-11 Twelve-Month Point to Point Basis				
April	246.24	10.67	14.36	3.97
May	246.39	10.20	13.16	4.78
June	249.11	10.17	12.51	5.73
2011-12				
July	254.72	10.96	13.40	6.46
August	259.66	11.29	12.70	8.76
September	264.85	11.97	13.75	8.77
October	265.94	11.42	12.82	9.05
November	266.55	11.58	12.47	10.19
December	266.34	10.63	10.40	11.38
January	270.59	11.59	10.90	13.16
February	269.76	10.43	8.92	13.57
March	270.81	10.10	8.28	13.96

Source: Bangladesh Bureau of Statistics.



- In FY11 the average rate of inflation (Twelve-Month Average Basis) recorded at 8.80 percent. The food and non-food inflation were 11.34 percent and 4.15 percent respectively.

- In March of FY12, the rate of inflation (national) on point-to-point basis was 10.10 percent, of which, food and non-food inflations were 8.28 percent and 13.96 percent respectively (Table d3 above).