

Demands for Grants and Appropriations 2024-25

Grant No - 09

112 - Financial Institutions Division

Allocations and Activities

1 **Main functions of the Financial Institutions Division:**

- a. Enactment/formulation of policies, laws, rules and regulations related to bank, insurance, capital market and others financial institutions and related services;
- b. Development of financial markets and institutions;
- c. Co-ordination of the activities of regulatory authorities of financial sector;
- d. The overall monitoring and evaluation of the activities of state-owned banks and financial institutions;
- e. Expansion of capital market through introduction of new products and supply of securities having good fundamentals;
- f. Building confidence of the people on insurance sector through implementing reform programs and expanding the coverage of insurance through creating mass awareness; and
- g. Creating self-employment and reducing poverty through expansion of micro credit activities.

2 **The revised budget allocation (Operating and Development) from FY 2021-22 to FY 2023-24 and the proposed allocation (Operating and Development) for FY 2024-25 of the Financial Institutions Division are shown below:**

(Taka in Thousand)

Financial Year		Operating	Development	Total	Recurrent	Capital	Financial Assets	Liabilities
2021-22	Revised Budget	154,47,15	2483,25,00	2637,72,15	186,79,55	53,92,60	2397,00,00	0
2022-23	Revised Budget	80,04,80	3275,83,00	3355,87,80	162,02,60	345,90,20	2847,95,00	0
2023-24	Revised Budget	93,04,29	3351,37,00	3444,41,29	181,15,09	268,53,20	2994,73,00	0
2024-25	Budget	94,90,00	3322,89,00	3417,79,00	207,52,90	50,26,10	3160,00,00	0

3 **In FY 2024-25, the following important activities/projects/programmes are scheduled to be implemented:**

- a. Amendment of the policy regarding appointment of chairman/director on the board of directors for banks and financial Institutions;
- b. Draft Bill of "Offshore Banking Act, 2024" will be sent to Bangladesh Parliament Secretariat after getting the policy approval of the Cabinet;
- c. Format rules/regulations under the Insurance Development and Regulatory Authority act, 2010 and Insurance act, 2010; and effective monitoring in light of those laws;
- d. Implementation of time-bound action plan of the National Insurance Policy 2014;
- e. Continuation of the reform programs to ensure transparency and dynamism in the capital markets for safeguarding the interests of the investors;
- f. Monitoring the activities of the state-owned commercial banks, specialized banks and financial institutions as well as making amendments of the related laws;
- g. Monitoring and evaluation of the activities of Microcredit Regulatory Authority (MRA), Bangladesh Institute of Capital Market (BICM), and Bangladesh Insurance Academy (BIA);
- h. Monitoring of entrepreneurship support fund (agriculture/IT) managed by Bangladesh Bank and Investment Corporation of Bangladesh (ICB);
- i. Processing authorization, implementation and monitoring of programs/projects implemented by Palli Karma-Shahayak Foundation (PKSF), Social Development Foundation (SDF) and Bangladesh Municipal Development Fund (BDMF);
- j. Allocation, authorization, coordination and monitoring of the Non-ADP projects like Foreign Direct Investment Promotion Project (FDIPP) and Urban Building Safety Project; Financing and Credit Facility Program to Finance-RMG Project being implemented by Bangladesh Bank and Rural & Peri-Urban Housing Finance Project being implemented by Bangladesh House Building Finance Corporation; and
- k. Monitoring, allocation, authorization, and coordination of the ADP projects implemented by the Bangladesh Bank and Insurance Development and Regulatory Authority.

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(Taka in Thousand)

Charged	0	Operating	94,90,00	Recurrent	207,52,90
Others	3417,79,00	Development	3322,89,00	Capital	50,26,10
				Financial Asset	3160,00,00
				Liability	0
Total :	3417,79,00	Total :	3417,79,00	Total :	3417,79,00

(Taka in Thousand)

Economic Code	Description	Budget 2024-25	Revised 2023-24	Budget 2023-24
Economic Classification				
Recurrent Expenditure				
3111	Wages and salaries in cash	8,92,73	7,92,62	7,88,70
3211	Administrative expenses	4,63,17	1,38,13	1,18,97
3221	Fees, charges and commissions	40	0	0
3231	Training	2,20,04	1,94,00	1,16,00
3243	Petrol, oil and lubricants	14,00	13,00	13,00
3244	Travel and Transfer	31,90	27,75	27,75
3255	Printing and stationery	47,77	38,00	38,74
3256	General supplies and materials	5,00	70	70
3257	Professional services, honorariums and special exper	20,72,53	24,23,80	12,76,54
3258	Repairs and maintenance	1,83,50	1,90,00	1,85,10
3631	Current grants	125,21,04	115,26,59	110,02,30
3632	Capital grants	66,00	22,50	24,00
3823	Current transfers for projects	42,34,82	27,48,00	42,07,00
Total - Recurrent Expenditure :		207,52,90	181,15,09	177,98,80
Capital Expenditure				
Non financial assets				
4112	Machinery and equipment	86,10	42,20	42,20
Sub Total - Non financial assets :		86,10	42,20	42,20
Capital expenditure for project				
4211	Capital expenditure for project	21,61,00	268,11,00	78,40,00
Sub Total - Capital expenditure for project :		21,61,00	268,11,00	78,40,00
Reserve				
4911	Reserve	27,79,00	0	0
Sub Total - Reserve :		27,79,00	0	0
Total - Capital Expenditure :		50,26,10	268,53,20	78,82,20

(Taka in Thousand)

Economic Code	Description	Budget 2024-25	Revised 2023-24	Budget 2023-24
Economic Classification				
Assets				
Financial assets				
7215	Loans	3160,00,00	2994,73,00	2692,08,00
Sub Total - Financial assets :		3160,00,00	2994,73,00	2692,08,00
Total - Assets :		3160,00,00	2994,73,00	2692,08,00
Total - Financial Institutions Division :		3417,79,00	3444,41,29	2948,89,00

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(Taka in thousand)

Charged	0	Operating	94,90,00	Recurrent	207,52,90
Others	3417,79,00	Development	3322,89,00	Capital	50,26,10
				Financial Asset	3160,00,00
				Liability	0
Total:	3417,79,00	Total:	3417,79,00	Total:	3417,79,00

(Taka in thousand)

Organisation Code	Description	Budget 2024-25	Revised 2023-24	Budget 2023-24
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Organisational Classification

11201 Secretariat, Financial Institutions Division

Operating Activity	94,90,00	93,04,29	97,59,00
Development Activity	3322,89,00	3351,37,00	2851,30,00
Total:	3417,79,00	3444,41,29	2948,89,00
Recurrent	207,52,90	181,15,09	177,98,80
Capital	50,26,10	268,53,20	78,82,20
Financial Asset	3160,00,00	2994,73,00	2692,08,00
Total:	3417,79,00	3444,41,29	2948,89,00
Total - Operating Activity:	94,90,00	93,04,29	97,59,00
Total - Development Activity:	3322,89,00	3351,37,00	2851,30,00
Total - Operating and Development Activity:	3417,79,00	3444,41,29	2948,89,00
Total - Recurrent:	207,52,90	181,15,09	177,98,80
Total - Capital :	50,26,10	268,53,20	78,82,20
Total - Asset:	3160,00,00	2994,73,00	2692,08,00
Total Liability:	0	0	0
Total-Financial Institutions Division:	3417,79,00	3444,41,29	2948,89,00