

MEFP Table 1. Bangladesh: Key Economic Indicators, FY00-04 1/

	1999/00	2000/01	2001/02	2002/03		2003/04
				Prog.	Prel.	Prog.
National income and prices (percent change)						
Real GDP	5.9	5.3	4.4	5.2	5.3	5.5
GDP deflator	1.9	1.6	2.7	4.8	4.4	4.0
CPI inflation (annual average) 2/	2.8	1.9	2.8	5.2	4.4	4.5
Central government operations (percent of GDP) 3/						
Total revenue	8.4	9.0	10.2	10.4	10.3	10.8
Tax	6.7	7.6	7.7	8.3	8.3	8.7
Nontax	1.7	1.4	2.4	2.0	2.1	2.1
Total expenditure	13.5	14.1	14.8	14.5	13.9	15.6
Current expenditure	7.5	7.7	8.0	8.4	7.8	8.4
<i>Of which</i> : Interest payments	1.6	1.6	1.8	2.0	1.8	2.0
Annual Development Program	5.4	6.5	5.6	5.8	5.3	6.1
Extraordinary expenditures	0.0	0.0	0.0	0.4	0.4	0.5
Other expenditures 4/	0.6	-0.2	1.2	-0.1	0.4	0.6
Overall balance (excluding grants)	-5.1	-5.1	-4.7	-4.2	-3.5	-4.8
Primary balance	-3.6	-3.5	-2.9	-2.2	-1.7	-2.8
Financing (net)	5.1	5.1	4.7	4.2	3.5	4.8
Domestic	2.7	3.1	2.6	1.9	1.3	2.0
External	2.4	2.0	2.1	2.3	2.2	2.8
Total central government debt (percent of GDP)	47.9	50.8	53.2	51.7	51.7	52.2
Money and credit (end of year; percent change)						
Net domestic assets	16.9	20.2	11.9	10.6	12.2	14.2
Private sector credit	10.5	16.3	13.9	11.4	12.6	15.6
Broad money (M2)	18.6	16.6	13.1	12.5	15.6	14.1
Money velocity	3.2	2.9	2.8	2.7	2.6	2.5
Balance of payments (in millions of U.S. dollars) 5/						
Exports, f.o.b.	5,701	6,419	5,929	6,110	6,492	6,959
(Annual percent change)	7.9	12.6	-7.6	2.1	9.5	7.2
Imports, f.o.b.	-7,566	-8,430	-7,697	-8,224	-8,699	-10,068
(Annual percent change)	4.8	11.4	-8.7	6.8	13.0	15.7
Gross official reserves (in millions of U.S. dollars)						
In months of imports of goods and nonfactor services	1,596	1,306	1,582	2,100	2,454	2,848
	1.9	1.7	1.8	2.6	2.9	2.9
Memorandum item (in billions of taka):						
Nominal GDP	2,371	2,535	2,732	2,996	3,005	3,294

Sources: Data provided by the Bangladesh authorities; and Fund staff estimates and projections.

1/ Fiscal year begins July 1.

2/ CPI has recently been rebased using FY96 weights.

3/ Starting FY02, central government fiscal positions are presented on a gross basis.

4/ Consists of other capital, net lending, and food accounts (including check float and discrepancy).

5/ Balance of payments is presented on the basis of BPM5. For FY04, export and import projections are based on the growth rates in the original program.

MEFP Table 2. Bangladesh: Quantitative Targets and Performance Criteria Under the PRGF,
June 2003–December 2004 1/

(Cumulative flows, end of period) 2/

	Jun-03		Sep-03		Dec-03	Mar-04	Jun-04	Sep-04	Dec-04
	Indicative Targets	Actual	Performance Criteria	Actual	Indicative Targets	Performance Criteria	Indicative Targets		
(In billions of taka)									
Ceiling on net domestic assets of Bangladesh Bank	-23	-33	6	-9	2	6	9	-7	1
Ceiling on net domestic financing of central government	56	38	20	15	31	50	65	21	33
Ceiling on net central government bank borrowing	18	-11	11	-1	3	13	20	11	13
(In millions of U.S. dollars)									
Floor on cumulative increase of net international reserves of Bangladesh Bank	557	722	-50	112	125	125	225	75	150
Contracting or guaranteeing of short-term external debt by the central government	0	0	0	0	0	0	0	0	0
Contracting or guaranteeing of nonconcessional medium- and long-term external debt by the central government	150	50	100	0	150	200	250	100	150
<i>Of which</i> : External debt with an initial maturity of over one year and up to five years	0	0	0	0	0	0	0	0	0
Accumulation of external payments arrears (continuous performance criterion during the program period)	0	0	0	0	0	0	0	0	0

1/ The aggregates are defined in the Technical Memorandum of Understanding dated May 2003 (EBS/03/76)

2/ Cumulative flow since start of financial year beginning July 1

MEFP Table 3. Bangladesh: Structural Performance Criteria and Benchmarks
Under the PRGF, June 2003–December 2004

Measures	Timing	Status
I. Structural Performance Criteria and Benchmarks for the First Review		
Contracts signed by MoF for audits of the four NCBs on international auditing and accounting standards	August 31, 2003	Completed
Modernize and expand the LTU to cover 1,000 income taxpayers 1/	September 30, 2003	Complied on November 29, 2003
Contract new professional management for Agrani Bank	October 31, 2003	Revised to January 31, 2004
Phase out margin requirements on the opening of letters of credit for imports 1/	November 30, 2003	Complied on December 2, 2003
II. Performance Criteria and Benchmarks for the Second Review		
Secure management support for Sonali and Janata banks	December 31, 2003	Revised to May 31, 2004
Make fully operational a CIU to monitor compliance of 1,000 large taxpayers 1/	December 31, 2003	
Complete revamping the bonded warehouse system, including requiring bank guarantees for all imports going through the system	December 31, 2003	
Expand the audit program to cover 1,000 large taxpayers	March 31, 2004	
Adopt resolution strategies for the four NCBs (in consultation with the Bank and Fund staff) 1/	April 30, 2004	
III. Performance Criteria and Benchmarks for the Third Review		
Expand the LTU system, to cover withholding income tax and VAT, and expand the current list of taxpayers; coverage of the relevant taxes will be defined by the second PRGF review 1/	September 30, 2004	
Agree on action plans with the managements of Sonali, Janata, and Agrani, covering the period to June 2006, to operationalize the resolution strategies for each bank 1/	November 30, 2004	
Bring Rupali Bank to point of sale by issuing an information memorandum to the public	December 31, 2004	

1/ Indicates structural performance criteria.