

USDBDT Exchange Rate

Bangladesh received US\$7.819 billion in workers' remittances during July 2026 to September 20 of the current fiscal year (FY2026-27), registering a 14.9% year-on-year growth from \$6.803 billion during the corresponding period of FY2025-26. According to Bangladesh Bank data, remittance inflow stood at \$1.994 billion during September 1-20, 2026, compared with \$1.903 billion during the same period last year, marking a 4.8% year-on-year increase. The latest figures show that remittance inflows have maintained strong growth momentum in the current fiscal year, supporting the country's external sector and foreign exchange position. Apparel exporters will now be able to import specialized fabrics and materials used to produce niche products such as seamless sports-wear and functional garments more easily, as the government has relaxed several provisions of the country's import policy. The government is formulating an integrated strategy to diversify Bangladesh's export products and markets, with a focus on reducing dependence on RMG and expanding exports of services and skill-based products.

Bangladesh received only roughly \$295 million in foreign loans from bilateral and multilateral financiers during July-August of the current fiscal year, down 61% from the amount received in the same period last year (ERD); while the government paid \$698.92 million to service previously taken foreign loans.

Outlook: BDT is expected to depreciate gradually against USD keeping in mind market demand and currency competitiveness.

Global Currencies

Currency Pair	Weekly Change	Current Level	Expected Weekly Trend
EURUSD	-0.43%	1.1339	Bearish
GBPUSD	-0.16%	1.3224	Bearish
AUDUSD	-0.54%	0.6987	Bearish
USDJPY	0.22%	157.57	Bullish
USDCNY	-0.25%	6.7060	Neutral

Market Overview:

- USD strength is driven by higher US yields and the oil shock. Brent is above \$106/bbl amid continued US-Iran tensions and uncertainty around the Strait of Hormuz, while the US 2Y yield is approaching 5%, reinforcing Fed hawkish expectations.
- EUR remains particularly vulnerable because Europe's energy shock and political uncertainty are weighing on the currency.
- AUD is also under pressure despite the RBA hiking to 4.60%, because the market viewed the guidance as less hawkish than expected.
- The yen remains weak around 157.00 despite efforts to address excessive yen weakness.

Money Market

Item	Avg. Vol. (Cr.)	% Δ (Vol.)	WAR	% Δ (WAR)
Call	5354.46	27.10%	8.73%	-0.14%
Repo	3992.03	-20.85%	8.81%	-0.14%
Term	75.00	400.00%	8.42%	-1.35%

Excess reserve (Excess CRR: un-invested cash) in banking system decreased to BDT 71.72 bio by end of oct'25 from BDT 97.35 bio as of end of sep'25. Total liquid asset (excess of min required asset) including excess investment in government treasury securities increased to BDT 6.26 trio at the end of Oct'25 from 6.19 trio at end of Sep'25.

Interest Rate

The temporary relief in headline inflation is likely to reverse following the government's sharp Tk 20 per liter fuel price hike. The adjustment poses a significant shock to production and transportation costs, as diesel accounts for around 65% of Bangladesh's total fuel consumption. With diesel widely used in public transport, freight logistics, and agricultural irrigation, the 17.4% price increase could quickly raise operating costs across the economy and intensify inflationary pressures in the coming days.

Meanwhile, the recent easing in long-term borrowing costs is also reversing as the government seeks additional off-calendar borrowing from commercial banks for October and November. Weak revenue collection and rising fiscal needs have already pushed 15-year and 20-year Treasury bond yields to 9.34% and 9.35%, respectively. However, with private sector credit growth remaining subdued at 4.62% in July and expected to soften further amid weaker global demand, the government may be able to absorb the banking sector's excess liquidity to finance its deficit. The government also plans to issue its first \$1 billion sovereign dollar bond in international markets in FY27.

Outlook: Subdued private credit should support government deficit financing, but Treasury rates may rise across maturities. Near-term yields could increase on aggressive off-calendar borrowing, while longer-term rates may remain elevated as the central bank responds to inflationary pressures from higher fuel prices.

Capital Market

- BSEC has licensed Central Depository Bangladesh Ltd. (CDBL) to operate as a mutual fund custodian, expanding its role beyond traditional depository services.
- The regulator is also replacing the book-building system with the pure Dutch Auction Method, requiring eligible investors to purchase primary shares at their actual bid prices to promote fairer valuation.
- JPMorgan will launch its GBI-EM Edge index by late September, tracking \$330 billion in local-currency bonds across 26 frontier markets, with Bangladesh receiving one of the highest country weightings.

Market Synopsis

Reference Rate	Overnight	1M	3M	6M	12M
USD SOFR	3.90000	3.90094	4.07457	4.25929	4.57040
ESTR/EURIBOR	2.44000	2.46000	2.60700	3.07000	3.37900
GBP SONIA	3.73000	3.73930	3.89200	4.08300	4.45400

Treasury Bill & Bond Yields

Tenor	Latest Yield	Previous Yield
91 Days	8.28%	8.59%
182 Days	8.55%	8.64%
364 Days	8.94%	8.64%
2 Years	8.75%	9.39%
5 Years	8.53%	9.15%
10 Years	8.39%	9.42%
15 Years	9.33%	9.10%
20 Years	9.35%	9.13%

Commodities

Commodity (unit)	Latest Price	Weekly Change
Brent Crude Oil (BBL)	105.68	0.43%
Gold (OZS)	4,297.89	-2.07%
ICE-US Cotton (LBS)	80.64	1.98%
Soybean (BSH)	1,285.25	1.19%
Wheat (BSH)	707.00	-1.54%
Sugar (LBS)	18.16	0.81%
Palm Oil (Tonne)	1,190.48	-4.47%
Steel (Tonne)	1,234.00	0.00%

Released Economic Data (South Asia & China)

Indicator	India	Pakistan	China	Bangladesh
CPI (YoY)	4.45%	11.10%	0.50%	8.32%
GDP Annual Growth Rate	7.80%	4.00%	4.30%	4.14%
Policy Repo Rate	5.25%	11.50%	3.00%	9.50%
Government Bond 10Y	7.17%	12.80%	1.68%	8.39%

Released Economic Data (G8 Countries)

Indicator	USA	UK	Eurozone	Japan
CPI (YoY)	3.40%	2.90%	3.30%	1.90%
GDP Growth Rate	1.50%	0.40%	0.40%	0.30%
Unemployment Rate	4.10%	4.90%	6.40%	2.40%
Base Rate	3.75%	3.75%	2.40%	1.00%
Government Bond 10Y	5.21%	5.36%	3.64%*	3.09%

*10-Year Eurozone Central Government Bond Par Yield Curve

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