

PUBLIC DATA SPINE

# Borrowing Against Growth

## Bangladesh Budget FY2026-27

Figures-only public reference · 15 June 2026 · USD converted at BDT 122/USD

The proposed budget leans on banks for **\$9.2bn** of deficit funding while the banking system reports negative capital adequacy and high classified loans. The real question is not the headline size of the budget but whether the financing channel weakens the growth it is meant to fund.

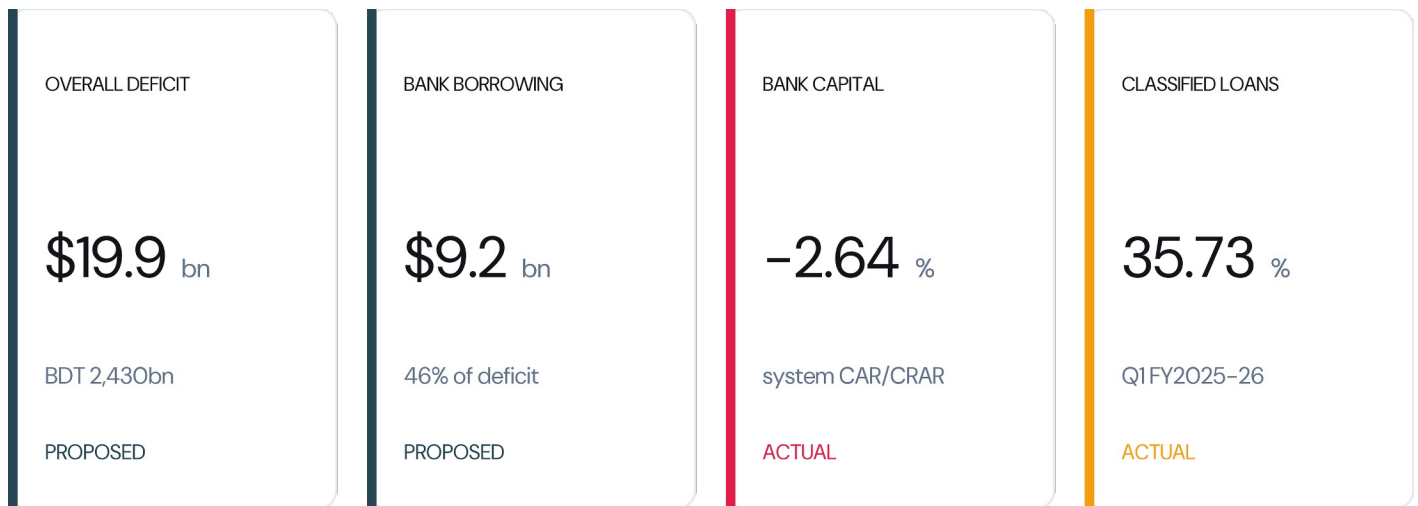
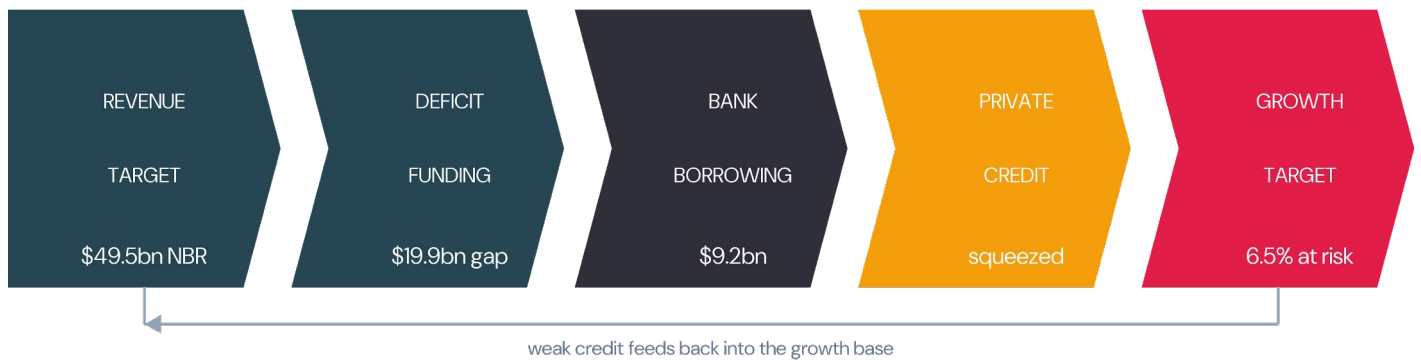


EXHIBIT A / THE BUDGET LOOP

How a revenue target becomes a financing problem

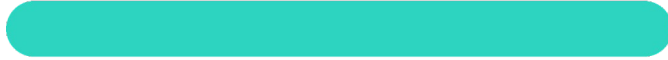


## EXHIBIT B / REVENUE ARITHMETIC

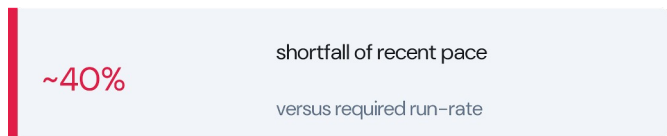
The target is a run-rate problem

Monthly NBR pace

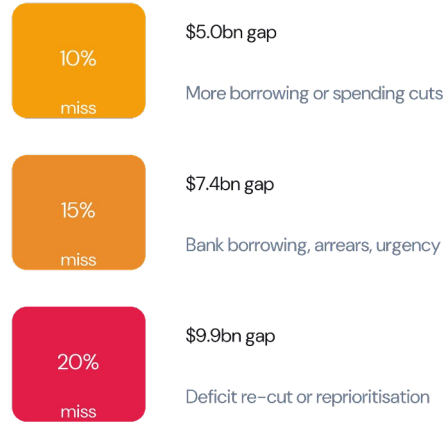
Needed **\$4.1bn / mo**



Recent **\$2.5bn / mo**



Revenue miss ladder



## EXHIBIT C / THE FINANCING CHANNEL

One stressed lender carries the deficit

FY27 deficit financing mix



● Banks 46% · \$9.2bn    ● Savings 6% · \$1.2bn    ● External / other 48% · ~\$9.5bn

Single-lender stress

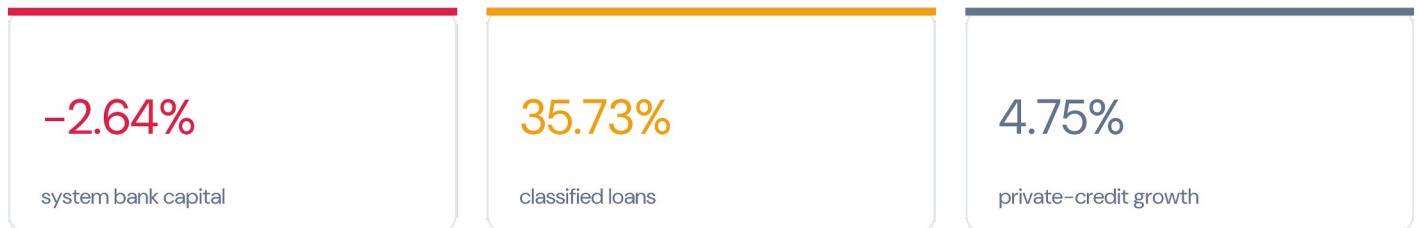


EXHIBIT D / CREDIT-GROWTH SLOWDOWN

Private-credit momentum has roughly halved

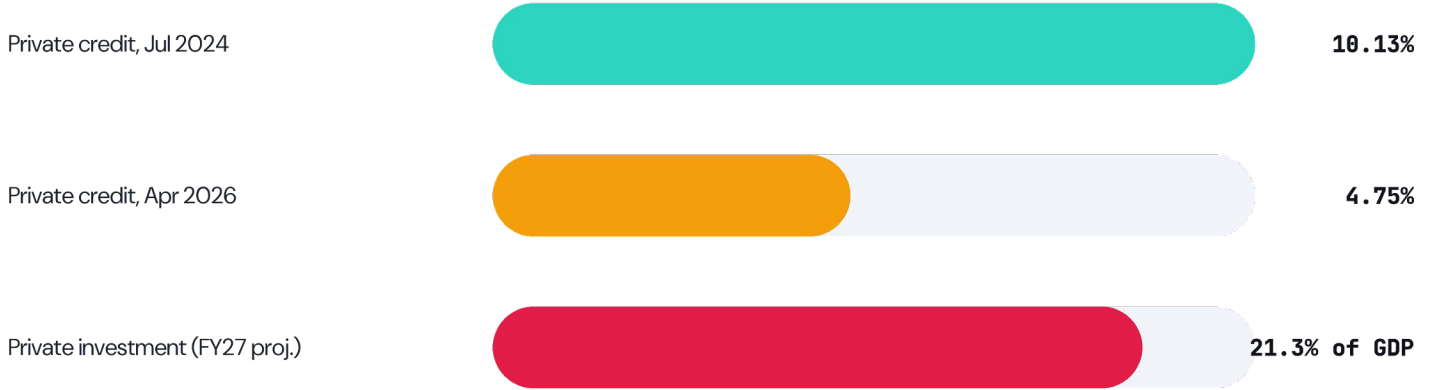


EXHIBIT E / GROWTH CREDIBILITY

Official ambition sits well above every forecast

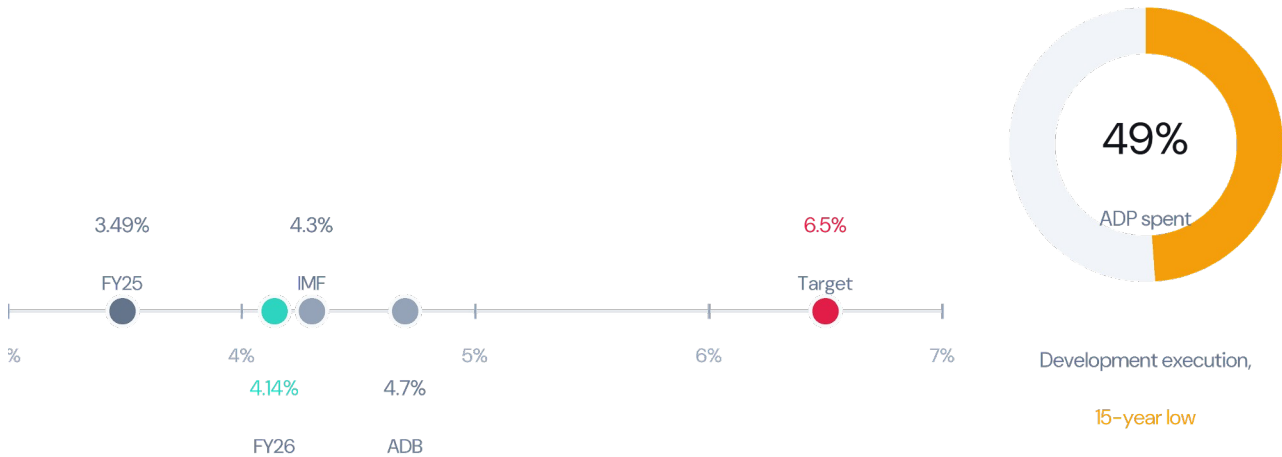
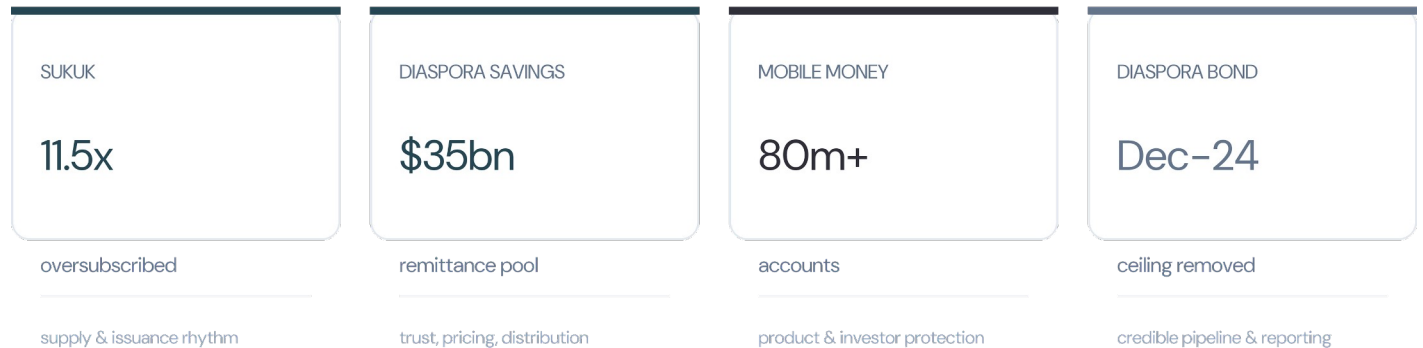


EXHIBIT F / THE ESCAPE ROUTE

Ways to widen the lender base beyond banks



## PEER FRAME

**Sri Lanka:** revenue-to-GDP moved from 8.2% to 13.5% under IMF discipline, a warning on delayed fiscal repair, though Bangladesh is not starting from default.

**Nepal:** a stable macro frame can still mask weak capital execution, an execution-control case rather than a financing one.

## REFERENCES

- / [Budget Speech FY2026-27 \(NBR\)](#) · deficit, financing mix, bank borrowing, capital adequacy, classified loans, targets
- / [CPD Budget Analysis FY2027](#) · revenue run-rate, private credit, investment, ADP, remittances, reform context
- / [The Business Standard](#) · private-credit record low (March 2026)
- / [The Daily Star](#) · credit comparison and lending-rate context
- / [ADB Asian Development Outlook \(Apr 2026\)](#) · growth, inflation and reserves anchors
- / [IMF Bangladesh Country Report 25/150](#) · programme and banking-sector reform context
- / [IMF Sri Lanka 4th Review](#) · Sri Lanka revenue-to-GDP comparator
- / [UN LDC extension request \(TBS\)](#) · CDP-recommended deferral to 24 Nov 2029, pending UNGA approval