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Countries' Perspectives on Capacity Building Needs in Debt Management (Part B)

by

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The views expressed are those of the author and do not necessarily reflect the views of UNCTAD
Bangladesh’s Perspective on Capacity Building Needs in Debt Management

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Part –B
Public Debt
DeM Capacity Building Needs

- Linking macro-fiscal policy with debt sustainability
- Capacity building in debt data management and reporting
- Capacity building in accessing new source of funding
- Developing domestic securities market
Linking Macro-Fiscal Policy with Debt Sustainability

- Bangladesh has now adopted Medium Term Budget Framework (MTBF) which is driven by a Medium Term Macroeconomic Framework (MTMF)
- Linking MTBF and MTMF with Debt Sustainability Analysis (DSA) and Medium Term Debt Management Strategy (MTDS) is urgently needed
- Institutional and human capacity building is required to undertake DSA and MTDS
- DSA and MTDS can contribute to proper formulation of MTMF which can be incorporated in MTBF
Bangladesh has been a DMFAS user since 1995
We are using v5.3, only for external debt recording
Now upgrading the system to v6.0 which will incorporate both external and domestic debt data
Big challenges ahead to this upgradation process
- Domestic DeM entities will be new DMFAS users
- Proper training required to equip the new users
- Existing DMFAS users also need training to handle the upgraded version
- DMFAS v.6 will have interface with central bank’s core banking solution and government’s own accounting system. This also requires proper capacity building for successful interfacing and system maintenance

Training needed for periodical debt reporting and debt portfolio analysis
Capacity Building in Developing Domestic Govt. Securities Market

- It has been only 6 years that Bangladesh has started to issue long term (5, 10, 15 and 20yrs) treasury bonds in the domestic market
- The treasury securities market is yet to become a developed one
- For further deepening of the market institutional and technological capacity building is required
Thank for patient hearing

Comment ?
Question ?