PRESS RELEASE

Economic Relations Division, Ministry of Finance 23 June 2025

Signing of the Financing Agreement (Budget Support) between the Government of Bangladesh and the Asian Infrastructure Investment Bank (AIIB) for the 'Climate Resilient Inclusive Development Program- Subprogram 2'

Today 23 June 2025, the Government of Bangladesh signed a Loan Agreement of USD 400 (Four hundred) million as budget support with the Asian Infrastructure Investment Bank (AIIB) to implement the 'Climate Resilient Inclusive Development Program-Subprogram 2'. Ms. Mirana Mahrukh, Additional Secretary, Economic Relations Division, Ministry of Finance and Mr. Rajat Misra, Acting Chief Investment Officer, Public Sector (Region 1) & Financial Institutions and Funds (Global) Clients and Director General, Public Sector Clients Department Region 1 signed the Loan Agreement on behalf of Bangladesh and the AIIB respectively.

This Program has been taken by the Finance Division. The scope of the Program includes the following reform areas: (a) creating an enabling environment for implementing climate priorities across ministries; (b) facilitation of climate adaptation priorities; and (c) accelerating climate change mitigation actions.

The loan will be received in standard terms and conditions of AIIB. The maturity period of the loan is 35 years including 5 years grace period. The interest rate of the loan is SOFR + Variable Spread and Front-End Fee is 0.25%.

Kawshar Jahan Joint Secretary Phone:+88029180876

Email: asial@erd.gov.bd