



UPDATE ON RESERVE MONEY

AS AT 1ST APRIL 2022

RESERVE MONEY

1. Reserve money increased by ZW\$1.11 billion to ZW\$28.41 billion during the week ending 1st April 2022, compared to the previous week's position of ZW\$27.30 billion.
2. The growth in reserve money largely reflected an increase of ZW\$1.27 billion in required reserves. Currency issued and banks' liquidity at Central Bank (RTGS balances) registered respective declines of ZW\$126.80 million and ZW\$32 million, which partially offset the increase in reserve money.

Table 1: Reserve Money Developments (ZW\$ Billions)

| | | | | | | | | PRELIMINARY ESTIMATES | | |
|--|--------------|--------------|--------------|--------------|--------------|--------------|--------------|-----------------------|-----------------------|-----------------------|
| | Aug -21 | Sep -21 | Oct -21 | Nov -21 | Dec -21* | Jan -22 | Feb -22 | Week Ending 18-Mar-22 | Week Ending 25-Mar-22 | Week Ending 01-Apr-22 |
| Currency Issued by RBZ | 4.75 | 4.77 | 4.81 | 4.91 | 5.15 | 5.09 | 5.19 | 5.30 | 5.44 | 5.31 |
| Banking Sector Deposits at RBZ | 23.74 | 21.47 | 19.54 | 23.28 | 20.79 | 21.41 | 22.62 | 21.68 | 21.86 | 23.10 |
| <i>Statutory (Required) Reserves</i> | 8.22 | 9.26 | 9.54 | 18.71 | 19.78 | 20.41 | 20.83 | 20.65 | 20.83 | 22.10 |
| <i>Banks' RTGS Liquidity</i> | 15.53 | 12.22 | 10.00 | 4.57 | 1.01 | 1.01 | 1.79 | 1.03 | 1.03 | 1.00 |
| <i>Other Deposits</i> | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Reserve Money | 28.50 | 22.24 | 24.36 | 28.19 | 25.94 | 26.51 | 27.81 | 27.87 | 27.30 | 28.41 |
| Currency Issued/ Reserve Money Ratio (%) | 16.67 | 18.18 | 19.76 | 17.40 | 19.86 | 19.21 | 18.67 | 19.6 | 19.91 | 18.69 |

| | | | | | | | | PRELIMINARY ESTIMATES | | |
|-------------------------------------|---------|---------|---------|---------|----------|---------|---------|-----------------------|-----------------------|-----------------------|
| | Aug -21 | Sep -21 | Oct -21 | Nov -21 | Dec -21* | Jan -22 | Feb -22 | Week Ending 18-Mar-22 | Week Ending 25-Mar-22 | Week Ending 01-Apr-22 |
| Currency Issued /Deposits Ratio (%) | 1.4 | 1.5 | 1.5 | 1.2 | 1.1 | 1.2 | 1.0 | 1.0 | 1.0 | 0.9 |
| Monthly Change in RTGS Balances (%) | -8.12 | 23.52 | -21.31 | -18.14 | -54.30 | -77.89 | 77.68 | 1.72 | 0.19 | -3.11 |
| Monthly Change in Reserve Money (%) | 0.40 | 14.23 | -7.90 | -7.19 | 15.72 | -7.95 | 4.93 | -0.64 | 1.17 | 4.11 |
| Government Deposits at RBZ (Stock) | 9.56 | 10.68 | 13.84 | 13.49 | 16.06 | 10.80 | -11.45 | 26.70 | 17.85 | 32.47 |
| Monthly Inflation (%) – ZW\$ CPI | 2.56 | 4.19 | 4.73 | 6.40 | 5.76 | 5.76 | 6.99 | 6.31 | 6.31 | n/a |
| Monthly Inflation (%) - Blended | 0.67 | 1.32 | 1.94 | 2.62 | 2.13 | 2.06 | 3.09 | 2.66 | 2.66 | n/a |
| Inter-Bank Exchange Rate | 85.64 | 86.06 | 87.67 | 97.14 | 105.67 | 108.67 | 124.02 | 134.08 | 138.20 | 142.42 |

*Provisional until audit is finalized.