



## **UPDATE ON RESERVE MONEY**

**AS AT 12<sup>TH</sup> AUGUST 2022**

## RESERVE MONEY

1. Reserve money decreased by ZW\$441.54 million to ZW\$35.55 billion during the week ending 12<sup>th</sup> August 2022, compared to the previous week's position of ZW\$36.00 billion.
2. The fall in reserve money followed a decline of ZW\$484.67 million in required reserves. Partially offsetting this decrease were increases of ZW\$30.07 million and ZW\$13.06 million in banks' liquidity (RTGS balances) at the Reserve Bank and currency issued, respectively.

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

								PRELIMINARY ESTIMATES		
	Jan -22	Feb -22	Mar-22	Apr-22	May-22	Jun-22	Jul-22	Week Ending 29-Jul-22	Week Ending 05-Aug-22	Week Ending 12-Aug-22
Currency Issued by RBZ	5.09	5.19	5.34	6.11	6.27	6.27	6.51	6.51	6.63	6.65
Banking Sector Deposits at RBZ	21.41	22.62	22.54	23.12	22.95	27.28	29.01	29.01	29.36	28.91
<i>Statutory (Required) Reserves</i>	<i>20.41</i>	<i>20.83</i>	<i>21.54</i>	<i>23.01</i>	<i>22.86</i>	<i>27.18</i>	<i>28.91</i>	<i>28.91</i>	<i>29.26</i>	<i>28.78</i>
<i>Banks' RTGS Liquidity</i>	<i>1.01</i>	<i>1.79</i>	<i>1.00</i>	<i>0.10</i>	<i>0.10</i>	<i>0.10</i>	<i>0.10</i>	<i>0.10</i>	<i>0.10</i>	<i>0.13</i>
<i>Other Deposits</i>	<i>0.00</i>	<i>0.00</i>	<i>0.00</i>	<i>0.00</i>	<i>0.00</i>	<i>0.00</i>	<i>0.00</i>	<i>0.00</i>	<i>0.00</i>	<i>0.00</i>
<b>Reserve Money</b>	<b>26.51</b>	<b>27.81</b>	<b>27.89</b>	<b>29.23</b>	<b>29.22</b>	<b>33.55</b>	<b>35.52</b>	<b>35.52</b>	<b>36.00</b>	<b>35.55</b>
Currency Issued/ Reserve Money Ratio (%)	19.21	18.67	19.15	20.92	21.44	18.67	18.33	18.33	18.43	18.70

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	Jan -22	Feb -22	Mar-22	Apr-22	May-22	Jun-22	Jul-22	Week Ending 29-Jul-22	Week Ending 05-Aug-22	Week Ending 12-Aug-22
Currency Issued /Deposits Ratio (%)	1.2	1.0	1.0	0.98	0.65	0.61	0.54	0.91	0.59	0.56
Monthly Change in RTGS Balances (%)	-77.89	77.68	-44.18	-89.59	-4.49	0.95	-1.00	-1.00	1.02	29.95
Monthly Change in Reserve Money (%)	-7.95	4.93	0.26	4.82	-0.03	14.81	5.88	4.71	1.34	-1.23
Government Deposits at RBZ (Stock)	34.62	30.65	27.77	18.57	31.80	66.02	52.33	54.87	69.89	50.16
Monthly Inflation (%) – ZW\$ CPI	5.34	6.99	6.31	15.55	20.97	30.70	25.56	25.56	N/A	N/A
Monthly Inflation (%) - Blended	3.09	2.66	9.63	9.63	8.68	18.02	16.09	16.09	N/A	N/A
Inter-Bank Exchange Rate	115.42	124.02	142.42	159.35	301.50	370.96	443.88	443.88	465.39	481.85