



UPDATE ON RESERVE MONEY

AS AT 26TH AUGUST 2022

RESERVE MONEY

1. Reserve money increased by ZW\$388.91 million to ZW\$36.38 billion during the week ending 26th August 2022, compared to the previous week's position of ZW\$35.99 billion.
2. The increase in reserve money largely reflected an increase of ZW\$460.02 million in required reserves, which was partially offset by a decline of ZW\$71.10 million in currency issued. Banks' liquidity (RTGS balances) at the Reserve Bank remained unchanged over the week under review.

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 12-Aug-22	Week Ending 19-Aug-22	Week Ending 26-Aug-22
Currency Issued by RBZ	5.09	5.19	5.34	6.11	6.27	6.27	6.51	6.65	6.72	6.65
Banking Sector Deposits at RBZ	21.41	22.62	22.54	23.12	22.95	27.28	29.01	28.91	29.26	29.72
<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>28.78</i>	<i>29.16</i>	<i>29.62</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>0.13</i>	<i>0.10</i>	<i>0.10</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>
Reserve Money	26.51	27.81	27.89	29.23	29.22	33.55	35.52	35.55	35.99	36.38
Currency Issued/ Reserve Money Ratio (%)	19.21	18.67	19.15	20.92	21.44	18.67	18.33	18.70	18.68	18.29

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	Jan -22	Feb -22	Mar-22	Apr-22	May-22	Jun-22	Jul-22	Week Ending 12-Aug-22	Week Ending 19-Aug-22	Week Ending 26-Aug-22
Currency Issued /Deposits Ratio (%)	1.2	1.0	1.0	0.98	0.65	0.61	0.54	0.56	0.61	0.58
Monthly Change in RTGS Balances (%)	-77.89	77.68	-44.18	-89.59	-4.49	0.95	-1.00	29.95	-23.06	0.00
Monthly Change in Reserve Money (%)	-7.95	4.93	0.26	4.82	-0.03	14.81	5.88	-1.23	1.22	1.08
Government Deposits at RBZ (Stock)	34.62	30.65	27.77	18.57	31.80	66.02	52.33	50.16	54.87	91.32
Monthly Inflation (%) – ZW\$ CPI	5.34	6.99	6.31	15.55	20.97	30.70	25.56	12.40	12.40	12.40
Monthly Inflation (%) - Blended	3.09	2.66	9.63	9.63	8.68	18.02	16.09	6.60	6.60	6.60
Inter-Bank Exchange Rate	115.42	124.02	142.42	159.35	301.50	370.96	443.88	481.85	500.63	532.01