



## **UPDATE ON RESERVE MONEY**

**AS AT 15<sup>TH</sup> JULY 2022**

## RESERVE MONEY

1. Reserve money increased by ZW\$2.39 billion to ZW\$35.09 billion during the week ending 15<sup>th</sup> July 2022, compared to the previous week's position of ZW\$32.70 billion.
2. The growth in reserve money was largely due to an increase of ZW\$2.19 billion in required reserves, reflecting growth in banking sector deposits. The banks' liquidity (RTGS balances) at the Reserve Bank and currency issued also rose by ZW\$125.33 million and ZW\$75.38 million, respectively.

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

								PRELIMINARY ESTIMATES		
	Nov -21	Dec -21	Jan -22	Feb -22	Mar-22	Apr-22	May-22	Week Ending 24-Jun-22	Week Ending 08-Jul-22	Week Ending 15-Jul-22
Currency Issued by RBZ	4.91	5.15	5.09	5.19	5.34	6.11	6.27	6.29	6.35	6.42
Banking Sector Deposits at RBZ	23.28	20.84	21.41	22.62	22.54	23.12	22.95	26.28	26.35	28.66
<i>Statutory (Required) Reserves</i>	<i>18.71</i>	<i>19.78</i>	<i>20.41</i>	<i>20.83</i>	<i>21.54</i>	<i>23.01</i>	<i>22.86</i>	<i>26.18</i>	<i>26.35</i>	<i>28.54</i>
<i>Banks' RTGS Liquidity</i>	<i>4.57</i>	<i>1.06</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>0.00</i>	<i>0.00</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>0.13</i>
<b>Reserve Money</b>	<b>28.19</b>	<b>25.99</b>	<b>26.51</b>	<b>27.81</b>	<b>27.89</b>	<b>29.23</b>	<b>29.22</b>	<b>32.57</b>	<b>32.70</b>	<b>35.09</b>
Currency Issued/ Reserve Money Ratio (%)	17.40	19.82	19.21	18.67	19.15	20.92	21.44	19.32	19.41	18.31

								PRELIMINARY ESTIMATES		
	Nov -21	Dec -21	Jan -22	Feb -22	Mar-22	Apr-22	May-22	Week Ending 24-Jun-22	Week Ending 08-Jul-22	Week Ending 15-Jul-22
Currency Issued /Deposits Ratio (%)	1.2	1.1	1.2	1.0	1.0	0.98	0.65	0.60	0.60	0.87
Monthly Change in RTGS Balances (%)	-18.14	-76.79	-77.89	77.68	-44.18	-89.59	-4.49	-19.59	-98.44	5 308.23
Monthly Change in Reserve Money (%)	-7.19	-7.77	-7.95	4.93	0.26	4.82	-0.03	-5.46	-2.59	7.30
Government Deposits at RBZ (Stock)	13.49	10.80	34.62	30.65	27.77	18.57	31.80	33.55	68.99	83.86
Monthly Inflation (%) – ZW\$ CPI	5.76	5.76	5.34	6.99	6.31	15.55	20.97	30.70	N/A	N/A
Monthly Inflation (%) - Blended	2.13	2.06	3.09	2.66	9.63	9.63	8.68	18.00	N/A	N/A
Inter-Bank Exchange Rate	105.67	108.67	115.42	124.02	142.42	159.35	301.50	359.72	382.50	396.89