



UPDATE ON RESERVE MONEY

AS AT 17TH JUNE 2022

RESERVE MONEY

1. Reserve money increased by ZW\$1.22 billion to ZW\$34.46 billion during the week ending 17th June 2022, compared to the previous week's position of ZW\$33.24 billion.
2. The growth in reserve money largely reflected an increase of ZW\$1.24 billion in required reserves¹, emanating from banking system deposits build-up.

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 03-Jun-22	Week Ending 10-Jun-22	Week Ending 17-Jun-22
Currency Issued by RBZ	4.91	5.15	5.09	5.19	5.34	6.11	6.27	6.27	6.40	6.36
Banking Sector Deposits at RBZ	23.28	20.79	21.41	22.62	22.54	23.12	22.95	23.01	26.84	28.10
<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>22.91</i>	<i>26.74</i>	<i>27.97</i>
<i>Banks' RTGS Liquidity</i>	<i>4.57</i>	<i>1.01</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>0.12</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	28.19	25.94	26.51	27.81	27.89	29.23	29.22	29.27	33.24	34.46
Currency Issued/ Reserve Money Ratio (%)	17.40	19.86	19.21	18.67	19.15	20.92	21.44	21.41	19.25	18.45

¹ Statutory reserve balances represent liquidity sterilized at the Central Bank. Unlike banks' excess liquidity at the Reserve Bank (or RTGS balances), statutory reserves do not lead to further escalation of broad money.

								PRELIMINARY ESTIMATES		
	Nov -21	Dec -21*	Jan -22	Feb -22	Mar-22	Apr-22	May-22	Week Ending 03-Jun-22	Week Ending 10-Jun-22	Week Ending 17-Jun-22
Currency Issued /Deposits Ratio (%)	1.2	1.1	1.2	1.0	1.0	0.98	0.65	0.64	0.65	0.60
Monthly Change in RTGS Balances (%)	-18.14	-54.30	-77.89	77.68	-44.18	-89.59	-4.49	-0.36	-0.15	24.37
Monthly Change in Reserve Money (%)	-7.19	15.72	-7.95	4.93	0.26	4.82	-0.03	0.07	13.56	3.66
Government Deposits at RBZ (Stock)	13.49	10.80	34.62	30.65	27.77	18.57	31.80	30.03	34.30	53.22
Monthly Inflation (%) – ZW\$ CPI	5.76	5.76	5.34	6.99	6.31	15.55	20.97	30.70	30.70	30.70
Monthly Inflation (%) - Blended	2.13	2.06	3.09	2.66	9.63	9.63	8.68	18.00	18.00	18.00
Inter-Bank Exchange Rate	105.67	108.67	115.42	124.02	142.42	159.35	301.50	309.07	326.72	341.25