



## **UPDATE ON RESERVE MONEY**

**AS AT 4<sup>TH</sup> MARCH 2022**

## RESERVE MONEY

1. Reserve money declined by ZW\$79.73 million to ZW\$27.13 billion during the week ending 4<sup>th</sup> March 2022, compared to the previous week's position of ZW\$27.21 billion.
2. The decline in reserve money largely reflected a decrease in required reserves of ZW\$180.52 million, which was partially offset by increases of ZW\$53.65 million and ZW\$47.14 million in currency issued and banks' liquidity (RTGS balances) at the Reserve Bank, respectively.

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

								PRELIMINARY ESTIMATES		
	Jul-21	Aug -21	Sep -21	Oct -21	Nov -21	Dec -21*	Jan -22	Week Ending 18 Feb-22	Week Ending 25 Feb-22	Week Ending 4-Mar-22
Currency Issued by RBZ	4.51	4.75	4.77	4.81	4.91	5.15	5.09	5.05	5.18	5.23
Banking Sector Deposits at RBZ	20.43	23.74	21.47	19.54	23.28	20.79	21.41	21.20	22.03	21.90
<i>Statutory (Required) Reserves</i>	7.86	8.22	9.26	9.54	18.71	19.78	20.41	20.26	21.03	20.85
<i>Banks' RTGS Liquidity</i>	12.57	15.53	12.22	10.00	4.57	1.01	1.01	0.94	1.00	1.05
<i>Other Deposits</i>	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
<b>Reserve Money</b>	<b>24.94</b>	<b>28.50</b>	<b>22.24</b>	<b>24.36</b>	<b>28.19</b>	<b>25.94</b>	<b>26.51</b>	<b>26.25</b>	<b>27.21</b>	<b>27.13</b>
Currency Issued/ Reserve Money Ratio (%)	18.09	16.67	18.18	19.76	17.40	19.86	19.21	19.25	19.03	19.28

								PRELIMINARY ESTIMATES		
	Jul-21	Aug -21	Sep -21	Oct -21	Nov -21	Dec -21*	Jan -22	Week Ending 18 Feb-22	Week Ending 25 Feb-22	Week Ending 4-Mar-22
Currency in Circulation /Deposits Ratio (%)	1.4	1.5	1.5	1.2	1.1	1.2	1.1	1.0	1.1	1.1
Monthly Change in RTGS Balances (%)	-8.12	23.52	-21.31	-18.14	-54.30	-77.89	-0.18	-6.47	6.74	4.70
Monthly Change in Reserve Money (%)	0.40	14.23	-7.90	-7.19	15.72	-7.95	2.17	-1.91	3.65	-0.29
Government Deposits at RBZ (Stock)	9.56	10.68	13.84	13.49	16.06	10.80	34.62	35.51	31.72	27.14
Monthly Inflation (%) – ZW\$ CPI	2.56	4.19	4.73	6.40	5.76	5.76	5.34	6.99	6.99	N/A
Monthly Inflation (%) - Blended	0.67	1.32	1.94	2.62	2.13	2.06	2.73	3.09	3.09	N/A
Inter-Bank Exchange Rate	85.64	86.06	87.67	97.14	105.67	108.67	115.42	120.52	124.02	127.19

\*Provisional until audit is finalized.