



## **UPDATE ON RESERVE MONEY**

**AS AT 9<sup>TH</sup> SEPTEMBER 2022**

## RESERVE MONEY

1. Reserve money increased by ZW\$13.97 billion to ZW\$78.77 billion during the week ending 9<sup>th</sup> September 2022, compared to the previous week's position of ZW\$64.80 billion.
2. The increase was largely due to increases in statutory reserves on foreign currency deposits, which rose by ZW\$13.08 billion, while statutory reserves on local currency deposits went up by ZW\$797.26 million.
3. Currency issued increased by ZW\$124.19 million, while banks' liquidity (RTGS balances) at the Reserve Bank remained unchanged during the week under review.

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

								PRELIMINARY ESTIMATES		
	Feb -22	Mar-22	Apr-22	May-22	Jun-22	Jul-22	Aug-22	Week Ending 26-Aug-22	Week Ending 2-Sep-22	Week Ending 9-Sep-22
<b>Currency Issued by RBZ</b>	5.19	5.34	6.11	6.27	6.27	6.51	6.65	6.65	6.68	6.80
<b>Banking Sector Deposits at RBZ</b>	22.62	22.54	23.12	22.95	27.28	29.01	30.81	29.72	58.12	71.97
<i>Statutory (Required) Reserves</i>	20.83	21.54	23.01	22.86	27.18	28.91	30.69	29.62	58.02	71.87
<i>of which stat reserves - ZWL</i>									30.69	31.46
<i>of which stat reserves - FCA</i>									27.33	40.41
<i>Banks' RTGS Liquidity</i>	1.79	1.00	0.10	0.10	0.10	0.10	0.12	0.10	0.10	0.10
<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>	27.81	27.89	29.23	29.22	33.55	35.52	37.47	36.38	64.80	78.77

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	Feb -22	Mar-22	Apr-22	May-22	Jun-22	Jul-22	Aug-22	Week Ending 26-Aug-22	Week Ending 2-Sep-22	Week Ending 9-Sep-22
Currency Issued/ Reserve Money Ratio (%)	18.67	19.15	20.92	21.44	18.67	18.33	17.76	18.29	10.30	8.63
Currency Issued /Deposits Ratio (%)	1.0	1.0	0.98	0.65	0.61	0.54	0.57	0.58	0.43	0.44
Monthly Change in RTGS Balances (%)	77.68	-44.18	-89.59	-4.49	0.95	-1.00	21.19	0.00	0.00	0.00
Monthly Change in Reserve Money (%)	4.93	0.26	4.82	-0.03	14.81	5.88	5.47	1.08	78.13	21.56
Government Deposits at RBZ (Stock)	30.65	27.77	18.57	31.80	66.02	52.33	106.44	91.32	106.76	130.88
Monthly Inflation (%) – ZW\$ CPI	6.99	6.31	15.55	20.97	30.70	25.56	12.40	12.40	N/A	N/A
Monthly Inflation (%) - Blended	2.66	9.63	9.63	8.68	18.02	16.09	6.60	6.60	N/A	N/A
Inter-Bank Exchange Rate	124.02	142.42	159.35	301.50	370.96	443.88	546.83	532.01	559.88	585.10