



UPDATE ON RESERVE MONEY

AS AT 19TH MAY 2023

RESERVE MONEY

1. Reserve money grew by ZW\$32.02 billion to ZW\$335.22 billion during the week ending 19th May 2023, compared to ZW\$303.21 billion recorded in the previous week.
2. The growth in reserve money largely reflected increases of ZW\$30.15 billion and ZW\$1.90 billion in foreign and local currency statutory reserves, respectively.
3. Banks' liquidity (RTGS balances) at Reserve Bank also increased by ZW\$15.42 million, while partially offsetting the increase in reserve money was a decline of ZW\$49.20 million in currency issued.

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

								PRELIMINARY ESTIMATES		
	Oct-22	Nov-22	Dec-22	Jan-23	Feb-23	Mar-23	Apr-23	Week Ending 5-May-23	Week Ending 12-May-23	Week Ending 19-May-23
Currency Issued by RBZ	7.11	7.36	7.57	7.54	8.03	8.51	8.99	8.93	9.29	9.24
Banking Sector Deposits at RBZ	85.16	91.50	96.47	115.46	196.01	224.38	267.50	269.25	293.92	325.98
<i>Statutory (Required) Reserves</i>	85.06	91.40	96.37	115.36	195.91	224.28	267.40	269.15	293.82	325.87
<i>of which stat reserves - ZWL</i>	39.25	45.03	51.08	56.11	63.03	72.74	86.91	91.08	96.99	98.90
<i>of which stat reserves - FCA</i>	45.80	46.37	45.30	59.24	132.88	151.55	180.49	178.06	196.82	226.97
<i>Banks' RTGS Liquidity</i>	0.10	0.10	0.10	0.10	0.10	0.10	0.10	0.10	0.10	0.12
<i>Other Deposits</i>	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Reserve Money	92.27	98.86	104.04	123.00	204.04	232.90	276.50	278.18	303.21	335.22
<i>Currency Issued/ Reserve</i>	7.71	7.44	7.28	6.13	3.94	3.65	3.25	3.21	3.06	2.76

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	Oct-22	Nov-22	Dec-22	Jan-23	Feb-23	Mar-23	Apr-23	Week Ending 5-May-23	Week Ending 12-May-23	Week Ending 19-May-23
Money Ratio (%)										
Currency Issued /Deposits Ratio (%)	0.38	0.37	0.33	0.29	0.28	0.20	0.25	0.24	0.22	0.19
Monthly Change in RTGS Balances (%)	0.00	0.00	0.00	0.07	-0.07	0.00	0.00	0.18	-0.18	15.36
Monthly Change in Reserve Money (%)	5.94	7.15	5.24	18.22	65.89	14.15	18.72	0.61	9.00	10.56
Government Deposits at RBZ (Stock)	156.14	175..27	150.85	271.36	467.95	397.37	290.54	261.17	298.13	328.73
Monthly Inflation (%) - Blended	3.20	1.37	1.26	0.73	-1.61	0.13	2.36	15.74	15.74	15.74
Inter-Bank Exchange Rate	632.77	654.93	684.33	796.52	889.13	929.86	1 047.44	1 096.97	1 235.35	1 432.50