



## **UPDATE ON RESERVE MONEY**

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

## RESERVE MONEY

1. Reserve money declined by ZW\$1.03 billion to ZW\$26.41 billion during the week ending 4<sup>th</sup> February 2022, compared to the previous week's position of ZW\$27.44 billion.
2. The fall in reserve money largely reflected declines of ZW\$922.97 million and ZW\$104.52 in required reserves and currency issued, respectively. Banks' liquidity (RTGS balances) at the Reserve Bank also registered a decline of ZW\$2.12 million.

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

								PRELIMINARY ESTIMATES		
	Jun-21	Jul-21	Aug -21	Sep -21	Oct -21	Nov -21	Dec -21*	Week Ending 21 Jan-22	Week Ending 28 Jan-22	Week Ending 04 Feb-22
Currency Issued by RBZ	3.90	4.51	4.75	4.77	4.81	4.91	5.15	5.22	5.10	5.00
Banking Sector Deposits at RBZ	20.95	20.43	23.74	21.47	19.54	23.28	20.79	21.61	22.34	21.41
<i>Statutory (Required) Reserves</i>	7.27	7.86	8.22	9.26	9.54	18.71	19.78	20.59	21.33	20.41
<i>Banks' RTGS Liquidity</i>	13.68	12.57	15.53	12.22	10.00	4.57	1.01	1.02	1.01	1.01
<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>24.84</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>26.84</b>	<b>27.44</b>	<b>26.41</b>
Currency Issued/ Reserve Money Ratio (%)	15.68	18.09	16.67	18.18	19.76	17.40	19.86	19.47	18.59	18.92

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	Jun-21	Jul-21	Aug -21	Sep -21	Oct -21	Nov -21	Dec -21*	Week Ending 21 Jan-22	Week Ending 28 Jan-22	Week Ending 04 Feb-22
Currency in Circulation /Deposits Ratio (%)	1.4	1.4	1.5	1.5	1.2	1.1	1.2	1.3	1.2	1.2
Monthly Change in RTGS Balances (%)	-14.00	-8.12	23.52	-21.31	-18.14	-54.30	-66.33	16.09	-1.32	-0.21
Monthly Change in Reserve Money (%)	-5.23	0.40	14.23	-7.90	-7.19	15.72	-8.17	-1.25	2.25	-3.75
Government Deposits at RBZ (Stock)	12.12	9.56	10.68	13.84	13.49	16.06	10.80	24.08	34.41	31.61
Monthly Inflation (%) – ZW\$ CPI	3.88	2.56	4.19	4.73	6.40	5.76	5.76	5.34	5.34	n/a
Monthly Inflation (%) - Blended	4.49	0.67	1.32	1.94	2.62	2.13	2.06	2.73	2.73	n/a
Inter-Bank Exchange Rate	85.42	85.64	86.06	87.67	97.14	105.67	108.67	112.82	115.42	116.65

\*Provisional until audit is finalized.