

Date of Fund Membership:

September 23, 1965.

Standard Sources:

Bank of Zambia.

Exchange Rates:**Official Rate: (End of Period and Period Average):**

Bank of Zambia base rate. Prior to July 2003, the average rate was determined in the auction market, with a 1.6 percent spread between buying and selling rates. Afterwards, it is calculated as the midpoint between the simple average of the primary dealers bid and offer rates.

Central Bank:

Consists of the Bank of Zambia (BOZ) only.

† Beginning in January 2003, data are based on a standardized report form (SRF) for central banks, which accords with the concepts and definitions of the IMF's *Monetary and Financial Statistics Manual (MFSM)*, 2000. Departures from the *MFSM* methodology are explained below.

Overdrafts are netted against the deposits, rather than presented as loans to/from the corresponding economic sector.

For December 2001 through December 2002, data in the SRF format are compiled from pre-SRF data not based in the *MFSM* methodology. Departures from the *MFSM* methodology are the same as the ones detailed for January 2003 onwards.

Other Depository Corporations:

Comprises commercial banks (including three banks in liquidation), building societies, and the National Savings and Credit Bank.

† Beginning in January 2003, data are based on a standardized report form (SRF) for other depository corporations, which accords with the concepts and definitions of the *Monetary and Financial Statistics Manual (MFSM)*. Departures from the *MFSM* methodology are explained below.

Claims on Private Sector includes a large amount of loans to other financial corporations.

Transferable Deposits Included in Broad Money and *Other Deposits Included in Broad Money* include deposits of the central government in foreign currency.

Some other depository corporations record repurchase agreements as the outright buying or selling of the securities, rather than as collateralized loans.

For December 2001 through December 2002, data in the SRF format are compiled from pre-SRF data not based in the *MFSM* methodology. Departures from the *MFSM* methodology, other than those detailed for January 2003 onwards, are explained below.

Transferable Deposits Included in Broad Money and *Other Deposits Included in Broad Money* include some deposits of the central government in national currency.

Accrued interest on treasury bills is included in *Other Items (Net)* rather than in the outstanding amounts of the securities.

Depository Corporations:

† See notes on central bank and other depository corporations.

Monetary Aggregates:**Broad Money:**

Broad Money calculated from the liability data in the sections of the central bank and other depository corporations accords with the concepts and definitions of the *MFSM*. Broad money differs slightly from M3 described below as M3 also includes bills payable.

Money (National Definitions):

M1 comprises currency in circulation outside depository corporations plus demand deposits in national currency, other than those of the central government, with the BOZ and other depository corporations, and bills payable.

M2 comprises M1 plus savings and time deposits in national currency and demand deposits in foreign currency, other than those of the central government, with other depository corporations.

M3 comprises M2 plus savings and time deposits in foreign currency, other than those of the central government, with commercial banks.

Interest Rates:**Discount Rate (End of Period):**

Rate charged by the BOZ on loans to commercial banks.

Treasury Bill Rate:

Average rate on treasury bills.

Savings Rate:

Rate offered by commercial banks on savings deposits.

Deposit Rate:

Rate offered by commercial banks on three- to six-month deposits.

Lending Rate:

Rate charged by commercial banks on overdrafts.

Prices:**Share Prices:**

General index covering shares quoted in the Lusaka Stock Exchange, base January 1997.