PUBLIC NOTICE

DEPOSIT PROTECTION COVER FOR ZIMBABWE GOLD (ZiG) DEPOSITS

Deposit Protection Corporation

1. The **Monetary Policy Statement of 5 April 2024** introduced, inter alia, a structured currency christened Zimbabwe Gold, whose currency code is ZiG. Pursuant to the provisions of section 5(f) of the Deposit Protection Corporation Act [Chapter 24:29], the public is hereby advised that, with immediate effect the deposit protection cover levels for the ZiG deposits are pegged at a maximum of the **ZiG equivalent** to USD1,000 (One Thousand United States Dollars) per depositor per deposit class per contributory banking institution; and USD500 (Five Hundred United States Dollars) per deposit class per deposit-taking microfinance institution, using the prevailing interbank USD to ZiG exchange rate. The Deposit Protection Cover level for USD denominated deposits remains at USD1,000 and USD500 respectively.

2. The new cover levels are in line with prevailing macroeconomic conditions and the Corporation's statutory mandate to contribute to financial stability and public confidence in the country's financial system. The Deposit Protection Fund is established under Section 13 of the Deposit Protection Corporation Act [Chapter 24:29]. The primary objective of the Fund is to compensate depositors in full or in part, for losses incurred in the event of closure of a contributory institution.

3. The designated cover level ensures that every depositor with a deposit balance equal to or below the specified amount will receive full compensation from the Deposit Protection Fund. Any outstanding balance above the specified cover level is payable through the liquidation process on a pro-rata basis.

H. ZINYAU (Mr.)
CHIEF EXECUTIVE OFFICER

12 APRIL 2024