



REPÚBLICA DE MOZAMBIQUE
MINISTÉRIO DE INDÚSTRIA E COMÉRCIO
AGÊNCIA DE PROMOÇÃO DE INVESTIMENTOS E EXPORTAÇÕES

LEGAL FRAMEWORK FOR INVESTMENTS IN MOZAMBIQUE



Agência para a Promoção
de Investimento e Exportações

PRESENTATION LAYOUT

1

WHY INVEST IN MOZAMBIQUE

2

LEGAL FRAMEWORK

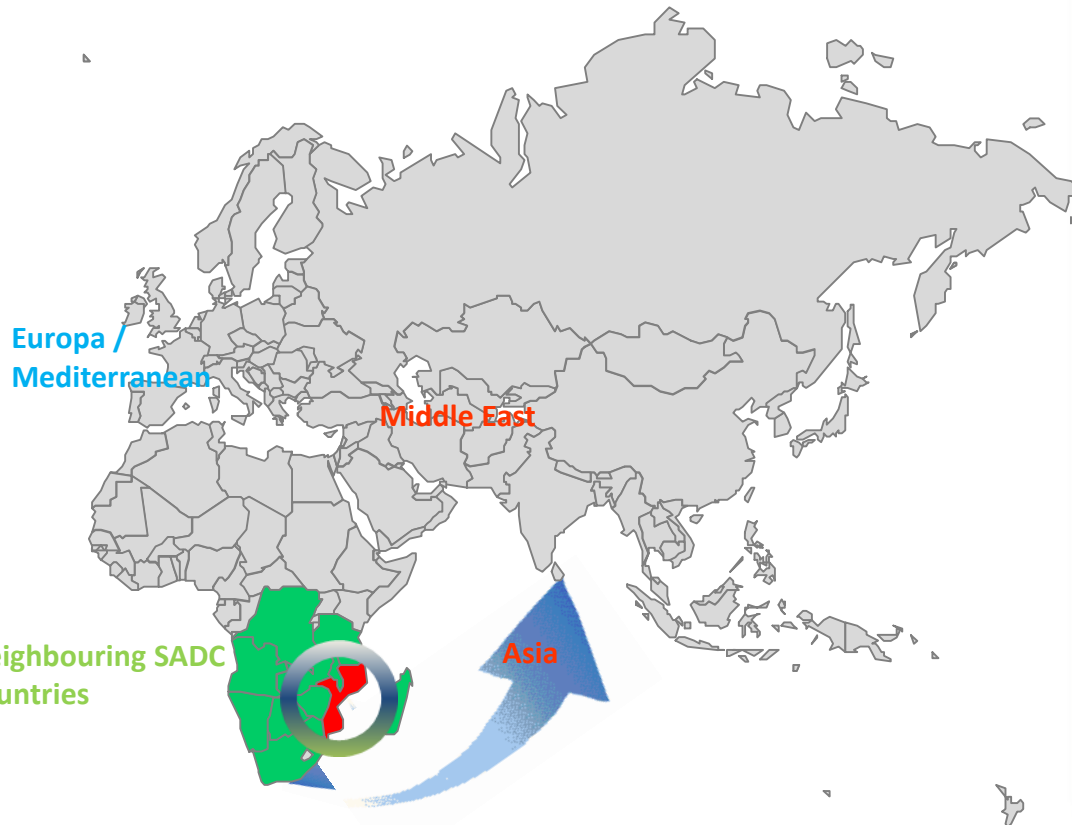
3

INVESTMENT OPPORTUNITIES

WHY MOZAMBIQUE?

Mozambique has an advantageous strategic geographic position, providing an ideal gateway to both regional and international markets

Mozambique: Proximity to High Opportunity Markets



Area: 799,380 km²

Population (2017): 28.862 million

GDP (2017): US\$ 13.407 Million

Per capita: US\$ 466.18

GDP Growth Rate (2017): 3,7%

Inflation (2017): 5.7%

Source: INE

WHY MOZAMBIQUE (CONT.)



Rich and Diverse Natural Resources Base



Young and educated work force



Access to preferential markets: SADC, USA, EU, China, India



Openness to Investment (welcoming, predictable and transparent investment climate)

WHY MOZAMBIQUE (CONT.)



Provision of tax & non-tax incentives



Protection against property expropriation



Non-discriminatory treatment between foreign and domestic investors



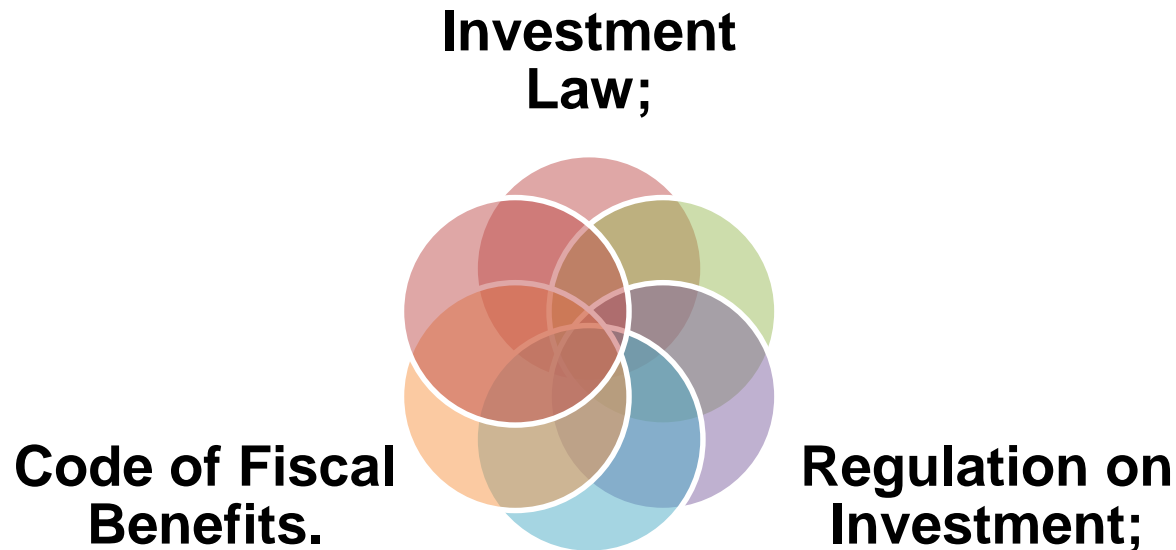
No restriction to loans and payment of interests abroad



Sincerity, Hospitability, Friendliness

LEGAL FRAMEWORK

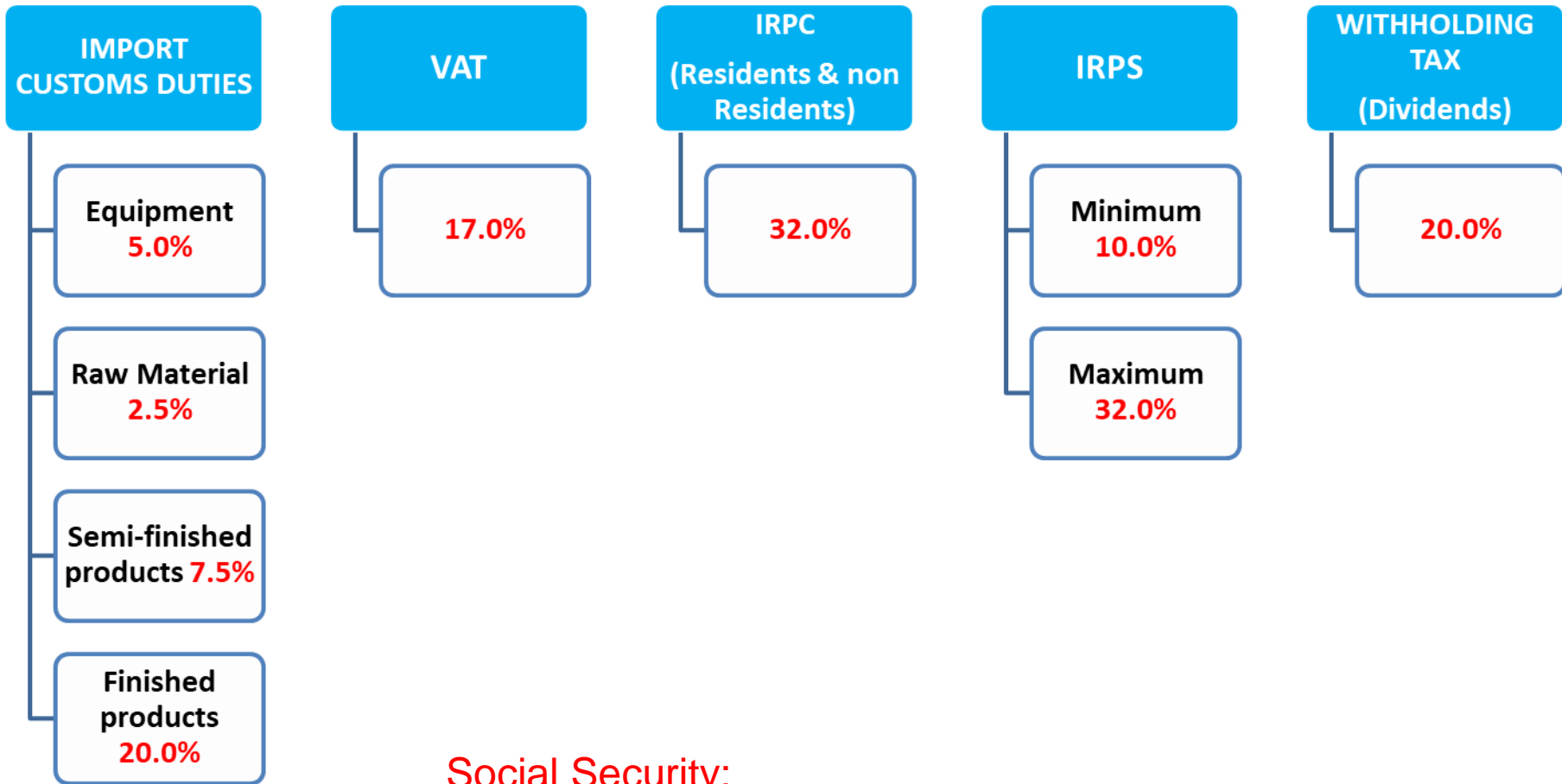
INVESTMENT POLICY (LEGAL FRAMEWORK)



Complementary Legislation:

- ✓ Land Law
- ✓ Environmental Law
- ✓ Labor Law
- ✓ Foreign Exchange Law
- ✓ PPP's Law

TAXATION SYSTEM



Social Security:

- ❖ 4% (employer)
- ❖ 3% (employee)

TAX INCENTIVES

GENERAL BENEFITS

In Respect of Import of Goods:

- Exemption from customs duties and VAT on the import of capital equipment, spare and accessory parts.

In Respect of Income Tax:

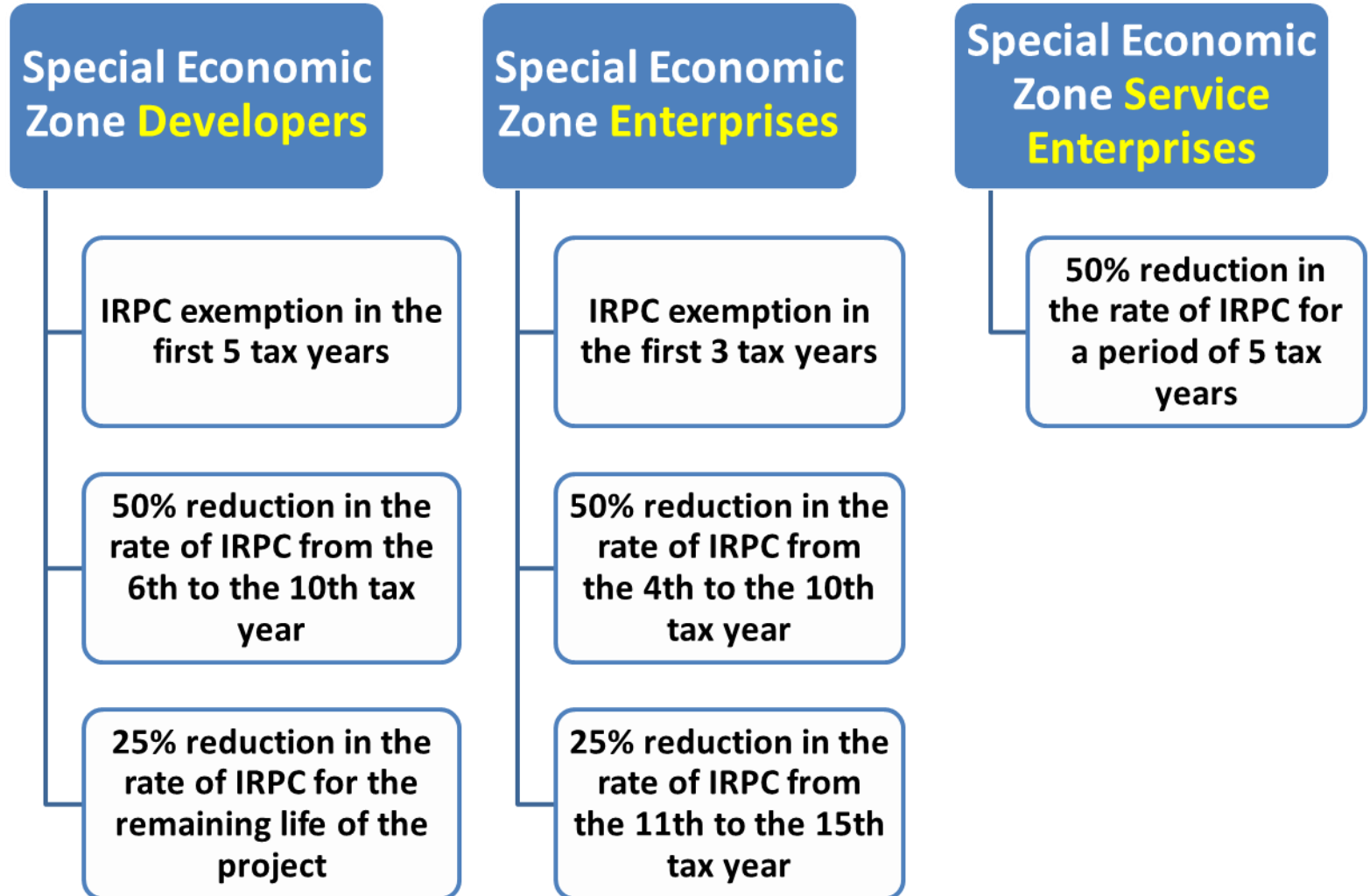
- Investment Tax Credit;
- Accelerated Depreciation ;
- Tax Deductions (Professional Training; Use of new Technology)

TAX INCENTIVES

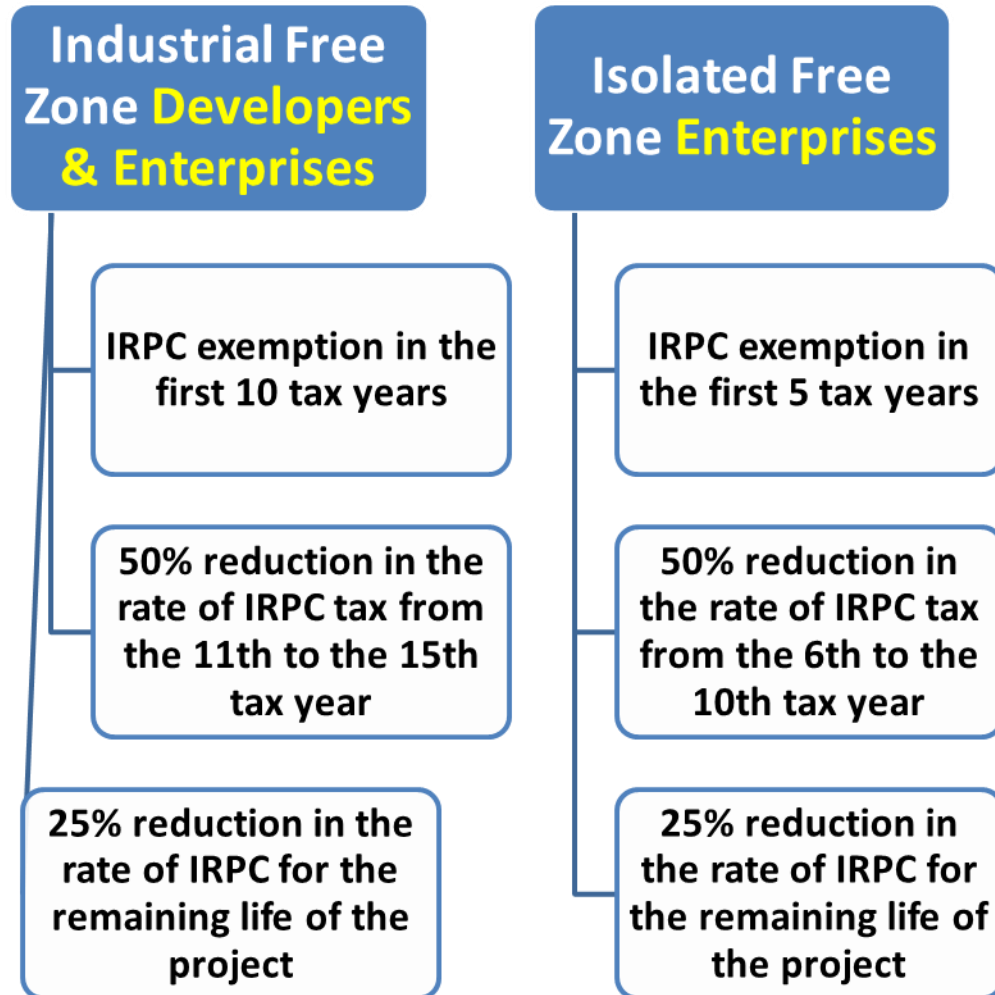
SPECIFIC BENEFITS

- Creation of Basic Infrastructures;
- Trade and Industry in Rural Areas;
- Manufacturing & Assembly Industry;
- Agriculture and Fisheries;
- Hotels and Tourism
- Science and Technology Parks
- Large Scale Projects
- Rapid Development Zones
- Industrial Free Zones
- Special Economic Zones
- Mining Activities
- Oil & Gas operations

FISCAL BENEFITS FOR SEZ (IRPC-Corporate Income Tax)



FISCAL BENEFITS FOR IFZ (IRPC-Corporate Income Tax)



BILATERAL TREATIES & AGREEMENTS

- South Africa
- Germany
- Algeria
- Belgium
- China
- Cuba
- Denmark
- **Egypt**
- USA
- USA (OPIC)
- Finland
- France
- Indonesia
- Italy
- Mauritius
- Netherlands
- Portugal
- Sweden
- United Kingdom
- Vietnam
- India
- Switzerland
- Zimbabwe
- Spain
- Japan
- Brasil
- Singapore
- Turkey



- Portugal
- Mauritius
- United Arab Emirates
- The Autonomous and Special Administrative Region of Macau
- Italy
- South Africa
- India
- Botswana
- Vietnam

BUSINESS OPPORTUNITIES PRIORITY SECTORS



AGRICULTURE



INFRASTRUCTURE



ENERGY



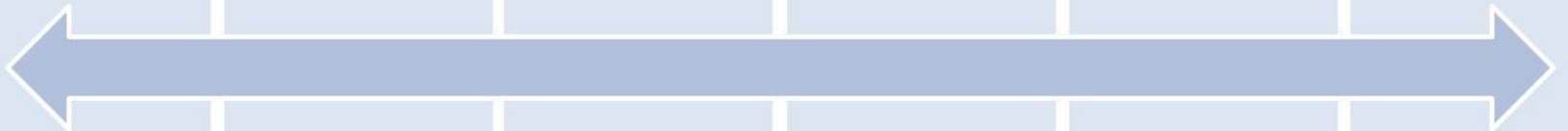
MANUFACTURING



TOURISM



OIL & GAS



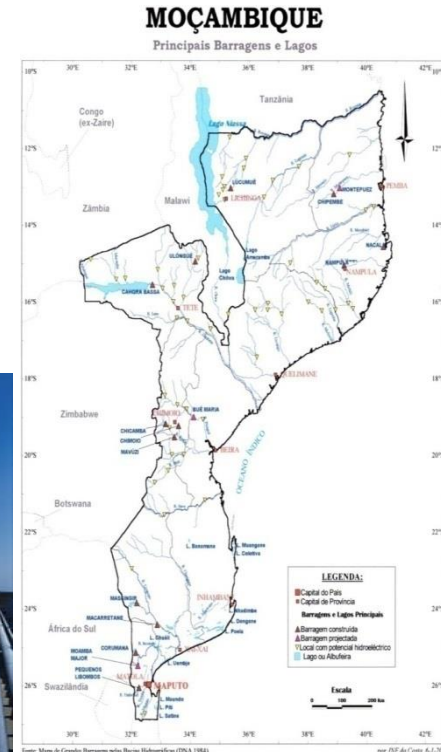
ENERGY SECTOR



ENERGY RESOURCE POTENTIAL

Mozambique energy resources potential include:

- ❖ **HYDROPOWER** - 18.000MW;
- ❖ **NATURAL GAS** - over 200 TCF,
 - Pande & Temane Gas fields 3,5 TCF being developed since 2004
- ❖ **COAL** – 40 million tones/year production capacity;
- ❖ **RENEWABLES** - 7.100MW, of which:
 - Mozambique has concluded a detail mapping of renewable potentials - Energy Atlas



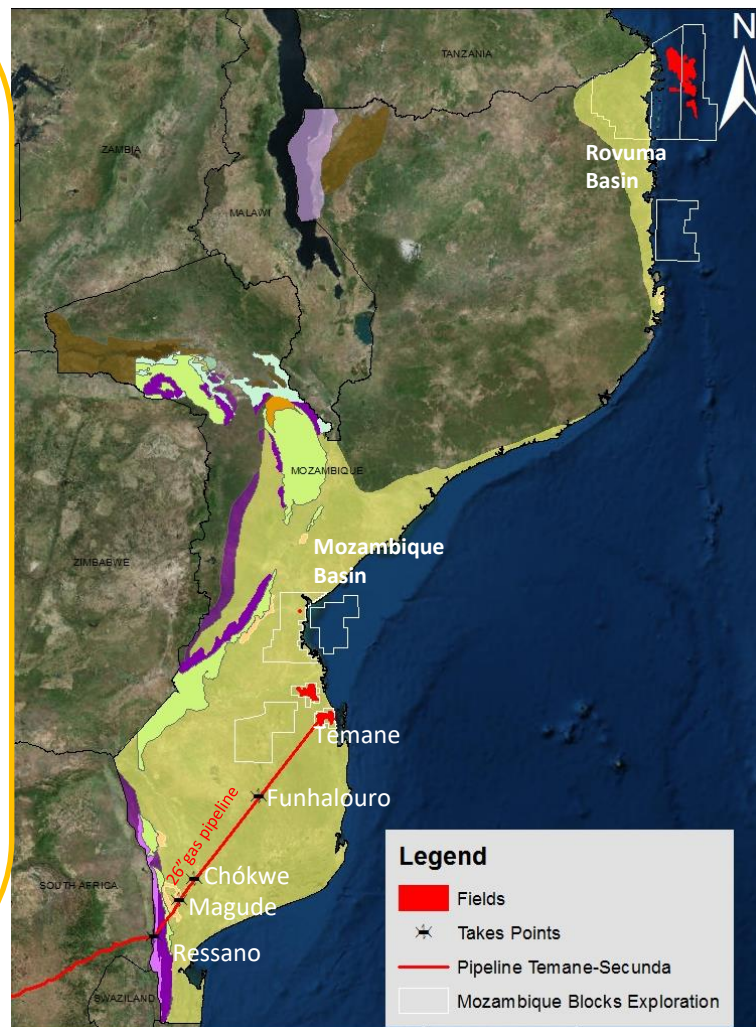
Mining, Oil & Gas Projects

MAIN EXISTING MINERAL RESOURCES

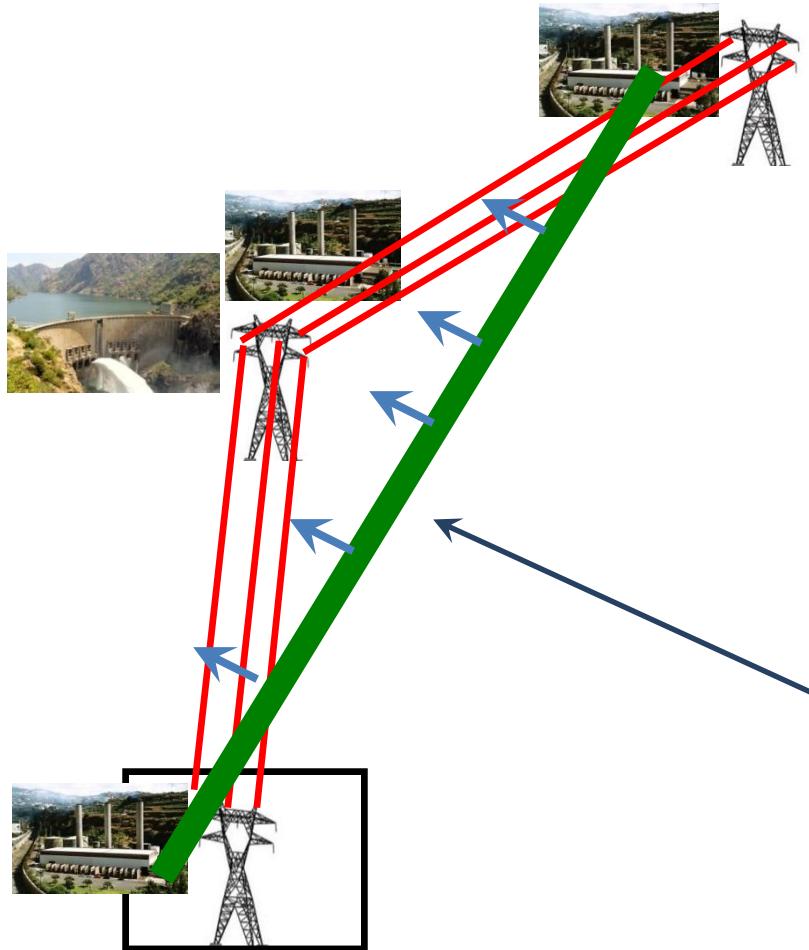
- ❖ Natural Gas
- ❖ Coal
- ❖ Heavy Mineral Sands
- ❖ Bauxite
- ❖ Limestone
- ❖ Rare Earth Metals & Tantalite
- ❖ Gold
- ❖ Gemstone
- ❖ Garnet
- ❖ Graphite
- ❖ Marble
- ❖ Bentonite
- ❖ Base Metals
- ❖ Phosphate

MOZAMBIQUE HAS SIGNIFICANT GAS RESERVES, POSITIONING IT AS A POTENTIAL KEY PLAYER IN THE ENERGY SUPPLY MARKET GLOBALLY.

- **Potential Resources**
 - 170 TCF Rovuma Basin
 - 30 TCF Mozambique Basin
- **Installed Production Capacity**
 - 197 MGJ/a of Natural Gas
 - 418,000 bbl/a of Condensate
- **Installed Pipeline Capacity**
 - 865 km from Temane to Secunda
 - 350 km local net in Inhambane
 - 62 km local net in Maputo
- **Potential Resources yet to discover**
 - 5th Award for 15 areas



THE ANCHOR PROJECTS



Three Power Generation Hubs to be developed, including High Voltage transmission lines:

- **NORTH**, based on natural gas;
- **CENTRE**, based on hydro & coal;
- **SOUTH**, based on natural gas.

North South gas pipeline is part of the future developments and it has been under discussion.

DOWNSTREAM INDUSTRIES RELATED TO OIL & GAS



DME Plant



GTL Plant



Power Plant



Fertilizer

THANK YOU



www.apiex.co.mz



www.apiex.gov.mz



+258 (21) 31 33 10



+258 (21) 31 33 25



Rua da Imprensa 332 R/C

P O Box 4635

Maputo, Mozambique