

# **COST OF FACTORS IN THE REPUBLIC OF MOZAMBIQUE**

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## **ABREVIATIONS**

MT	Metical (local currency)
ZAR	Rand (South African currency)
USD	American dollar
m <sup>2</sup>	Square meter
m <sup>3</sup>	cubic meter
Km	Kilometer
RSA	Republic of South Africa

*Note. The rates presented here are subject to change due to inflation and devaluation of the local currency and/or other economic and social factors.*

*Exchange Rate as for July 2012) USD1 = MZM 27.90*

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### **WATER**

Water Authority operating in all provinces of the country: ÁGUAS DE MOÇAMBIQUE, SARL, 1352 Ave Eduardo Mondlane, Caixa Postal 2952 - Maputo, Tel: +258 21302431/2 Fax: +258 21424675.

### **Water Tariffs**

#### **Potable Water tariffs**

Systems	Fountains	DOMESTIC (Home Connections)				Municipalities	GENERAL (*)		
		Fixed tariff	Level 1	Level 2	Level 3		Level 1		Level 2
		Access	Consumption	Consumption	Consumption		Commercial	Industrial	Consumption
		Tariff	Minimum up to 5 m3/month	from 5 m3 to 10m3	Above 10 m3		-Public consumption	Consumption	above minimum
	MT/m3	MT/month	MT/month	MT/month	MT/month	MT/month	MT/month	MT/month	MT/month
Media	9,00-10,00	50,00- 60,00	10,00-14,60	13,00-19,00	20,00-25,50	10,00-14,60	475,00-610,50	950,00-1221,00	20,00-24,42

(\*) – Commercial, Public and Industrial Connections  
 CRA: 27th of July 2010, in force since 1 September 2010  
[www.aguasmoz.co.mz](http://www.aguasmoz.co.mz)

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## ELECTRICITY

Electricity Company operating in generation and distribution of electricity throughout the country: ELECTRICIDADE DE MOÇAMBIQUE (EDM), 1218 Av. Eduardo Mondlane, 1º andar, Caixa Postal 938 e 2447 – Maputo, Tel. +258 21 427239/ +258 21428171/4 e +258 21492011/4; Fax: +258 21491048 e +258 21427239

**Table 1: Tariff Categories: Social, Domestic, Agricultural and General (Low Voltage)**

Registered Consumptions (kWh)	Sale Price				Fixed Tariff (MT)
	Social Tariff (MT/kWh)	Domestic Tariff (MT/kWh)	Agricultural Tariff (MT/kWh)	General tariff (MT/kWh)	
From 0 to 100	1.07				
From 0 to 300		2.50	2.68	2.97	85.35
From 301 to 500		3.53	3.61	4.24	85.35
Over 500		3.71	4.17	4.64	85.35
Over 500	1.07	3.18	3.71	4.26	

For more details please visit: [www.edm.co.mz](http://www.edm.co.mz) Note: For consumers under the social tariff (1.1 KVA and consumption not exceeding 100 KVA/month) whose installations use pre-paid counters (CREDELEC), a limited volume power of 5 Amperes will be fixed.

**Table 2: Large Consumers of Low Voltage (LV), Medium Voltage (MV), Agricultural Medium Voltage (AMV) and High Voltage (HV)**

Categories of Consumers	Sale Price		Fixed tariff (MT)
	(Mt/kWh)	(Mt/kW)	
Low Voltage (LV)	1.66	127.74	249.90
Medium Voltage (MV)	1.37	142.99	1.172.99
Agricultural Medium Voltage (AMV)	1.24	142.99	1.172.99
High Voltage (AT)	1.23	157.49	1.172.99

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For more details please visit: [www.edm.co.mz](http://www.edm.co.mz)

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**Table 3: Connection Fee for LV Large Consumers**

Amount without VAT	VAT	Amount with IVA
163.71	27.83	191.54

**Table 4: Connection Fee for MV and HV Large Consumers**

Amount without VAT	VAT	Amount with IVA
768.42	130.63	899.05

### **TELECOMMUNICATIONS**

The national company operating in the landline telecommunications sector is TELECOMUNICAÇÕES DE MOÇAMBIQUE E.P. (TDM), Rua da Sé 2, P.O.BOX 25 - Maputo; Tel: 431921; Fax: 431944. Please visit [www.tdm.mz](http://www.tdm.mz) for details on tariffs.

TARIFFS (MT)					
Description	Installation	Montly	Suscriber (Mt/impulse)	Public (Mt/impulse)	Fine for late payment
Tel/Fax	486,00	225,00			97,00

NORMAL Tariff: Monday to Friday from 7 to 19h

ECONÓMICA Tariff: Monday to Friday from 19 to 7h and Saturdays, Sundays and Holidays (all day long)

The prices on this table do not include VAT at 17%

### **Mobile Network**

There are three companies operating in the mobile network, namely Moçambique Celular (MCEL), VODACOM and MOVITEL. For more information please contact the operators using the websites [www.mcel.co.mz](http://www.mcel.co.mz); [www.vn.co.mz](http://www.vn.co.mz) and MOVITEL 1086 Av. Guerra Popular, Maputo, Tel: +258 860101003.

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### **PETROLEUM PRODUCTS**

Main companies operating in the distribution of petroleum products:

- PETROMOC, Praça de Trabalhores, caixa postal 417, Tel: 21 427191/7; Fax: 21 430181
- BP Moçambique, 170 Av. Mártires de Inhaminga, Tel: 21 425021/5; Fax: 21 426042.
- 
- TOTAL/MOBIL OIL Moç, 1725 Av. 25 Setembro, Tel: 21 422081/5; Fax: 21 422085
- SHELL, , Av. Mártires de Inhaminga nº 170, 5º andar, C.P. 1997, Tel: 21 420876/426757, Fax: 21 426510
- ENGEN, Av. 25 de Setembro nº 1230, 3º andar portas 307/310, Tel: 21 425201/21 425213, Fax: 21 425198
- PETROGAL, Av. Fernão de Magalhães nº 63, 1º andar, C.P. 1701, Tel: 21 429060/6, Fax: 21 427031
- PETROMOC e SASOL – Av. 25 de Setembro nº 1230, 3º A Porta 302, Tel: 302521/300537, Fax: 301810

Prices of Petroleum Products (MT)			
Product	Unity	A	B
Gas (GPL)	Kg	55,46	47,50
Gasoline	Litre	47,52	44,62
Kerosene	Litre	28,64	26,06
Diesel	Litre	36,81	33,91

**Tariff A:** Price for the public from the distributor companies in Maputo and Matola for GPL and in Maputo, Matola, Beira and Nacala for other products.

**Tariff B:** Price from the oil import and distributor companies in the oceanic terminals in Maputo, Matola (Língamo) for GPL and in Maputo, Matola (Língamo), Beira and Nacala for other products.

*Note: Outside these areas the tariffs may vary given the additional cost on transport.*

*Source: Direcção Nacional de Combustíveis (3 August, 2010)*

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### **DOCUMENTS AND PARCEL EXPRESS**

The main providers of postal services in Mozambique are the following:

CORREIOS DE MOCAMBIQUE, Av. 25 de Setembro, [www.correios.co.mz](http://www.correios.co.mz)

DHL MOCAMBIQUE Av. 24 de Julho n° 3823, [www.dhl.co.mz](http://www.dhl.co.mz)

PORTADOR DIARIO. [www.portadordiarario.com](http://www.portadordiarario.com)

Pantera Express, Av. Zedequias Manganhela, n.º 73,

SKYNET Av. 25 de Setembro Edifício Time Square, Bloco 2, R/C, Maputo

### **RAILWAY CARGO**

CFM - Empresa Nacional de Portos e Caminhos de Ferro de Moçambique, E.P. Praça dos Trabalhadores, .P.O.BOX 2158 - Maputo; Tel: 427173/423630; Fax: 421884.

For more information please visit [www.cfmnet.co.mz](http://www.cfmnet.co.mz)

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### **SEA FREIGHT**

A number of private companies operate sea freight services within & from/to Mozambique. These include the following:

Company	Address	Contacts
Mozline Empresa de transportes marítimos e rodoviários de Moçambique	710 – 3º, Av Ho Chi Min	Telefax: +258 21303073; Cell: +258 823251350 Tell.+258 21303076/21303078/21303079
Mediterranean Shipping Company Mozambique Lda	415, Rua da Imprensa	Tell. +258 21302150/21302151/21302149
MOCARGO Empresa Moçambicana de Cargas	Rua, Consiglieri Pedroso No 430	Tel: +258 21300004/ 21300033/ 21300496/21305263
Manica Freight Services Moçambique	L. Gulele 51, Praça dos Trabalhadores	Telefax: +258 21324595; Tell: +258 21356500 /21356505/21324022 Delegacao da Beira: +258 23325162 Nacala: +258 26526961 Quelimane: +258 24214013/ 24213348 Pemba: +258 27221443
Maersk Mozambique Lda	Av. Ho Chi Min n 710, 3º andar (Tinger Center)	Tel: 258 21308131/9; Fax: 25821308130; Caixa postal: 1368; E-mail: <a href="mailto:mozsal@maersk.com">mozsal@maersk.com</a>
MOZSTAR	505, Av. 24 de Julho, Maputo	Tell: +258 21306874; Fax: +258 21306872 E-mail: <a href="mailto:mozstar@mozstar.co.mz">mozstar@mozstar.co.mz</a>
Rogers- IDS Transportário	Rua do Banco de Moçambique R/c n 63	Tel: 258 21304547/21304566; Fax: 258 21304570 E-mail: <a href="mailto:ridsmoz@teledata.mz">ridsmoz@teledata.mz</a>

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### Tariffs (USD) Asian Ports

Cost	Destination Ports and Types of Containers								
	Maputo			Beira			Nacala		
	20 GP	40 GP	40 HC	20 GP	40 GP	40 HC	20 GP	40 GP	40 HC
	2,660-	5,070-	5,220-	2,710-	5,210-	5,360-	3,260-	6,150-	6,260-
	2,880	5,600	5,750	3,150	5,750	5,870	3,650	6,450	6,800

### Tariffs (USD) Main European Ports

Ports of Origin	Destination Ports and Types of Containers								
	Maputo			Beira			Nacala		
	20 GP	40 GP	40 HC	20 GP	40 GP	40 HC	20 GP	40 GP	40 HC
Leixões	2,360	4,550	4,550	2,515	4,800	4,800	2,630	4,990	4,990
Valência	2,430	4,540	4,540	2,480	4,740	4,740	2,500	4,780	4,780
Tilbury & NWC Ports	2,460	4,660	4,660	2,660	5,100	5,100	2,760	5,130	5,130
Lisbon	2,360	4,540	4,540	2,460	4,740	4,740	2,560	4,940	4,940
Barcelona	2,460	4,640	4,640	2,560	4,900	4,900	2,670	5,100	5,100

### CARGO BY AIR

#### Mozambique Airports

#### Maputo, Beira and Nampula International Airports

	Type	Equivalent USD
i	Domestic Passengers	6,44
ii	International Passengers	12,50
iii	Domestic cargo	0,41/Kg
iv	International cargo	0,55/Kg
v	Received International Cargo	0,64/kg

#### a) Pemba, Quelimane, Tete, Lichinga, Chimoio, Vilanculo and Inhambane Aerodromes

	Type	Equivalent/USD
i	Domestic Passengers	1,80
ii	International Passengers	2,80
iii	Dispatched Domestic Cargo	0,41/Kg
iv	Dispatched International Cargo	0,55/Kg
v	Received International Cargo	0,64/Kg

**Cargo Tariffs/Domestic service:** Minimum: 150 Mt; **Johannesburg:** minimum: 500 Mt

For more information please visit: [www.lam.co.mz](http://www.lam.co.mz)

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### **LABOUR**

#### **Minimum wage in force from 2012**

The Government of Mozambique after talks at the employers and trade unions approved new minimum wages for nine(9) sectors, namely:

1.Agriculture, Livestock and Forestry	2,300.00 MT
2.Fisheries	2,640.00 MT
2a) Kapenta fishing	2,485.00 MT
3. Mining	3,526.00 MT
3a) Quarry and sandpit workers	3,295.00 MT
4. Manufacturing industry	3,585.00 MT
4a) Baking	3,021.00 MT
5. Electricity, Gas and Water	3,817.00 MT
6. Construction	3,177.00 MT
7. Non-financial services	3,510.00 MT
8. Financial services	6,171.00 MT
9. Public Administration	2,522.00 MT

**OBS:** The minimum wages of private institutions are defined by the institutions themselves according to previously agreed specific professional categories. These wages depend mainly on production and economic and financial situation of each institution taking into account the wages stipulated by the government.

A Social Security Tax (INSS) of 3% and a 4% Singular Persons Income Tax (IRPS) are levied on the wages.

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### **RENT AND LEASING OF HOUSE AND OFFICES**

A number of private companies offer property services for renting and leasing of houses and office space mainly in Maputo:

- **IMOVISA – IMOBILIÁRIA DE MOÇAMBIQUE, LDA.**, Av. 25 de Setembro n° 1113 – Maputo, C.P. 1750 – Telefone + 258 1 310 788 ou + 258 1 310 799, Telefax + 258 1 32 16 74, E:mail: imovisa@visabeiramos.co.mz
- **DOMUS - Sociedade de Gestão Imobiliária**, 264, Vladimir Lenine Av., .P.O. Box 4070 - Maputo; Tel: 428135/7; Fax: 428140.
- **SPENCE PENDRAY HOLDING, LDA**, 456, Julius Nyerere Av., P.O. Box 652 - Maputo; Tel: 492573/ 490776; Fax: 492567.
- **LABOR – Sociedade de Agências e Serviços, Lda**, 2366 Av. 24 de Julho, Telefax: 308493 – Maputo. Delegation: 200 Poder Popular Street – First Floor, Fax: 329787 – Beira.
- **JHI Real Estate (Moçambique), Lda, 256 Vladimir Lenine AV., Prédio 33 Andares, 5º Flor, Suite 522; Tel: 311974, Cell: 082 303033, Fax: 311973.**

The prices vary from province to province, depending on the área, size and physical state of the property. The prices below are mere examples:

- Office space: 11 to 17 USD/m<sup>2</sup> (a), 1500 USD/m<sup>2</sup> (b);
- Industrial space: 3 to 8 USD/m<sup>2</sup> (a), 1900 USD/m<sup>2</sup> (b);
- Commercial: 10 to 50 USD/ m<sup>2</sup> (a), 250 a 600 USD/m<sup>2</sup> (b);
- Residential: 350 to 3000 USD/m<sup>2</sup> (a), 100 000 a 400 000 USD (b)

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### **Land Use Rights**

In Mozambique land is property of the State. The government can provide land use rights for economic purposes for a renewable 50-year period. There are three entities responsible for registration and provision of information on land use rights, namely:

- National Directorate of Land and Forests – Ministry of Agriculture – for areas outside Municipalities;
- Local Municipality – for urban areas;
- Ministry of Tourism – for conservation areas.

**Table I – Authorization/Concession Fees**

AUTHORISATION FEE	AMOUNT
Provisional Authorization	1.500,00 MT
Definitive Authorization	750,00 MT

### *Annual Tax by Type of Activity*

Type of Activity	Annual Tax
Cattle raising; wildlife farms, permanent crops	5,00MT/ha
Agriculture	37,50MT/ha
Tourism, summer holiday houses, commerce up to 1 had in the coastal area	500,00MT

**NOTE:** The annual amount due to the State for land use varies in line with adjustments of the annual fee related to localization, size and quality of land.

### ***INDUSTRIAL FREE ZONES & SPECIAL ECONOMIC ZONES***

1. BELULUANE INDUSTRIAL PARK – Located in Boane district, Maputo Province, with an area of 700 hectares. To qualify for the Beluluane industrial Free Zone, certain requisites must be fulfilled, namely: a) To have a business plan approved by

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CPI and GAZEDA – Industrial Free Zone Council; b) To create jobs for Mozambican nationals and to export 70% of production to the external market;

Within the free zone, land costs UD15/m<sup>2</sup>, outside the zone the price is UD12.5/m<sup>2</sup>.

A monthly management and maintenance fee of UD0.35/m<sup>2</sup> inside the zone and of UD0.30/m<sup>2</sup> outside the zone is charged from tenants after the initial operation. More details on [www.beluzone.com](http://www.beluzone.com)

2. **NACALA SPECIAL ECONOMIC ZONE** – Situated in the north of the country, Nampula Province, 200 km from Nampula City, with a total area of 500 há. The Nacala Special Economic Zone constitutes the terminal point of the transport route comprising the road linking the provincial capital and landlocked countries, particularly Malawi and Zambia, known as the Nacala Development Corridor, which makes the area a potential socioeconomic development pole.

### **3. MANGA MUNGAÇA SPECIAL ECONOMIC ZONE**

The zone is situated in the central province of Sofala. It has an area of 217 hectares dedicated for the construction of an international logistics centre, hotels and an industrial park.

For more information on Industrial Free Zones & Special Economic Zones please visit [www.gazeda.gov.mz](http://www.gazeda.gov.mz)

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