

IOA — 2019 — ACBR

AFRICA COUNTRY BENCHMARK REPORT



Mozambique Profile



The historical migration of primarily Indian populations to Southern Africa and Mauritius has resulted in this top-performing island nation being the only country in Africa that is considered predominantly Hindu.



Image courtesy of Magharebia



MOZAMBIQUE

#36

MOZAMBIQUE



OVERVIEW ANALYSIS

Stable, democratic and the African leader on economic and governance indicators, Mauritius is considered one of Africa's great success stories. The nation of idyllic tropical islands off Africa's east coast has achieved prosperity through population control, dedication to democratic institutions and progressive economic policies. An open economy is buttressed by a competent, business-friendly bureaucracy and regulations and good government. A longtime continental leader in economic diversification, avoiding economic shock of global price drops for single key commodities – sugar in Mauritius's case – the country has successfully broadened its economy by creating and growing tourism, information and communications technology (ICT) services and its financial sector. Considerable foreign investment has been directed toward resorts that

KEY OPPORTUNITIES

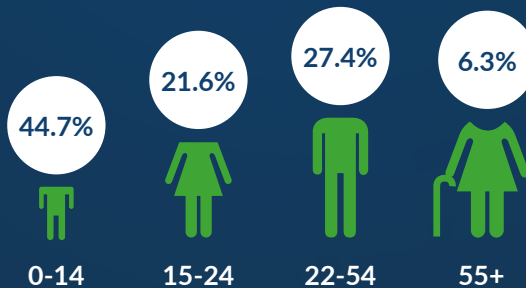
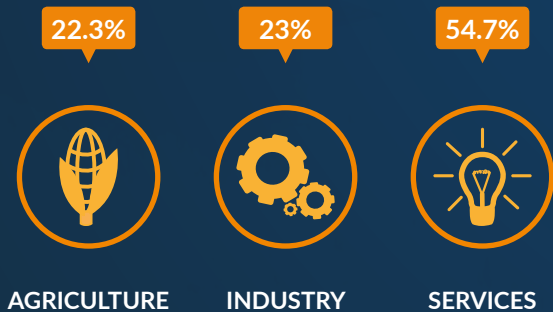
- New technologies continue economic diversification, like renewable energy, ICT and deep water exploration
- Growing tourism is attracted by tropical island environment, particularly high-end tourism

KEY CONCERNS

- Some remoteness from the African mainland and trade routes
- An island nation susceptible to rising sea levels from global warming
- All electricity must be locally generated, 97% of which is from polluting fossil fuel generation

COUNTRY HIGHLIGHTS

PREDOMINANT RELIGION Christianity	PREDOMINANT LANGUAGE Emakhuwa	POPULATION WITHOUT ELECTRICITY 75.8% (#42) ▽ ⁴	LITERACY RATE 58.8% (#38) ▽ ¹	PRIMARY ELECTRICITY SOURCE Hydroelectric
IMPORT/EXPORT Petroleum/Aluminium	EXTERNAL DEBT US\$ 10.272 billion (#17) ▽ ²	ACTIVE CONFLICT Yes	LAND SIZE 799,380 km ² (#16)	INTERNET PENETRATION 17.5% (#31) ▲ ⁶



Term:
15/01/2015 - present
5 years (2 term limit)

Political Party:
FRELIMO

Recent Electoral Information:
15/10/2014
2 778 497 Votes
57%
Voter turnout: 48.64%



President
Filipe Nyusi

CONTRIBUTIONS TO GDP BY SECTOR

POPULATION AGE BREAKDOWN

NATIONAL GOVERNANCE

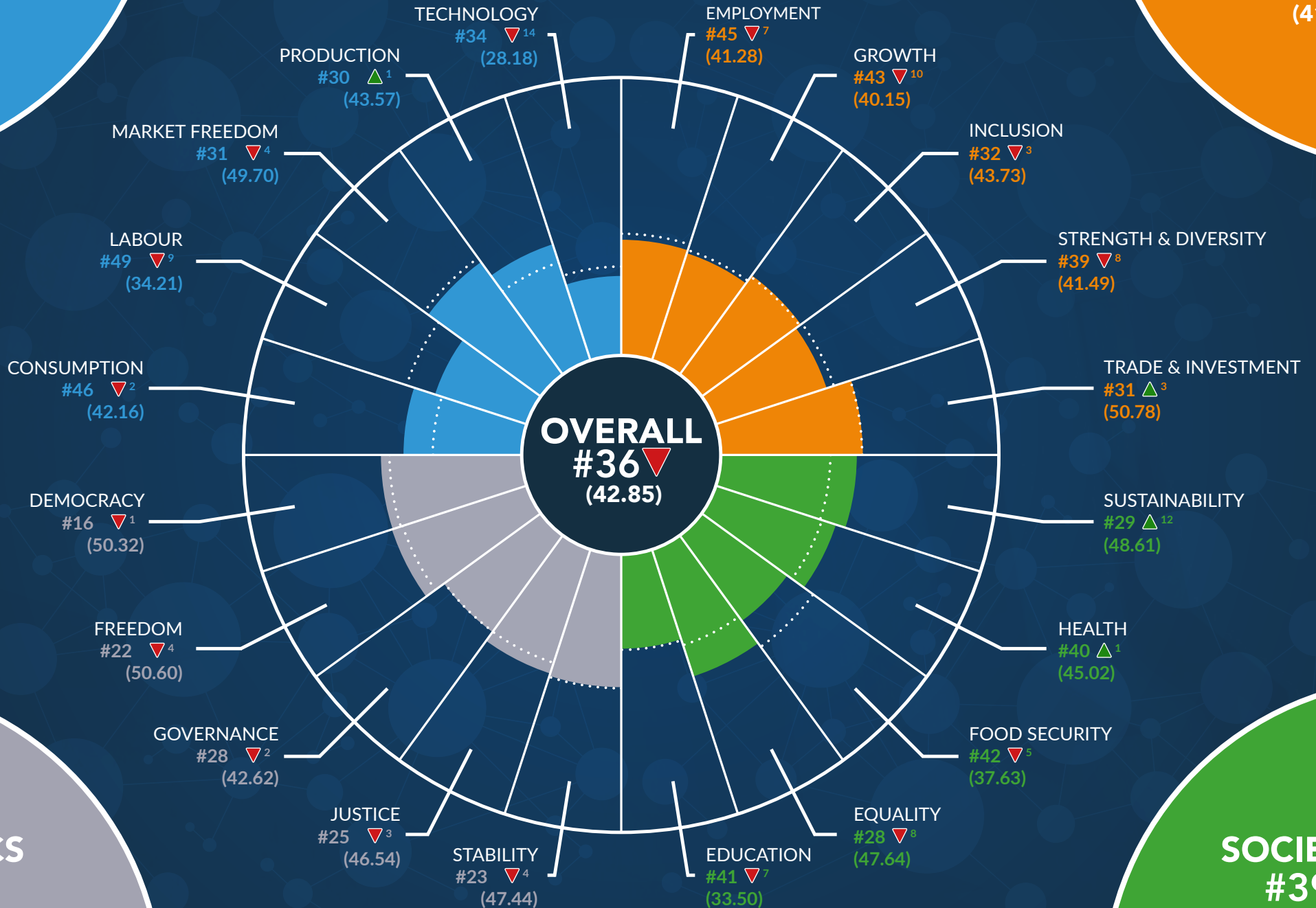
BUSINESS

#40
(39.57)

MOZAMBIQUE PERFORMANCE OVERVIEW

ECONOMICS

#39
(41.89)



▲ Increase from 2017

▼ Decrease from 2017

■ No change

..... 2017 Score

POLITICS

#22
(47.50)

SOCIETY

#39
(42.44)

MOZAMBIQUE BUSINESS ANALYSIS

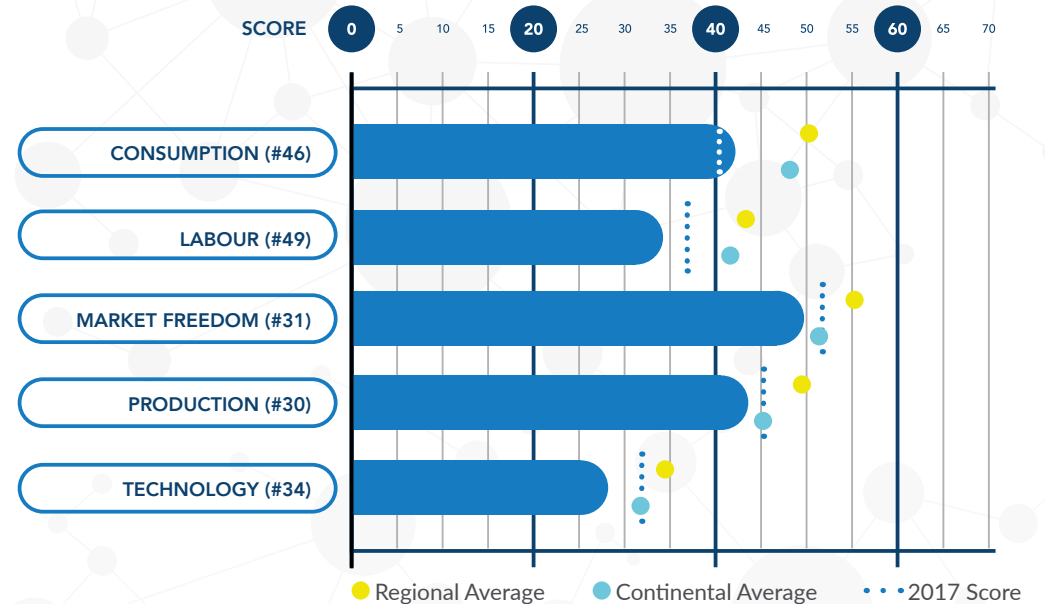


BUSINESS OVERVIEW

The financial sector is an important part of the economy and an expanding one to service the tourism sector. With local financial institutions well-regulated and trustworthy, government has positioned the country as a financial hub, servicing Chinese, Indian and South African investors in particular. Investment in the banking sector has surpassed US\$ 1 billion. Economic stability and government's sound fiscal policies provide the foundation of confidence that has drawn such investment. The consistency of GDP growth reflects government's steady economic management, running at 3.6% in 2014 and then at 3.5% in both 2015 and 2016. The financial institutions will have more domestic customers as wealthy individuals drawn to the islands' charms build second

homes in Mauritius. Construction is one of the country's thriving sectors and employs 30% of the workforce, compared to just 4% of Mauritians who work in agriculture. Led by the financial sector, services constitute an overwhelming 74% of GDP, affirming the wisdom of government's strategy to make Mauritius an offshore financial centre that is enabled by today's instantaneous electronic communications. A larger percentage of Mauritians use the internet (50.2%) than most other populations in Africa. Mauritius telephone system is described as good, which is a rarity for Africa, and landline ownership is also high for Africa, with 28 out of 100 people possessing landline phones. Mobile phone use finds 132 subscriptions per 100 people, meaning many people have

BUSINESS SCORES & RANKINGS



BUSINESS DATA COMMENTARY

<p>Mozambique data availability 98.9%</p>	<p>REGIONAL AVERAGE 87.41%</p>	<p>AFRICAN AVERAGE 77.78%</p>	<p>CONTINENTAL RANK #11</p>
	<p>Mauritius attains more positive results in the Economics quadrant, as their score of 59.21 achieves one of their three first-place quadrant placements. This result is boosted by four of the five segments being placed at the apex of continental results, Growth, Inclusion, Strength & Diversity and Trade & Investment. The only segment to not achieve this position is Employment, ranked in third, which correlates with the small and relatively underdeveloped workforce present in the nation.</p>		

BUSINESS STATISTICS

<p>% POPULATION IN URBAN CENTRES</p> <p>36% (#38)</p>	<p>LABOUR FORCE IN MILLIONS</p> <p>12.98 million (#10)</p>	<p>INDUSTRIAL PRODUCTION GROWTH</p> <p>10.5% (#3)</p>	<p>PRIME LENDING RATE</p> <p>27% (#46)</p>
<p>% ADULTS WITH A BANK ACCOUNT</p> <p>41.67% (#19)</p>	<p>ANNUAL AIR PASSENGERS</p> <p>0.57 million (#17)</p>	<p>MOBILE SUBSCRIPTIONS</p> <p>52.12 per 100 (#40)</p>	<p>NATIONAL 3G COVERAGE</p> <p>35% (#42)</p>

MOZAMBIQUE ECONOMIC ANALYSIS

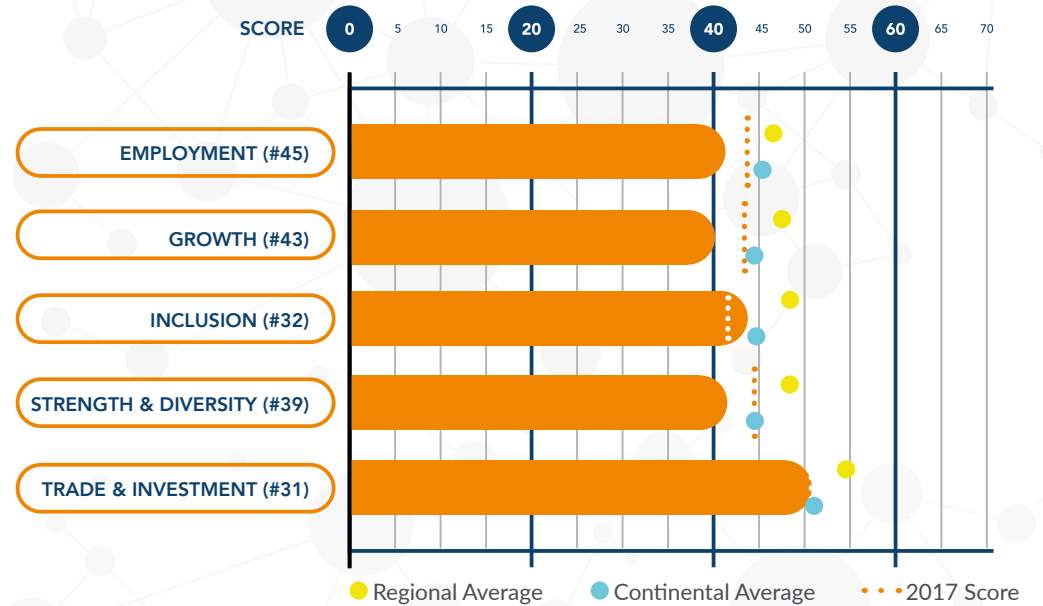


ECONOMICS OVERVIEW

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ECONOMIC SCORES & RANKINGS



ECONOMIC DATA COMMENTARY

Mozambique data availability
94.02%

REGIONAL AVERAGE	AFRICAN AVERAGE	CONTINENTAL RANK
87.18%	77.78%	#19

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ECONOMICS STATISTICS

GDP PER CAPITA	UNEMPLOYMENT RATE	TRADE BLOC MEMBERSHIP	INFLATION RATE
 US\$ 1,300 (#47)	 25% (#51)	 AFTZ, SADC	 17.5% (#47)
GDP AT PPP	CURRENCY AND GOLD RESERVES	FDI NET INFLOWS	BUDGET SURPLUS (+) OR DEFICIT (-)
 US\$ 36.7 billion (#23)	 US\$ 2.19 billion (#19)	 US\$ 2,319 million (#7)	 -6.9% (#39)

MOZAMBIQUE POLITICAL ANALYSIS

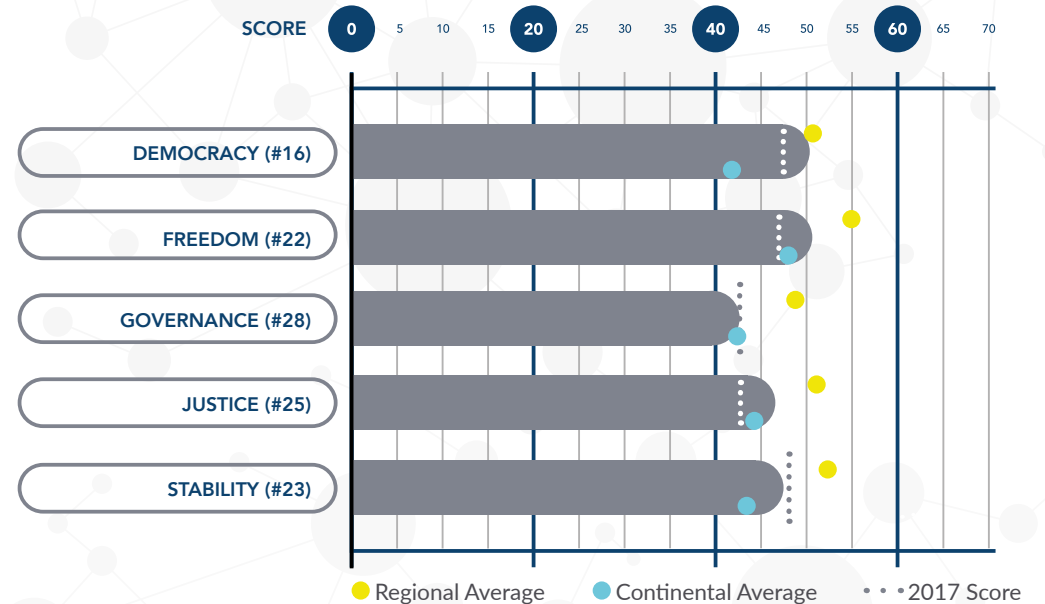


POLITICAL OVERVIEW

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POLITICAL SCORES & RANKINGS



POLITICAL DATA COMMENTARY

<p>Mozambique data availability 90.07%</p>	REGIONAL AVERAGE 88.82%	AFRICAN AVERAGE 82.86%	CONTINENTAL RANK #25
	Mauritius attains more positive results in the Economics quadrant, as their score of 59.21 achieves one of their three first-place quadrant placements. This result is boosted by four of the five segments being placed at the apex of continental results, Growth, Inclusion, Strength & Diversity and Trade & Investment. The only segment to not achieve this position is Employment, ranked in third, which correlates with the small and relatively underdeveloped workforce present in the nation.		

POLITICAL STATISTICS

NUMBER OF POLITICAL PARTIES <p>3 (#50)</p>	MILITARY EXP AS % OF GDP <p>0.8% (#10)</p>	REFUGEE INFLOW <p>N/A (#N/A)</p>	NUMBER OF RIGHTS <p>64 (#9)</p>
DATE OF INDEPENDENCE <p>25/06/1975</p>	NET OFFICIAL DEVELOPMENT ASSISTANCE <p>US\$ 1,531 million (#10)</p>	WOMEN IN PARLIAMENT <p>39.6% (#5)</p>	CAPITAL PUNISHMENT <p>Abolished</p>

MOZAMBIQUE SOCIETAL ANALYSIS

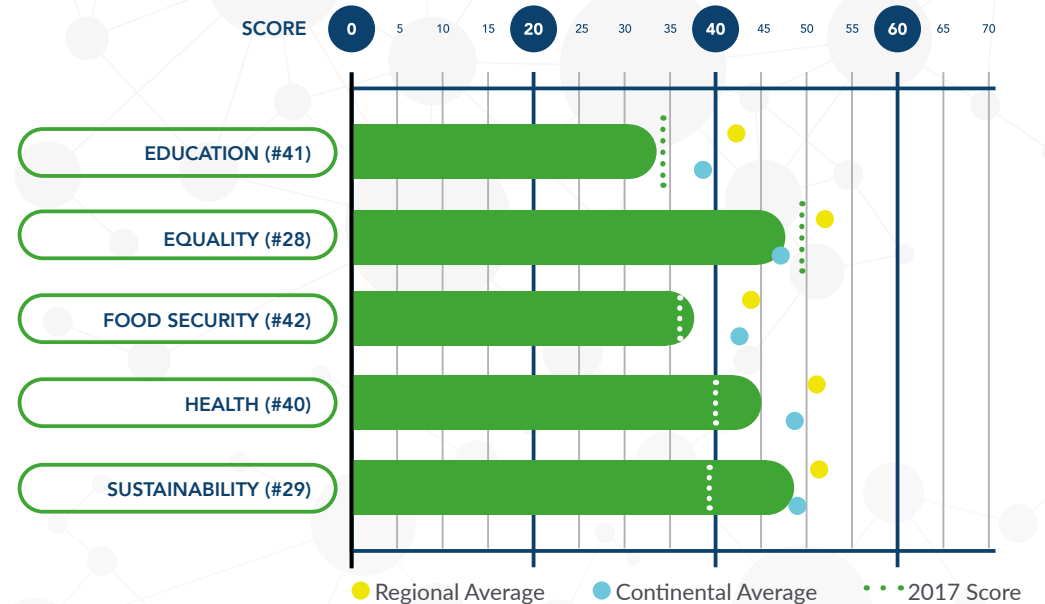


SOCIETAL OVERVIEW

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SOCIETAL SCORES & RANKINGS



SOCIETAL DATA COMMENTARY

<p>Mozambique data availability 95.92%</p>	<p>REGIONAL AVERAGE 84.54%</p>	<p>AFRICAN AVERAGE 75.28%</p>	<p>CONTINENTAL RANK #9</p>
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SOCIETAL STATISTICS

<p>POPULATION SIZE AND GROWTH RATE</p> <p>26,573,706 at 2.46% p.a (#14) (#17)</p>	<p>LIFE EXPECTANCY</p> <p>53.7 years (#45)</p>	<p>HIV PREVALENCE</p> <p>12.3% (#8)</p>	<p>SEXUALITY TOLERANCE</p> <p>Legal</p>
<p>ACCESS TO DRINKING WATER</p> <p>51.1% (#50)</p>	<p>HEALTH EXPENDITURE (% OF GDP)</p> <p>5.35% (#30)</p>	<p>PRIMARY EDUCATION EXPENDITURE (% OF GDP)</p> <p>49.25% (#12)</p>	<p>SOCIAL MEDIA PENETRATION</p> <p>6% (#36)</p>

CONTACT

IN ON AFRICA

PHONE: + (27) 11 027 4027

EMAIL: info@inonafrika.com

WEB: www.inonafrika.com

ADDRESS: 6 The Vines Place,
Fairland, 2030
Johannesburg, South Africa

 [@inonafrika](https://twitter.com/inonafrika)  [In On Africa](https://www.facebook.com/InOnAfrica)  [In On Africa](https://www.linkedin.com/company/InOnAfrica)

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