

MONTHLY NEWSLETTER

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Portuguese Version



Understanding Your Finances: The Basics of Financial Literacy

Financial literacy is a powerful tool that empowers individuals to make informed and effective decisions about their money. It goes beyond simply understanding the value of currency, it encompasses a broader comprehension of various financial aspects, including budgeting, saving, investing, and managing debt. In today's complex and dynamic world, the significance of financial literacy cannot be overstated.

Understanding how to manage personal finances effectively is crucial for individuals in today's complex financial landscape. Acquiring knowledge about concepts like budgeting ensures that individuals can live within their means, allocate resources wisely, and plan for financial goals in the short and long term.

Advantages of Financial Literacy

- An individual well-versed in financial matters has an advantage in establishing a robust foundation for their future. They possess the ability to strategically navigate decisions related to savings and investments, paving the way for financial security and independence.
- Financial decisions are integral to various aspects of life, from education and homeownership to retirement planning. Understanding how money works gives people the confidence to make wise decisions at every turn, reducing risks and maximizing opportunities.
- On a broader scale, communities and nations benefit from a financially literate population. It fosters economic growth by promoting responsible financial behavior, entrepreneurship, and a more robust financial infrastructure.
- Planning for retirement is a critical aspect of financial literacy. Individuals who understand the principles of investing, the importance of diversification, and the nuances of retirement accounts are better prepared to enjoy a comfortable and secure retirement.

Financial literacy is not just a personal skill, it's a societal asset. It empowers individuals to take control of their financial destinies, contributes to economic stability, and builds a foundation for a more prosperous future.

Carlyle Partners

Mozambique Financial Markets

By Banco BIG Mozambique

The inflation in Mozambique accelerated to 4.75% in October after six months of decline. In October, inflation was driven by increases in the prices of food and non-alcoholic beverages (3.21% compared to 3.01% in September); alcoholic beverages and tobacco (4.12% compared to 3.41%), clothing and footwear (1.61% compared to 1.45%), and housing, water, electricity, gas, and other fuels (8.45% compared to 8.40%). Monthly inflation was 0.30% compared to 0.34% in the previous month, and accumulated inflation rose slightly from 2.44% in September to 2.75% in October. According to data from the National Statistics Institute (INE), the average inflation over the last 12 months stood at 8.07% in October, compared to 8.65% in the previous month.

Inflation

Date	Homologous	Average 12 Months	Monthly	Accumulated
out/23	4.75%	8.07%	0.30%	2.75%
set/23	4.63%	8.65%	0.34%	2.44%
ago/23	4.93%	9.32%	-0.12%	2.10%
jul/23	5.67%	10.00%	-0.34%	2.22%
jun/23	6.81%	10.59%	-0.58%	2.57%
mai/23	8.23%	11.00%	-0.39%	3.16%
abr/23	9.61%	11.18%	0.24%	3.58%
mar/23	10.82%	11.08%	1.33%	3.32%
fev/23	10.30%	10.74%	0.97%	1.96%
jan/23	9.78%	10.44%	0.98%	0.98%

Source: National Institute of Statistics of Mozambique

SECONDARY MARKET

BVM – Shares

In the stock market, November was a positive month for CDM and HCB shares, which closed the month at MZN 50.0 per share (+11.11%) and MZN 2.50 per share (+25.00%), respectively, while EMOSE and Tropicália shares fell, closing the month at MZN 15.0 per share (-21.05%) and MZN 112.0 per share (-5.49%), respectively. The shares with the highest trading volume in the month were HCB and CMH, with around MZN 4.5 million and 1.2 million, respectively.

Shares	Price	Volume (MZN)	△ Weekly	△ Monthly	△ YTD
CDM	50.00	454,158	0.0%	11.11%	-13.8%
HCB	2.50	4,469,448	8.7%	25.00%	6.4%
CMH	2,600.00	1,196,000	0.0%	0.00%	23.8%
EMOSE	15.00	12,997	0.0%	-21.05%	-11.8%
TROPICALIA	112.00	99,047	24.4%	-5.49%	-6.7%

The table above shows the shares with higher transaction volume over the last (6) six months.

NEWS



AMS: 'Mozambican Insurers are Ready to Participate in Oil and Gas Projects,' Momade Mucusse

Source: Diário Económico*

Momade Mucusse, the General Secretary of the Mozambican Insurance Association (AMS), provided insights into the insurance market in Mozambique in an exclusive interview. He highlighted the structured and resilient state of the market, emphasizing the Mozambique Central Bank's decision to increase the capital of insurance companies.

Discussing participation in oil and gas mega-projects, Mucusse pointed out challenges, including a preference for foreign insurers despite the readiness of local insurers. He shared initiatives to expand micro-insurance, especially for informal workers, aiming to create affordable packages.

Notable growth was observed in the health insurance sector, driven by awareness of health-related costs. However, Mucusse acknowledged the need for greater dynamism in the automobile insurance sector, pointing to the creation of a common database for better control and transparency.

The General Secretary addressed concerns regarding insurance at the borders, highlighting efforts to reintegrate insurers into selling policies in these regions. He expressed optimism about the future prospects of the insurance sector in Mozambique, emphasizing the growing interest and concern of people regarding insurance.

*Economic, financial and business information portal produced in Mozambique

Our Values



SPEED



FREEDOM & RESPONSIBILITY



TRUST



EMPATHY



INNOVATION

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