



2026
N.01 | YEAR 01

FINANCIAL STATEMENTS 2025



Sovereign Wealth Fund



SOVEREIGN WEALTH FUND OF MOZAMBIQUE
FINANCIAL STATEMENTS
FINANCIAL YEAR ENDED 31 DECEMBER 2025
(Amounts expressed in US dollars)

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I. INTRODUCTION

The Mozambique Sovereign Wealth Fund (FSM) is a portfolio of financial assets owned by the State, with the following objectives: (i) to support the country's economic and social development; (ii) to accumulate savings for future generations through the collection of revenues derived from oil and natural gas exploitation, as well as from the returns on related investments; and (iii) to stabilise the State Budget in periods of volatility in oil revenues.

Established by Law No. 01/2024 of 9 January (the Mozambique Sovereign Wealth Fund Law) and regulated by Decree No. 13/2024 of 5 April, the FSM's regulatory framework also comprises an Investment Policy, a Management Agreement between the Government and the Banco de Moçambique, as well as other ancillary regulations.

Pursuant to Article 5 of Law No. 01/2024, the FSM's sources of revenue include: (i) revenues derived from the production of liquefied natural gas from Areas 1 and 4, offshore the Rovuma Basin, as well as from future oil and natural gas development and production projects; and (ii) returns on the investment of the Fund's revenues.

In compliance with Article 17 of Law No. 01/2024, the governance and management of the FSM are vested in the Assembly of the Republic, the Government, the Banco de Moçambique, the Supervisory Committee, and the Investment Advisory Council.

The FSM presents its unaudited financial statements, which reflect its financial position and the results of its operations for the year ended 31 December 2025. These financial statements have been prepared in accordance with International Accounting and Financial Reporting Standards (IAS/IFRS).

These financial statements were approved by His Excellency the Governor of the Banco de Moçambique, in his capacity as the highest authority responsible for the operational management of the FSM, pursuant to paragraph 4 of Article 20 of Law No. 01/2024 of 1 January.



II. SUMMARY OF FINANCIAL POSITION AND PROFIT OR LOSS

As at 31 December 2025, the FSM reported total assets of USD 110,184,446.63, total liabilities of USD 1,311.77, and equity of USD 110,183,134.86, including a net profit of USD 210,589.11.

The profit recorded for the year ended 31 December 2025 arose from interest earned on very short-term overnight deposit placements made with three foreign counterparties, starting on 12 December 2025:

- Bred Banque Populaire;
- The Toronto – Dominion Bank; and
- Sumitomo Mitsui Trust Bank, Ltd.



SOVEREIGN WEALTH FUND OF MOZAMBIQUE
UNAUDITED STATEMENT OF FINANCIAL POSITION
FINANCIAL YEAR ENDED 31 DECEMBER 2025
(Amounts expressed in US dollars)

| Assets | | |
|-------------------------------------|---|-----------------------|
| Cash and cash equivalents | 3 | 2,545.75 |
| Liquidity investments | 3 | 110,170,550.12 |
| Accruals and deferrals | 4 | 11,350.76 |
| Total assets | | 110,184,446.63 |
| Liabilities | | |
| Amounts payable | 5 | 1,103.07 |
| Other assets and liabilities | 6 | 208.70 |
| Total liabilities | | 1,311.77 |
| Equity | | |
| Capital | 7 | 109,972,545.75 |
| Net result | | 210,589.11 |
| Total equity | | 110,183,134.86 |
| Total liabilities and equity | | 110,184,446.63 |



SOVEREIGN WEALTH FUND OF MOZAMBIQUE
UNAUDITED STATEMENT OF PROFIT OR LOSS
FINANCIAL YEAR ENDED 31 DECEMBER 2025
(Amounts expressed in US dollars)

| | | |
|--|-----|-------------------|
| Interest and similar income | 8.1 | 211,900.88 |
| Fees, bank charges, price variations and late payment interest | 9 | (1,311.77) |
| GROSS RESULT | | 210,589.11 |
| OPERATING RESULT | | - |
| NET PROFIT FOR THE YEAR | | 210,589.11 |



SOVEREIGN WEALTH FUND OF MOZAMBIQUE
UNAUDITED STATEMENT OF CHANGES IN EQUITY
FINANCIAL YEAR ENDED 31 DECEMBER 2025
(Amounts expressed in US dollars)

| | Capital | Fair Value Revaluation Reserves | Non-Distributable Reserves | Legal Reserves | Retained Earnings | Net Result | Total Equity |
|---|-----------------------|--|-----------------------------------|-----------------------|--------------------------|-------------------|-----------------------|
| Transfer to retained earnings of the result for the 2024 financial year | - | - | - | - | - | - | - |
| Initial capital | 109,972,545.75 | - | - | - | - | - | 109,972,545.75 |
| Total net result for the 2025 financial year | - | - | - | - | - | 210,589.11 | 210,589.11 |
| Balances as at 31 December 2025 | 109,972,545.75 | - | - | - | - | 210,589.11 | 110,183,134.86 |



SOVEREIGN WEALTH FUND OF MOZAMBIQUE
UNAUDITED STATEMENT OF CASH FLOWS
FINANCIAL YEAR ENDED 31 DECEMBER 2025
(Amounts expressed in US dollars)

| Description | |
|---|-----------------------|
| CASH FLOWS FROM OPERATING ACTIVITIES: | |
| Net result for the year | 210,589.11 |
| Pending settlement operations | (10,038.99) |
| Cash flows from investments and financial instruments | 200,550.12 |
| Net cash from operating activities | - |
| CASH FLOWS FROM INVESTING ACTIVITIES: | |
| Net cash from investing activities | - |
| CASH FLOWS FROM FINANCING ACTIVITIES: | |
| Changes in capital instruments | 109,972,545.75 |
| Net cash from financing activities | 109,972,545.75 |
| Net increase/(decrease) in cash and cash equivalents | |
| Cash and cash equivalents and liquidity investments at the beginning of the year | - |
| Cash and cash equivalents and liquidity investments at the end of the year | 110,173,095.87 |
| Cash and cash equivalents and liquidity investments at the end of the year | 110,173,095.87 |

NOTE 1 – BASIS OF PREPARATION

1.1. Introduction

The Mozambique Sovereign Fund (FSM), established by Law No. 01/2024 of 9 January, is a portfolio of financial assets owned by the State, with the following objectives: (i) to support the country's economic and social development; (ii) to accumulate savings for future generations through the collection of revenues from the exploitation of oil and natural gas, as well as returns from the related investments; and (iii) to stabilise the State Budget in the event of volatility in oil revenues.

The financial statements for the year ended 31 December 2025 were approved by His Excellency the Governor of the Banco de Moçambique, in his capacity as the highest authority responsible for the operational management of the FSM, in compliance with paragraph 4 of Article 20 of Law No. 1/2024 of 1 January.

The accompanying financial statements are presented in United States dollars (USD) and were prepared in accordance with the fundamental principles of going concern, substance over form, materiality, and historical cost.

1.2. Structure of the financial statements

The financial statements presented were prepared in accordance with International Financial Reporting Standards (IFRS) and in compliance with the legal instruments governing the FSM, namely the FSM Law (Law No. 1/2024 of 9 January), the Regulation of the FSM Law approved by Decree No. 13/2024 of 5 April, the Investment Policy (Resolution No. 38/2025 of 7 November), the Management Agreement between the Banco de Moçambique and the Ministry of Finance signed in November 2025, as well as other ancillary regulatory instruments.

In cases where IFRS conflict with the legal instruments governing the FSM, the respective legal instruments and other policies inherent to the nature of the activities of a sovereign wealth fund shall prevail.



NOTE 2 – KEY ACCOUNTING POLICIES

2.1. Key accounting policies

The key accounting policies adopted by the FSM are described below.

2.1.1. Foreign currency transactions

The FSM's accounting records are processed and maintained in United States dollars and may be converted into the national currency, the Metical, at the exchange rate prevailing as at the reporting date.

The exchange rate to be applied for conversion into meticais is MZN/USD 63.91, as at 31 December 2025.

2.1.2 Financial assets and liabilities

Financial assets and liabilities are recognised on the trade date, in compliance with IFRS 9 Financial Instruments, recognition and measurement.

In accordance with IFRS 9, investments in time deposits are, as a general rule, classified as financial assets measured at amortised cost. That classification applies when the entity's objective is to hold the asset in order to collect contractual cash flows (principal and interest).

The table below sets out the FSM's financial assets and liabilities as at 31 December 2025, classified in accordance with the different IFRS 9 categories.

| | Financial assets at amortised cost | Receivables and Payables |
|--|---------------------------------------|-----------------------------|
| Financial assets | | |
| Cash and cash equivalents with credit institutions | 110,173,095.87 | - |
| Accruals and deferrals | - | 11,350.76 |
| Total financial assets | 110,173,095.87 | 11,350.76 |
| Financial liabilities | | |
| Amounts payable | - | 1,103.07 |
| Other assets and liabilities | - | 208.70 |
| | - | 1,311.77 |

Financial assets measured at amortised cost comprise cash and cash equivalents amounting to USD 2,545.75 and overnight deposits making up USD 110,170,550.12. Accruals and deferrals amounting to USD 11,350.76 relate to the accrual of interest on overnight deposits.

2.1.3. Interest rate risk

Market risk refers to the probability of negative impacts on results or capital arising from adverse movements in the market prices of the financial instruments held by the FSM, such as the risk of fluctuations in interest rates.

The FSM assumes exposure to market risk, namely risks arising from open positions in interest rates.

The table below summarises the FSM's exposure to interest rate risk.

| | Up to 1 month |
|--|-----------------------|
| Financial assets | |
| Cash and cash equivalents with credit institutions | 110,173,095.87 |
| Accruals and deferrals | 11,350.76 |
| Total financial assets | 110,184,446.63 |
| Financial liabilities | |
| Amounts payable | 1,103.07 |
| Other assets and liabilities | 208.70 |
| Total financial liabilities | 1,311.77 |

2.1.4. Credit risk

The FSM is exposed to a certain level of credit risk, namely the risk that its counterparty or counterparties may default. As at 31 December 2025, the FSM's asset portfolio had the following credit ratings:

| Rating | Financial assets at amortised cost | Cash and cash equivalents | Total |
|-------------------------------|---------------------------------------|------------------------------|-----------------------|
| A+ | 75,107,492.41 | - | 75,107,492.41 |
| A | 35,063,057.71 | - | 35,063,057.71 |
| No rating | - | 2,545.75 | 2,545.75 |
| Total financial assets | 110,170,550.12 | 2,545.75 | 110,173,095.87 |



SOVEREIGN WEALTH FUND OF MOZAMBIQUE
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An “A+” or “A” rating on financial instruments, assigned by credit rating agencies such as Standard & Poor’s or [Fitch](#), represents a high-quality classification with low credit risk. This indicates that the issuing entity has a strong capacity to meet its financial obligations, offering a high level of security to investors.

NOTE 3 – CASH AND CASH EQUIVALENTS WITH CREDIT INSTITUTIONS

Cash and cash equivalents and placements with credit institutions are mainly composed of short-term financial assets (overnight deposits), classified as liquidity investments, the nature of which is analysed as follows:

Cash and Cash Equivalents with Credit Institutions

| | |
|--|-----------------------|
| Demand deposits – cash | 2,545.75 |
| Placements with Credit Institutions | |
| Short-term deposits – overnight | 110,170,550.12 |
| | 110,173,095.87 |

As at 31 December 2025, the maximum and minimum interest rates applicable to these foreign currency (overnight deposit) investments were as follows:

| | Minimum | Maximum |
|---------------|---------|---------|
| Up to 1 month | 3.60% | 3.90% |

NOTE 4 – ACCRUALS AND DEFERRALS

This item relates to the accrual of one day's interest arising from overnight investments and has the following structure:

Accruals and deferrals

| | |
|---------------------|------------------|
| Accrual of interest | 11,350.76 |
| | 11,350.76 |

NOTE 5 – AMOUNTS PAYABLE

This item comprises amounts relating to account maintenance costs for the 2025 financial year and has the following structure:



SOVEREIGN WEALTH FUND OF MOZAMBIQUE
NOTES TO THE FINANCIAL STATEMENTS
FINANCIAL YEAR ENDED 31 DECEMBER 2025
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Amounts payable

| | |
|---------------------|-----------------|
| Banco de Moçambique | 1,103.07 |
| | 1,103.07 |

The Banco de Moçambique, in its capacity as manager of the FSM, pays these costs on behalf of the FSM as an advance, subject to subsequent recovery.

NOTE 6 – OTHER ASSETS AND LIABILITIES

This item is broken down as follows:

Other assets and liabilities

| | |
|----------------|---------------|
| Deferred costs | 208.70 |
| | 208.70 |

The amount of deferred costs relates to the accrual of account maintenance costs with the custodian.

NOTE 7 – CAPITAL

The FSM's capital corresponds to revenues derived from the production of liquefied natural gas from Areas 1 and 4, offshore the Rovuma Basin, in accordance with Article 5 of Law No. 1/2024 of 9 January, amounting to USD 109,972,545.75 as at 31 December 2025.

NOTE 8 – NET INTEREST INCOME

The FSM's net interest income is composed of "interest and similar income" and "interest and similar expenses".

NOTE 8.1 – INTEREST AND SIMILAR INCOME

This item consists of:

Interest on time deposits – overnight

Interest and similar income

| | |
|--|-------------------|
| Juros de Depósitos a prazo - Overnight | 211,900.88 |
| | 211,900.88 |



SOVEREIGN WEALTH FUND OF MOZAMBIQUE
NOTES TO THE FINANCIAL STATEMENTS
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(Amounts expressed in US dollars)

NOTE 8 – FEES, BANK CHARGES, PRICE VARIATIONS AND LATE PAYMENT INTEREST

Fees, bank charges, price variations and late payment interest

| | |
|-----------------------|---------------|
| Fees and Bank Charges | 208.70 |
| | 208.70 |

Fees and bank charges relate to the accrued amounts for December 2025.

BANCO DE MOÇAMBIQUE, OPERATIONAL MANAGER OF THE FSM
30 JANUARY 2026

Rogério Lucas Zandamela
Governor

