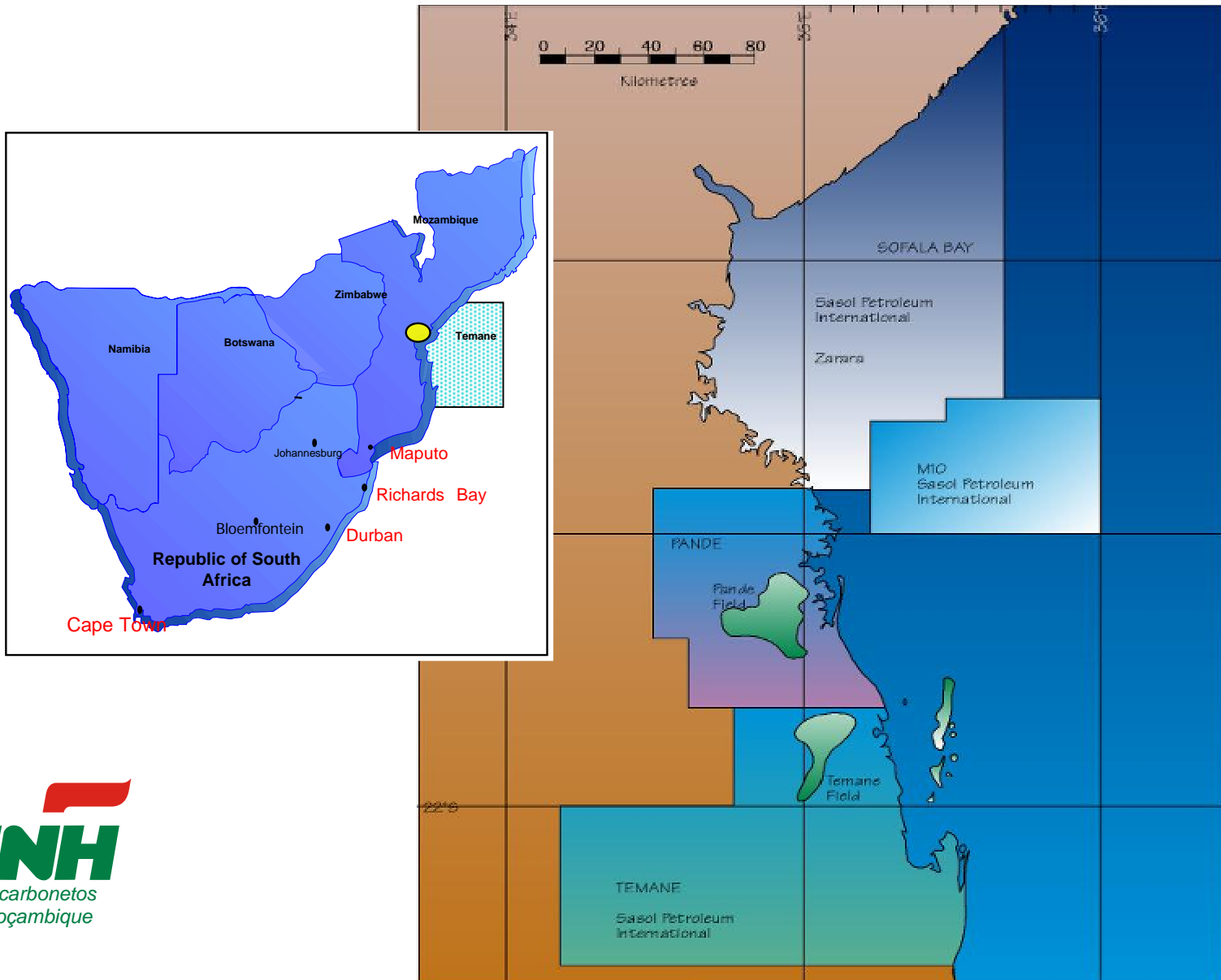




**A FORÇA DA ENERGIA LIMPA
MOÇAMBICANA**

MOZAMBICAN GAS FIELDS

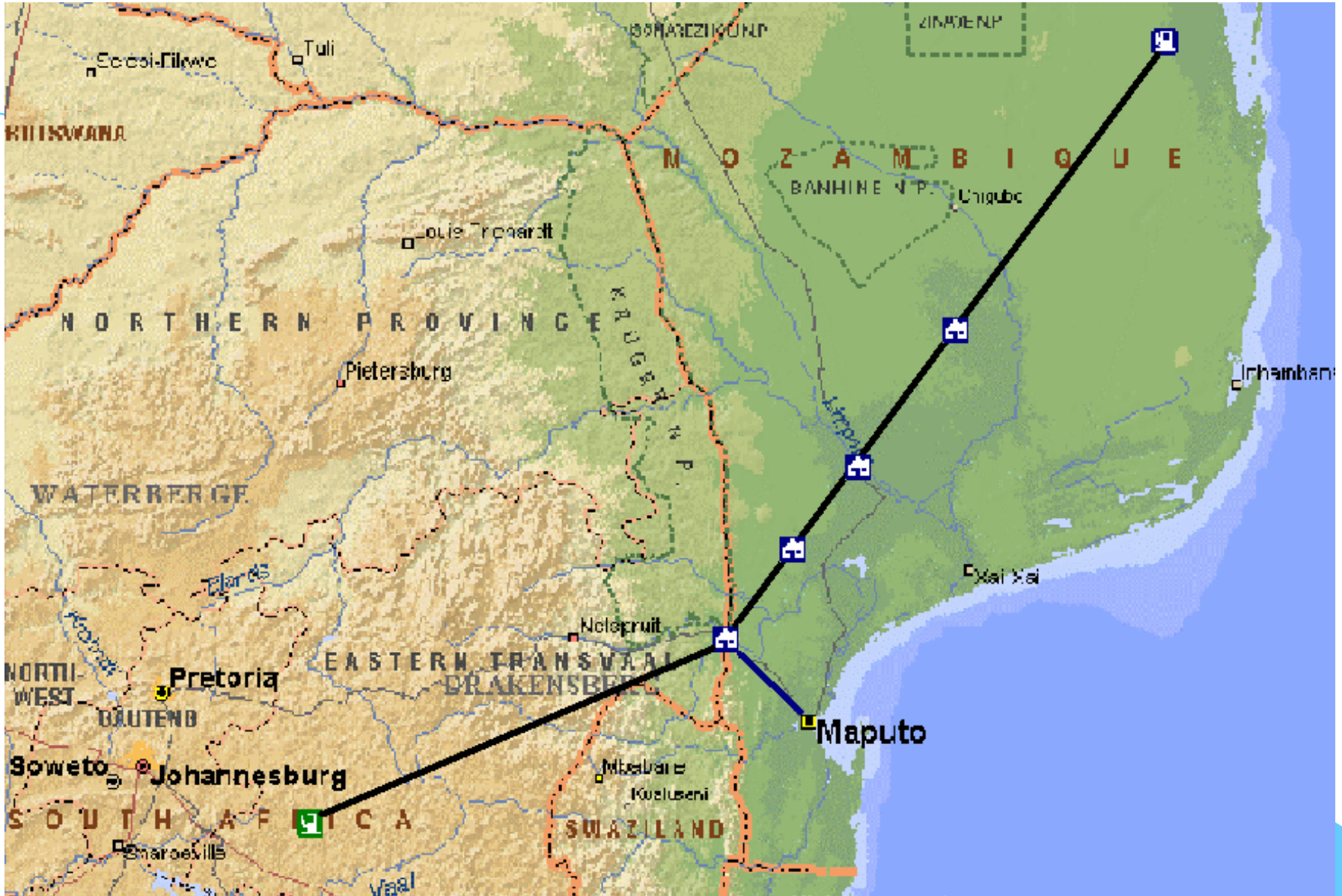




MOZAMBIQUE FACTS

- ◊ **One of the poorest, least developed countries with very low socioeconomic indicators.**
- ◊ **Population 18 million of which 50% lives in absolute poverty. Ranked 168th out of 177 countries by UN Human Development Report.**
- ◊ **Good track record on economic reform, experiencing notable economic growth – 7% in 2003. Government predicts 7% - 10% for next 5 years.**
- ◊ **Due to extensive economic reform: inflation stabilized; state-owned enterprises frequently privatised to strategic foreign investors.**
- ◊ **Foreign investment projects should lead to substantial export growth.**

GAS PIPELINE MOZAMBIQUE – SOUTH AFRICA



MSP PIPE LINE construction and materials

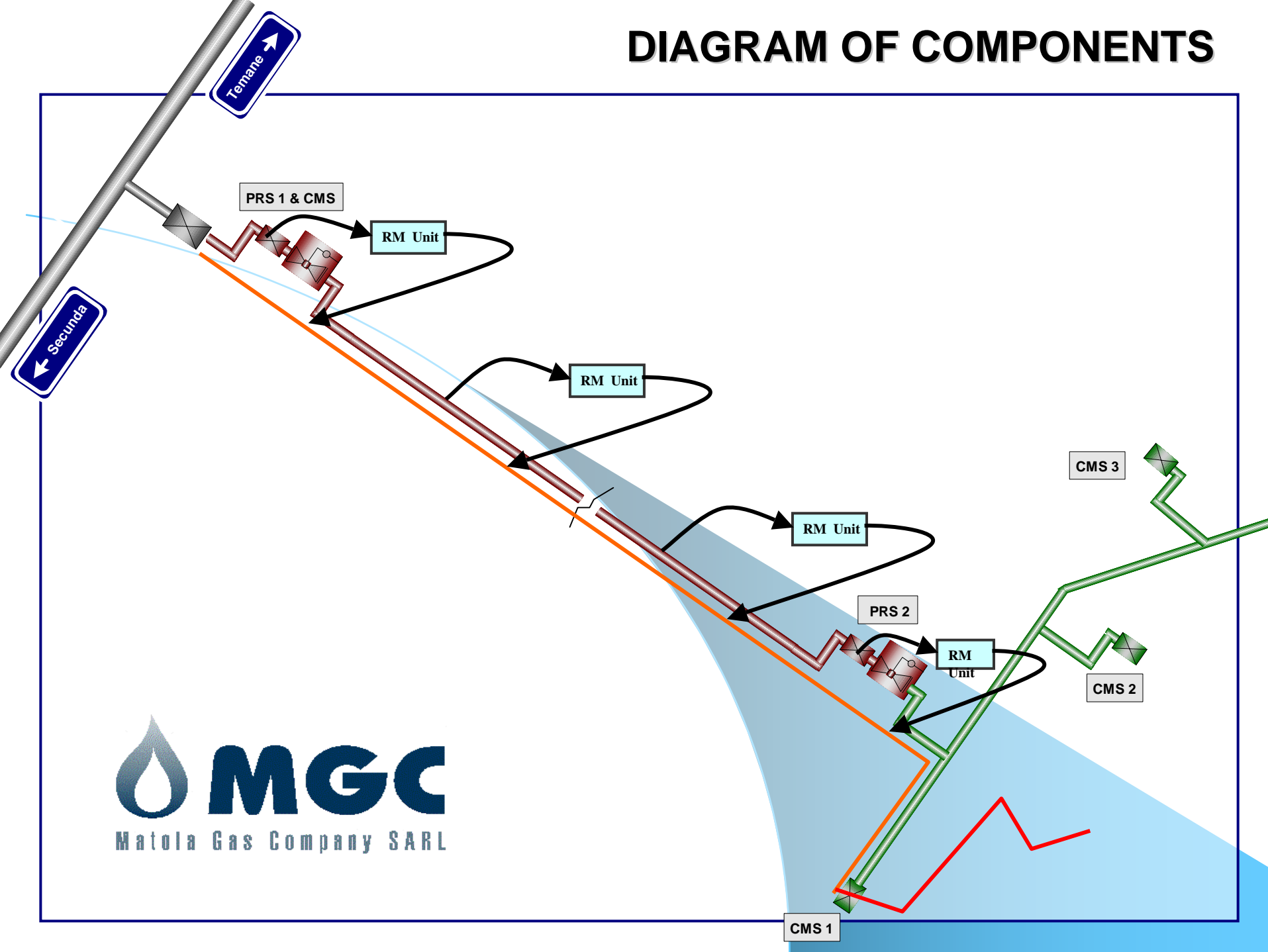




MATOLA GAS COMPANY SARL

- ◊ **Established through co-operation between Mozambican Government and Private Investors in 2004.**
- ◊ **Shareholding by SA and Moz. Investors, ENH and SA Pension Fund.**
- ◊ **Limited recourse funding through SA Banks.**
- ◊ **Construction of 100 km transmission and distribution pipelines completed in 2005 on schedule and within \$ 30 mil budget.**
- ◊ **Imported fuels replaced with Natural Gas at 14 industrial customers.**

DIAGRAM OF COMPONENTS





PIPE LAYING



PIPELINE CONSTRUCTION IN MATOLA



METERING STATION AT MOZAL

Deforestation due to use of wood & charcoal



COMMUNITY KITCHEN





CONVERTING DIESEL TURBINE TO GAS



MOZAMBIQUE PERSPECTIVE

- ◊ **Import Replacement** **Foreign exchange saving**
- ◊ **Stimulate Economic Growth** **New investments and restart closed industries**
- ◊ **MGC Experience** **Capacity building**
- ◊ **Mozambican gas for Mozambique**