



International  
Labour  
Organization



# SUPPORTING INFORMAL ENTERPRISES TRANSITION TOWARDS SUSTAINABLE GROWTH AND FORMALIZATION IN MOZAMBIQUE

## INFORMAL ECONOMY PROJECT

### FEBRUARY 2022 – JUNE 2027



**DONORS**  
European Union | UNDP

**CONTACTS**  
UNDP Mozambique  
Email: [registry.mz@undp.org](mailto:registry.mz@undp.org)  
Avenida Kenneth Kaunda, Nr. 931, Maputo

Tel: +258 21 481 400  
Fax: +258 21 491 691



The informal economy project is an African, Caribbean, and Pacific (OACPS) Group of States initiative financed by the European Union (EU) and United Nations Development Programme (UNDP). The project is implemented by UNDP in partnership with the International Labour Organization (ILO) through different partners at the country levels.

## CONTEXT AND RATIONALE

The informal sector plays a significant role in Mozambique's overall economic activity. It accounts for more than 80 percent of total employment and with a share of up to 40 percent of the Gross Domestic Product (GDP) of the country. Despite its significant contribution, informal enterprises face barriers such as limited access to finance, inadequate business management skills, legal and regulatory hurdles.

## OBJECTIVE



The main objective of the project is to enable informal enterprises transition towards sustainable growth and formalization in the Mozambique through an integrated, coherent, and mutually reinforcing interventions at national and sectoral levels.

## PROJECT OUTPUTS



**Supporting the creation of enabling policy and regulatory environment**



**Facilitating access to finance**



**Building capacity among the intermediaries and informal enterprises**



**Fostering collective actions and innovations to address gaps in selected sector**



**Disseminating knowledge and experience at the regional and global level**

## TARGET BENEFICIARIES

- Informal Enterprises
- Intermediaries (including financial institutions, tech-driven financial firms, aggregators, incubators, and accelerators)
- National Government

## KEY TARGET RESULTS / EXPECTED RESULTS



**1 National formalization roadmap and action plan**



**2 Incentive schemes for formalization to be developed and implemented**



**12 Financial intermediaries supported:** Develop 4 digital financial solutions & 8 innovative financial products



**5 Target number of accelerators and Incubators to be supported**



**500 Training of Trainers (ToTs) to be provided**



**2,400 Informal enterprises to be trained**