



KIMBERLEY PROCESS CERTIFICATE SCHEME
ANNUAL REPORT 2022
REPUBLIC OF MOZAMBIQUE

A. INSTITUTIONAL FRAMEWORK

Part A Constant	Part B- Variable
<p>KP Focal Point The Kimberley Process Management Unit is responsible authority for the implementation of the KPCS in Mozambique</p> <p>The contact person(s) and official Coordinator(s) to deal with the implementation of the KPCS are as follows:</p> <p>Mr Castro José Elias - Executive Secretary of Kimberley Process Management Unit Cell phone: +258-849114920 Direct Line: +258-20646020 E-mail: castrojelias@gmail.com castro.elias@ugpk.gov.mz</p> <p style="text-align: center;">And</p> <p>Mr Francisco Luis Junior Head of Legal Advisory and Cooperation Division and Focal Point of Kimberley Process Cell phone: +258-848346182 Email: fluisjunior80@gmail.com francisco.junior@ugpk.gov.mz</p> <p>The Kimberley, Precious Metals and Gems Process Management Unit, abbreviated UGPK, a technical implementing body of the Kimberley Process, was created By Decree Nr. 26/2015 of 20 November.</p> <p>UGPK is a public institution with technical and administrative autonomy, and its main mandate are all aspects related to the implementation of the Kimberley Process, namely: the management of technical and administrative procedures for screening, security and internal control of rough diamonds, in the context of the Kimberley process and the marketing of precious metals and gems.</p>	

The UGPK by-laws has been approved by Resolution Nr. 22/2017 of 14 November.

Thus, within the scope of its mandate, this document summarizes the activities carried out by the institution in the year 2022, in the context of compliance with the Plan of Activities approved for the same year, we here by highlighting the main activities carried out in the context of the implementation of the Kimberley Process Management Unit, such as dissemination of its role at national level, with a view to enable the admission of the country to the Kimberley Process Certification Scheme, as well as the activities of screening and registration of production of precious metals and gemstone.

Activities Carried out in the Year 2022

Regarding the Training

We are glad to mention that from August to September 2022, five (5) technicians, were trained, on Diamond grading Lab; Colored stone grading Lab and Gem Identification Lab at Gemological Institute of America (GIA), Bangkok, Thailand

Regarding Infrastructure

The rehabilitation of the Kimberley Process Management Unit's headquarters based in Maputo, as well as the Trading Depot of Rough Diamonds, Precious Metals and Gemstone of Maputo, were completed. Ongoing the rehabilitation the Trading Depot of Rough Diamonds, Precious Metals and Gemstone of Manica and Nampula funded by the Government of Mozambique through the Mining and Gas Technical Assistance Project (MAGTAP).

UGPK's Participation in the Process Kimberley Process Meeting In New York, Peer Review Visit Team, Intersessional and Plenary Meeting

The Executive Secretary of Kimberley Process Management Unit, accompanied by the focal point attend the Kimberley Process Meeting in New York from 12-20 March

The team from Kimberley Process Management Unit integrated the Peer Review Visit team to the Republic of Zimbabwe from 15 to 21 May 2022

A team of UGPK, headed by the Executive Secretary, participated from 20 to 25th June in the intersessional meeting of the Kimberley Process in Kasane, Republic of Botswana. In November 2022, the Kimberley Process Management Unit team attend in Gaborone, Republic of Botswana, from 1st to 4th a plenary Session of Kimberley Process.

B. LEGAL FRAMEWORK

Part A: Constant

The main Legal Framework that governs the UGPK activities are as follows:

- Law Nr.20/14, of August 18, the mining law;
- Mining Law Regulation, approved by Decree Nr. 31/15, of December 31, amended by Decree nr. 48/2022; of October 13.
- Decree Nr: 63/2021 of September 1, **Regulation for Trading of Diamonds, Precious Metals and Gems;** and
- Decree Nr. 64/2021 of September 1st updated the Decree Nr. 26/15, of November 20.

Part B- Variable

The Decrees 25 and 26 were updated by Decrees nr. 63/2021 of 1 September and 64/2021 of 1 September, and are attached for your perusal. Additionally, it is important to mention that, the changes were substantial as to facilitate the operation and management of mining

	activity licensing process, and the Minerals Trad oversight, by UGPK, and collect data of the precious stones and metals for statistic.
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C. IMPORT AND EXPORT REGIME

Part A- Constant Did not start trading yet as we are getting the company resuming the exploration activities suspended in 2016 and further phases.	Part B- Variable All information regarding the Import and Export are included at Decree n°63/2021 of 1 September
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D. SYSTEM OF INTERNAL CONTROLS AND INDUSTRY SELF-REGULATION

Part A -Constant Did not start trading yet as we are getting the company resuming the exploration activities suspended in 2016 and further phases.	Part B Variable All information regarding to Import and Export are included in Decree n°63/2021 of 1 September, the Trading regulation.
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E. STATISTICS

Part A – Constant Did not start trading yet	Part B-Variable
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F. IMPLEMENTATION OF RECOMMENDATIONS OF KIMBERLEY PROCESS REVIEW VISITS AND/OR REVIEW MISSIONS –

- Planned several sessions of the Training of the revenue authorities on the KP procedures at the export point;

G. INFRINGEMENTS AND COOPERATION WITH RESPECT TO ENFORCEMENT – only for reporting period

- None

H. MISCELLANEOUS

- Approved the KP Certificate; and
- Approved the packaging model for sealing the minerals.

I. Information on irregularities encountered or non-compliance with the KPCS by other Participants

- None

Follow-up to previous annual report assessment.

- None

Currently ongoing the process of updating the Trading Regulation as to reserve a percentage of Diamonds, precious metals and stones, for value addition in country as to promote the countries industrialization.