

INPATRIATES

Mozambique

Tax facts for International Assignees



INCOME TAX: WHO IS LIABLE/RESIDENCY

Domicile Tax Rules

According to Article 21 of the Individual Income Tax Code, residents in Mozambican territory are persons who, in the year to which the income refers:

- Have resided in Mozambique for more than 180 consecutive or interpolated days;
- Have stayed in Mozambique for a shorter period but have a home there under conditions that lead to the supposition that they intend to keep and occupy it as a permanent residence;

- Execute duties or missions of a public nature overseas, in the service of the Republic of Mozambique;
- Are crewmembers on ships or aircrafts, as long as they are engaged by entities whose residence, head office or effective management is in Mozambican territory.

Persons who make up a household are always treated as residents, as long as any person in charge of the household resides in Mozambican territory.

Liable persons are under a duty to inform the tax administration authorities of their residence.

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INCOME TAX RATES AND SOCIAL SECURITY CONTRIBUTIONS

INCOME TAX RATES

Income Brackets In MZN (A)	Number of Dependents (Amount To Add) (B)					Rate (C)
	0	1	2	3	4 Or More	
Less Than 20.249,99	-	-	-	-	-	0%
From 20.250,00 To 20.749,99	0	-	-	-	-	10%
From 20.750,00 To 20.999,99	50	0	-	-	-	10%
From 21.000,00 To 21.249,99	75	25	0	-	-	10%
From 21.250,00 To 21.749,99	100	50	25	0	-	10%
From 21.750,00 To 22.249,99	150	100	75	50	0	10%
From 22.250,00 To 32.749,99	200	150	125	100	50	15%
From 32.750,00 To 60.749,99	1.775	1.725	1.700	1.675	1.625	20%
From 60.750,00 To 144.749,99	7.375	7.325	7.300	7.275	7.225	25%
Above 144.750,00	28.375	28.325	28.300	28.275	28.225	32%

How to calculate:

1. The gross monthly salary will be subtracted by the minimum range that fits in column A.
2. The value found in the previous paragraph shall be multiplied by the rate in column C.
3. The figure recorded in the previous paragraph is added to the amount in column B depending on the number of dependents of the taxpayer. In the case that the amount found is represented by “-” there will be no tax paid.

SOCIAL SECURITY CONTRIBUTIONS

According to the Social Security Regulation, approved by Decree 51/2017, October 9, , the amount payable for social security corresponds to 7% of which 4% is the employer contribution and the remaining 3% is contribution by the employee.

For further information and to register for future updates contact expat@bdo.global

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