

[Headlines](#)[Business & Economy](#)[Politics & Society](#)[International](#)<http://www.clubofmozambique.com/>

Gapi revitalises “Citricos do Umbelúzi” Company – Mozambique

8:13 CAT | 24 Jan 2018

*Photo: Supplied*

Citricos do Umbelúzi (Citrum) that employs 300 people at Umbelúzi, earned over 18.5 Million Meticaís (US\$300,000) in 2017 from exports and local sales of citrus fruits and bananas. The citrus estates ran into difficulties and Gapi intervened investing 60 Million Meticaís (US\$1 000 000) and restructured the company’s administration, finances and management systems. Today, Citrum operates two estates covering 600 hectares in Boane and Namaacha.

Gapi as a development finance institution was asked to intervene as the company is

considered of strategic importance in the local economy and a large employer whose jobs were now at risk following the transition from state owned plantations to the private sector.

In order to re- restructure critical companies, Gapi's intervention combines financial tools with management assistance.

"When we were able to stabilise the company and its business, we created conditions to attract investors with the technical tools and skills to continue our intervention," said Victor Ribeiro, Gapi's Manager at Citrum.

To restructure and re-launch these important companies in the national economy, Gapi has combined its own resources with those of partner institutions such as Danida, KfW, African Bank and others.



"After years of restructuring the company, we were able to turn Citrum into an attractive company for investors and in 2016 we signed a contract with a group of national investors who are buying a large part of our share in the company. Now, together we have been able to attract an international investor who wants to complement the efforts of domestic investors" – added Victor Ribeiro.



After emphasising that labour conflicts have been the most complex aspects in relaunching locally important economic activities, Gapi's manager at Citrum concluded:

"Gapi has a long-term view and we know how to be persistent in finding solutions to these problems. In the case of Citrum we had another success in the rehabilitation of a company in the agricultural sector and with an impact on the maintenance and generating rural jobs. We are now with national and international investors to implement a project of more than 240 Million Meticaís (US\$4 000 000) to expand the banana and rehabilitation areas of citrus orchards. Despite the water restrictions in the Umbelúzi basin the project

is financially interesting and we will create opportunities for other national investors also to benefit from this business opportunity."

Source: GAPI / Press Release



Show comments



Also read

Quick links