

**INVENTORY OF INVESTMENT INCENTIVES IN KEBBI STATE DECEMBER, 2023**

Legal reference: [https://kebbistate.gov.ng/sites/default/files/KEBBI%20STATE%20INDUSTRIAL%20POLICY\\_0.pdf](https://kebbistate.gov.ng/sites/default/files/KEBBI%20STATE%20INDUSTRIAL%20POLICY_0.pdf)

S/No	Name of Incentive & Description	Duration	Eligibility	Sector	Agency Awarding	Implementing Agencies	Legal Reference Instrument	Year Introduced	Objective of the Incentive	No of entities qualified in 2022
1.	<b>Stabilization Incentive</b> (for large businesses) offers ' - Free land lease (Terms & Conditions apply) + Exemption from payment of State-imposed levies/ charges, namely: Tenement Rates;Ground Rent; and Intent/Processing Fee for C of O.	3 Years	Evidence of Registration with CAC -Evidence of Registration with NIPC, for Companies with foreign interest -Registration with KIPA -Quantum of Investment: Foreign/large Domestic Investments of a minimum of 2 billion Naira - Agribusiness Value Chain components: (a) Pre-production, Production and Post-production & marketing qualifying activities - fertilizer blending/production, seed multiplication/distribution. large scale production of	Agri-business	Min. of Commerce	Kebbi State Investment Promotion Agency (KIPA) Board of Internal Revenue (BIR) Min. of Lands, Housing & Urban Dev. With copies forwarded to all relevant MDAs and host Local Government Council	Industrial Policy Framework 2022		To attract new industrial investments; -To support large business stabilization -To encourage expansion and reinvestment around the agribusiness	0
2.	<b>Consolidation Incentive</b> (for Medium Enterprises) - This offers investors full exemption from State-based imposed Levies and charges plus - Free land (Terms & Conditions apply) - Signage Levy; - Business Premises;	2 Years	Evidence of Registration with CAC -Evidence of Registration with NIPC, for Companies with foreign interest -Registration with KIPA. Quantum of investment of Minimum of N500M. -Minimum employment of 50 semi- skilled/skilled State indigenes -Agribusiness Value Chain components: -Pre-production, Production and -Post-production & marketing qualifying activities: fertilizer blending/	All Sectors	Min. of Commerce	KIPA,BIR, Min of Lands and Housing Development, Min of Justice	Industrial Policy Framework 2022	Nov, 2022	To encourage industrial Investment in all sectors particularly Agribusinesses value chain -To facilitate economic participation in industrial investment	0
3.	<b>Businesses Consolidation Incentive</b> (for	One Year	This incentive is available to business that are below 200 million Naira	All Sectors	Min. of Commerce	Board of Internal Revenue	Industrial Policy		To enable intergration of micro	0
4	<b>MSE Service Charges Subsidy</b> This offers micro enterprises 50% discount for business development services through Government initiatives, namely: • Bankable business plan; cost	First Year	All registered MSMEs are eligible with CAC registration or Ministry of Commerce/NASME registration	All Sectors	Min. of Commerce BIR NASME Ministry of Agriculture and Rural Development	State	Industrial Policy Framework	Nov, 2022	To encourage and prepare MSMEs for active participation in the agribusiness value chain	0

5.	<b>Pioneer Status Incentive</b> Under IDITRA, companies engaged in industries/products approved as 'pioneer industries/products' shall be (a) granted income tax relief for a period of three years, which can be extended for a period of one year and thereafter another one year, or for one period of	Tax Holiday 3years	i. Applications must be made within the first year of operational activities. ii. Applicant must be engaged in activities listed as pioneer industry or product. Kindly refer to the qualified list of industries and products on NIPC's website. iii. A non-current tangible asset of over one hundred million naira (N100 million) iv. Applicant must demonstrate the tangible impact its activity (project) will have on	Industrial Dev.	Nigerian investment Promotion Commission	Industrial Inspectorate Department, Federal Ministry of Industry, Trade and Investment =Federal Inland Revenue Service	Section 10 and 17 of the Supplement to Official Gazette No. 5, Vol. 51, 9th January, 1964, Part B. LN.2 of, 1964 LG INDUSTRIAL DEVELOPMENT (INCOME TAX	1964	To encourage pioneer Industrial Development	2
6.	<b>Rural investment allowance</b> Where a company incurs capital expenditure on the provision of facilities such as electricity, water or tarred road for the purpose of a trade or business, such company shall enjoy	Relief	i. The company must be located at least 20 kilometres away from such facilities provided by the government; ii. Cannot be enjoyed if already enjoyed provision of Section 32: Reconstruction investment allowance; iii. Allowance can only be	All Sectors	Federal Inland Revenue Service	NIPC	Section 34 COMPANIES INCOME TAX ACT An Act to consolidate the provisions of the Companies	1 April, 1977	To facilitate rural development	5
7.	<b>Value Added Tax Exempt on Unprocessed Food items</b> Outright exemption from VAT for any unprocessed staple food item, whether or not it is packaged. This, to FIRS, means that for a food item to be exempted from	Tax Exemption with no time limit	To be eligible, i. the goods are physically present in Nigeria at the time of supply, imported into Nigeria, assembled in Nigeria or installed in Nigeria, or ii. the beneficial owner of the rights in or over the goods is a taxable person in Nigeria and the goods or right is situated,	Agriculture	Federal Inland Revenue Service	Federal Ministry Of Agriculture	VALUE ADDED TAX ACT An Act to impose and charge Value Added Tax on certain goods and services and	Dec,19 93	To increase agricultural productivity	75,000
8.	<b>Value Added Tax Exempt on all medical and pharmaceutical products.</b> Outright exemption from VAT for all medical and pharmaceutical	Tax Exemption with no time limit	To be eligible, i. the goods are physically present in Nigeria at the time of supply, imported into Nigeria, assembled in Nigeria or installed in Nigeria, or ii. the beneficial owner of the rights in or over the	Medical and Pharmaceutical	Federal Inland Revenue Service	Federal Ministry of Health	VALUE ADDED TAX ACT An Act to impose and charge Value Added Tax	Dec,19 93	To ensure low cost health services	1223
9.	<b>Value Added Tax Exempt on all Baby Products</b> Outright exemption from VAT for all Baby Products	Tax Exemption with no time limit	To be eligible, i. the goods are physically present in Nigeria at the time of supply, imported into Nigeria, assembled in Nigeria or installed in Nigeria, or ii. the beneficial owner of the rights in or over the	Baby products	Federal Inland Revenue Service	Federal Inland Revenue Service	VALUE ADDED TAX ACT An Act to impose and charge Value Added Tax on certain	Dec,19 93	To reduce cost of baby products	

10.	<b>VAT exempted on other goods</b> VAT Act list the following goods exempted from VAT; (a) Books and educational materials, (b) Fertilizer, locally produced agricultural and veterinary medicine, farming machinery and farming	Tax Exemption with no time limit	To be eligible, i. the goods are physically present in Nigeria at the time of supply, imported into Nigeria, assembled in Nigeria or installed in Nigeria, or ii. the beneficial owner of the rights in or over the goods is a taxable person in Nigeria and the goods or right is situated, registered or exercisable in Nigeria	Education and Agriculture	Federal Inland Revenue Service	Federal Inland Revenue Service	VALUE ADDED TAX ACT An Act to impose and charge Value Added Tax on certain goods and services and to provide for the	Dec,1993	To reduce cost of education and enhance agricultural Mechanization	3,372
11.	<b>VAT exempted on the specific services</b> VAT Act list the following services exempted from VAT; 1. Medical services; 2. Services rendered by Microfinance Banks, People's Banks, and Mortgage Institutions; 3. Plays and performances conducted by educational	Tax Exemption with no time limit	To be eligible, i. If the service is rendered in Nigeria by a person physically present in Nigeria at the time of providing the service, ii. Irrespective of the jurisdiction of origin of the service, where the services is rendered to a person physically present in Nigeria at the time the service is rendered, or the service is consumed in Nigeria or whether or not the legal or contractual obligation to	Medical, Education, Transportation and Agriculture	Federal Inland Revenue Service	Federal Inland Revenue Service	VALUE ADDED TAX ACT An Act to impose and charge Value Added Tax on certain goods and services and to provide for the administration of the tax and matters	Dec,1993	To support Agricultural services and mechanization, enhance Medical and export of services, education and air transportation	6211
12.	<b>Enhanced capital allowance (tax depreciation) regime</b> (a) 95% capital allowance is enjoyed in the year a qualifying expenditure is incurred pursuant to Paragraph 24 Table	Year of qualifying expenditure	All companies that incur qualifying capital expenditure on Agriculture	Agriculture	Federal Inland Revenue Service	Federal Inland Revenue Service	COMPANIES INCOME TAX ACT An Act to consolidate the provisions of the Companies Income Tax	April, 1977	promoting agricultural investments	1021

13.	<b>Exemption from minimum Corporate Tax</b> Section 33(3) a CITA, exempts the income of a company carrying on agricultural trade from payment of minimum tax	Tax Exemption with no time limit	Conditions, manner and procedure of exercising the right this exemption are regulated by the COMPANIES INCOME TAX ACT Section 33(3) and explained in Section 11(4)[Substituted by Finance Act, 2020 s. 6(b) (ii)] Explaining agricultural products to include (a) primary crop production comprising the production of raw crops of all kinds, but excluding any intermediate or final associated manufactured or derivative livestock product; (c) primary forestry production comprising the production of timbers of various kinds such as firewood, charcoal, uncultivated materials	Agriculture	Federal Inland Revenue	Federal Inland Revenue	COMPANIES INCOME TAX ACT An Act to consolidate the provisions of the Companies Income Tax Act 1961 and to make other provisions relating thereto. [No. 28 of 1979, No. 11 of 2007.] [Date of commencement: 1st April, 1977]	April, 1977	promoting agricultural investments	5593
14.	<b>Company Income Tax exemption for Solid Mineral mining.</b> Section 36 Company Income Tax Act provides that a new company going into the mining of solid minerals shall be	3 Years Tax exemption	The law specifies in which cases investors are exempted	Solid Mineral	Federal Inland Revenue Service	Federal Inland Revenue Service	COMPANIES INCOME TAX ACT An Act to consolidate the provisions of the Companies	April, 1977	promoting investments in the mining industry	111
15.	<b>95% accelerated capital allowance.</b> Second Schedule CITA provides accelerated capital allowance at 95% of qualified capital expenditure on Mining in the first year of use of the asset	First year of use of asset	All companies that incur qualifying capital expenditure on mining	Solid Minerals	Federal Inland Revenue	Federal Inland Revenue	COMPANIES INCOME TAX ACT An Act to consolidate the provisions of the Companies Income Tax	April, 1977	promoting investments in the mining industry	0
16.	<b>25% of income in convertible currencies exempted from tax</b>	Tax Exemption with no time limit	Conditions, manner and procedure of exercising the right this exemption are regulated by the COMPANIES INCOME TAX ACT states that such income is put in a reserved fund to be utilised within five years for the building expansion	Tourism/ Hospitality	Federal Inland Revenue Service	Federal Inland Revenue Service	COMPANIES INCOME TAX ACT An Act to consolidate the provisions of the Companies	1st April, 1977	To encourage reinvestment of proceeds in the tourism and hospitality	0

17	<b>Bonus for early filing of self-assessment return</b>	Bonus, upon filing	All enterprises and individuals that file returns early and correctly	Entrepreneurs and MSME	State Board of Internal Revenue	State Board of Internal Revenue	Personal Income Tax Act PERSONAL INCOME TAX ACT An Act to impose income tax on individuals, communities and families and on	25th August, 1993	To encourage early compliance to regulatory requirements	0
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**\*\*\* POST INCENTIVE MONITORING**

After the first (3) three years, a Post Incentive Monitoring (PIM) will be undertaken by KIPA to ensure intended benefits of the incentives are derived this is in addition to appointed Independent Consultants to conduct an Impact Assessment (IA) after the first three years of implementation.