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| **AKWA IBOM STATE INVESTMENT INCENTIVES INVENTORY**  |
| **No.** | **The name or title of the incentive measure** | **Federal** **level / State** **Level** | **Description of Incentive Benefits** | **Eligibility or Qualification criteria (description)** | **Year** **Incentive Introduce d** | **The name of the legal document / legal reference instrument** | **Incentive Duration** | **Sector** | **Implementing Agency \*** *(this refers to agency administering any application process/approvals)* | **Awarding Agency or Authority in charge of allocation\*** |
|  | Business Advisory and Promotions | State | Training and skills, networking opportunities, regulatory compliance, market research and strategic planning |  New and existing businesses | 2012 | 2012 Akwa Ibom Investment Corporation Law | Ongoing  | All sectors | Akwa Ibom Investment Corporation | Akwa Ibom Investment Corporation |
|  | Tax Holidays | Federal Level | Tax Holiday is granted to new Business/Investor | Pioneer status subject to satisfactory financial and operational performance | 2021 | Finance Act 2020 |  Initial year of Startup of Business for Medium and SmallInvestors for 4 years and extended for 2 additional years on satisfactory performance | All sectors | FederalInternal Revenue Services | Federal Internal Revenue Services |
|  | Allocation of Land  | State | Fast tracking the issuance of land titles to New Businesses with an investment of N200 Million and above  | New Investors are eligible | 2004 | Akwa Ibom State Land Use Act | One-off | All Sectors | AKWAGIS | Ministry of Land and office of the Surveyor General |
|  | Waiver on Annual Ground Rent | State | Waiver on annual ground rent to New Investors at initial stage | New Investor is eligible at the initial stage | 2020 | Akwa Ibom State-Land Use Act  | One - Off | All Sectors | Office of the Executive Governor/ Ministry of Land and Office of the Surveyor General | Office of the Executive Governor/ Ministry of Land and Office of the Surveyor General |
|  | Waiver on Processing Fee  | State | Waiver on Processing Fee of land title based on Manufacturing, Agro-Allied and Infrastructure  | All new Investment in Manufacturing, Agro-Allied and Infrastructure | 2021 | Akwa Ibom State-Land Use Actas | One - Off | Manufacturing, Agro-Allied and Infrastructure | Akwa Ibom Geographic Information System (AKWAGIS) | Ministry of Lands and Office of the Surveyor General |
|  | Tax exemption on proceeds re-invested | Federal Level | Gains accruing to unit holders in a trust in respect of disposal of securities, shall not be chargeable on tax provided the proceeds are re-invested | The proceed must be reinvested | 2004 | Section 33 CGTA | Financial Year | All sectors | Federal Inland Revenue Service  | Nigerian Investment Promotion Commission |
|  | Pioneer status incentive | Federal Level | The investment incentives available to industries in Nigeria as contained in the Industrial Development Income Tax Relief Act (IDITRA), which grants tax holidays to companies in the industries that meet the conditions for being designated “Pioneer Industries”. . | The Criteria for granting Pioneer Status are:1. The goods and services are required in public interest;
2. The industry must have favourable prospects of further development in Nigeria;
3. The goods and services are in existence, but have not been developed to a state suitable for economic development;
4. An applicant must make a new application in the first year of production/service and must apply for an extension not later than one month after the expiration of the initial tax relief period of three years or an extension of one year;
5. An applicant must be engaged in an activity listed as a pioneer industry or pioneer product; and

An applicant must provide evidence of all required legal and regulatory compliance documentation.  | 2007 | Industrial Development Income Tax Relief Act (IDITRA) 2007 | 3 years at initial and extension of 2 years on request | Manufacturing, Agro-Allied and Infrastructure | Federal Inland Revenue Service  | Nigerian Investment Promotion Commission |
|  | Rural Investment Allowance | Federal Level | In line with Section 34, Company Income Tax Act (CITA) provides 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 an additional allowance under the Second Schedule of CITA at the appropriate rate as follows: * No facilities at all 100%
* No water 30%
* No electricity 50%
* No tarred road 15%
 | 1. The company must be located at least 20 kilometres away from such facilities provided by the government;
2. Cannot be enjoyed if already enjoyed provision of Section 32: Reconstruction investment allowance;
3. Allowance can only be applied against the profit of the year in which such investment (facility) was completed.
 | 2020 | Section 34 CITA | Year of incurring Capital Expenditure | Manufacturing, Agro-Allied and Infrastructure | Federal Inland Revenue Service  | Nigerian Investment Promotion Commission |
|  | Exemption from paying tax by Small Business and 20% for medium companies | Federal Level | 1. Small Companies: Companies with less than N25Million Turnover. Such Companies are exempted from paying tax, but they must keep filing returns.

Medium Companies: Companies with Investment above N25 Million to N100 Million are paying tax at 20%. | Must have annual turnover of less than N25 Million for Small Companies and above N25 Million to N100 Million for Medium Companies | 2020 | Finance Act 2020 | When Annual Turn Over exceed N25 Million for Small Companies and Exceed N100 Million for Medium  | All sectors | Federal Inland Revenue Service | Nigerian Investment Promotion Commission |
|  | Export Processing Zone/Free trade zones |  | 1. 3 years tax holiday
2. Repatriation of foreign capital in EPZ at anytime
3. Rent free land
4. No quotas on products from Nigeria exported to EU and USA.
5. No import or export licence

Unrestricted remittance of profit | Filing of Income Tax and transfer pricing returns to FIRS | 2015 | NEPZA Act 1992 | 3 years | All sectors except oil and gas (upstream, midstream and upstream) industries | Federal Inland Revenue Service/ | Free Zone Tax Authority |

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