

Bauchi State Investment Incentives											
NO.	NAME OF INCENTIVES	ISSUING ENTITY LEVEL/STATE LEVEL	DESCRIPTION OF INCENTIVE BENEFITS	ELIGIBILITY OR QUALIFICATION CRITERIA DESCRIPTION	YEAR INCENTIVE INTRODUCED	THE NAME OF THE LEGAL DOCUMENT/ LEGAL REFERENCE INSTRUMENT	INCENTIVE DURATION	SECTOR	IMPEMENTION AGENCY (AGENCY ADMINISTERING APPLICATION PREOCCESS/ APPROVALS)	AWARDING AGENCY OR AUTHORITY IN CHARGE OF ALLOCATION	No of Beneficiaries
1	Tax Holidays	Federal/ State Level	Tax Holiday is granted to new Business /Investor	i. One year Tax Holiday for Large Investors (N100million and above Investment) ii.Sx month Tax Holiday for medium (N25 - N100million) and Small Investors with (less than N25million Investment)	2021	Bauchi State Consolidated Tax Codification Law, 2020 Finance Act 2020	i. Initial year of startup of Business for large Investors ii.Six month from startup of Business for medium and small Investors	All sectors	Bauchi State Internal Revenue Services/ Federal Inland Revenue Service	Bauchi State Internal Revenue Services/ Federal Inland Revenue Service	53
2	Waiver on Business premises Registration	State Level	Waiver is granted on Business premises Registration on New Businesses	All New Businesses are eligible	2021	Executive Approval on waiver of Business premises Registration	Two years from Initial year of startup of Business	All sectors	Ministry of Commerce and Industry Ministry of Cooperative, Small and Medium Enterprises	Ministry of Commerce and Industry Ministry of Cooperative, Small and Medium Enterprises	2000
3	Downward Review of Right of Way (ROW) Charges	State Level	Reduction of ROW fees- Fibre Optic from N1500 to N145 per linear meter	Telecom and Corporate Organisations	2021	Executive Approval on Downward Review of Right of Way Charges		Telecom	Ministry of Pwer, Science, and Technology	Ministry of Power,Science, and Technology Bauchi State Urban Development Board	3
4	Free Allocation of Land	State Level	Free Land Allocation to New Businesses with an investment of N100million and above	New Investors are eligible	2021	Bauchi State Land Use Act	Initial year of Commencement of Business	All sectors	BAGIS	Ministry of Land and Survey	3
5	Waiver on Annual Ground Rent	State Level	Waiver on annual ground rent to New Investors at initial stage	Any new Investor is eligible at the initial stage	2021	i.Bauchi State Land Use Act ii. Bauchi State Land Registration Law CAP	One -Off	All sectors	BAGIS	Ministry of Land and Survey	1001
6	Waiver on processing fee	State Level	Waiver on processing fee of Land title for Manufacturing, Agro-Allied and Infrastructure projects	All new investment in Manufacturing, Agro-Allied and Infrastructure project	2021	Bauchi State Land Use Act	One -Off	Manufacturing Agro-Allied and Infrastructure projects	BAGIS	Ministry of Land and Survey	20024
7	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	11
8	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 i. The goods and services are required in public interest; ii. The industry must have favourable prospects of further development in Nigeria iii. The goods and services are in existence but have not been developed to a state suitable for economic development iv. 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 v. An applicant must be engaged in an activity listed as a pioneer industry or pioneer product. vi. 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 year on request	Manufacturing Agro-Allied and Infrastructure	Federal Inland Revenue Service	Nigerian Investment Promotion Commission	4

9	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 employ an additional allowance under the second schedule of CITA at the appropriate rate as follows:- No facility at all 100% No water 30% No electricity 50% No tarred road 15%	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 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	512
10	Exemption from paying tax by small Business and 20% for medium companies	Federal Level	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 are paying tax at 20%	Must have annual turnover of less than N25million for Small Companies and above N25million to N100million for Medium Companies	2020	Finance Act 2020	When Annual Turn over exceed N25 million for small Companies and exceed N100million for medium	All sectors	Federal Inland Revenue Service	Nigerian Investment Promotion Commission/ Federal Inland Revenue Service	5183
11	Availability of arable land for agro- Allied activity	State	Easy Accessibility to arable land for Agro-Allied Investors at concessionary	Large scale Agro-Allied investors	2021	Bauchi State Land Use Act.	Initial year of Commencement of Business	Agro-Allied	Ministry of Agric and Natural resources	Ministry of Land and Survey	7810
12	Cadastral and Mining sites	State/ Federal	Acquisition of mining sites and licenses at concessionary rates	Prospective investors in the mining sector	2021	Bauchi State mining Act	Initial year of commencement	Mining sector	Ministry of solid minerals	Ministry of Land and Survey	1
13	Market support linkage for Agric and Agro- Allied Investment	State	Provide direct access to farmers' clusters and aggregators of various Agricultural products and services	All Agricultural Agro- Allied business	2020		One off	Manufacturing , Agricultural and Agro- Allied project	BICL	Ministry of Commerce and industry	932