



OYO STATE INVESTMENT, PUBLIC AND PRIVATE PARTNERSHIP AGENCY

STATE INVENTORY OF INVESTMENT INCENTIVE INVENTORY

S/N	Name of Incentive Measure	Legal Reference Instrument	Sectors	Eligibility Criteria	Description of Benefits	Duration	Awarding and Implementing Agency	Year Incentive was Produced	Number of Incentives Recipients in 2024
1	Rural location incentives	Finance Act 2000	All Sectors	Incentive takes tax reductions at graduated rates for enterprises located at least 20 km from available electricity, water and tarred road incentive have been deleted effective 1st September 2023	Tax reduction for enterprises located in rural areas	5 years from commencement of business activities	Oyo State Investment and Public Private Partnership Agency (OYSIPA)	2000	120
2	Export Incentives	Finance Act 2000	All Sectors	Export Processing Zones (EPZs)/ Free Trade Zones (FTZs) are location within Nigeria where export trade activities can be carried on free of tax foreign exchange restriction	Free export tax on foreign exchange	3 years from commencement of business activities	Ministry of Trade	2000	120
3	Export Expansion Grant (EEG) scheme	Finance Act 2000	All Sectors	The EEG scheme Grants the Export Credit Certificate (ECC) as an incentive that can be used to settle federal government taxes e.g VAT,WHT CIT EEG rates are for fully manufactured product (150%) Semi-manufactured product 10%, Processed or intermediate products 7.5% product 7.5% Primary agricultural commodities 5%	Grants to manufacturing company for relief on federal government taxes	3 years from commencement of business activities	Ministry of Trade	2000	140

4	Interest Incentives	Finance Act 2000	All Sectors	Interest accruing on deposit account of non resident company is tax-exempt, provided the deposit are made by transfer of funds to Nigeria on or after January 1 1990 and the depositor is a Nigerian, interest on any foreign loan granted by a bank for the purpose of manufacturing goods for export is exempted from tax as follows: Exemption of 70% for loan repayment period of over 7years withless than 2% moratorium. Exemption of 40% for loan repayment period 5-7years with moratorium of not less than 1.5years	Exemption for every non resident company to pay taxes	5 - 7 years from commencement of business activities	Board of Internal Revenue (BIR)	2000	50
5	Income tax relief as pioneer status incentives	Finance Act 2000	Agriculture	Moratorium on agribusiness projects and investments in the first five years of production especially production of crops and livestock	Exemption of PIT on all businesses for 1 year from commencement of business	5 years from commencement of business activities	Ministry of Finance	2000	250
6	Exemption of interest from tax on loans granted to agricultural activities	Finance Act 2000	Agriculture	Moratorium on agribusiness projects and investments in the first five years of production especially production	Exemption of interest from tax on loans granted to agricultural activities	5 years from commencement of business activities	Ministry of Agriculture/Ministry of Finance	2000	70
7	Exemption from Value Added Tax (VAT)	Value Added Tax (VAT) Act, 2004 (As domesticated by State)	All Sectors	Facilities for all businesses and investments in the state by both local and foreign partners especially in the priority sector areas of the state	Exemption of existing companies from VAT	1 year	Ministry of Finance	2004	45
8	Access to Land and Cost waivers	Land Use Act 2004	Land	All businesses with registered CAC approval located in Oyo State	Access to land and cost waivers	Immediately after land purchase	Ministry of Lands	2004	100
9	CompanyTax Holiday	Finance Act 2000	All Sectors	All businesses with registered CAC approval located in Oyo State	Deferred tax payment for 1 year after start of business	1 year	Oyo State Board of Internal Revenue		140

10	Expeditious Processing	OYSIPA Law, 2019	All Sectors	Facilities for all businesses and investments in the state by both local and foreign partners especially in the priority sector areas of the state	Approvals, permits, and regulatory requirements are handled quickly, with the aim to fast-track business registration and operational approvals to minimize delays	In perpetual	Oyo State Investment and Public Private Partnership Agency (OYSIPA)	2019	120
11	One stop Investment Centre	OYSIPA Law, 2019	All Sectors	Facilities for all businesses and investments in the state by both local and foreign partners especially in the priority sector areas of the state	All documents necessary for sectoral investment in the state are done at one centre or office thus reducing the bureaucratic bottle neck associated with investment process. Also providing the much needed business development support for investment drive in the state through one office.	In perpetual	Oyo State Investment and Public Private Partnership Agency (OYSIPA)	2019	All businesses
12	After-care	OYSIPA Law, 2019	Social	Facilities for all businesses and investments in the state by both local and foreign partners especially in the priority sector areas of the state	Continuous support after business establishment, providing advice on regulatory changes, new incentives, and market intelligence to help businesses thrive in the long term	In perpetual	Oyo State Investment and Public Private Partnership Agency (OYSIPA)	2019	All businesses
13	Building plan approval tax rate reduction	Executive Governor. Circular Letter Ref. No. E.O. 0587/153	Housing	i.Application form ii.Survey Plan iii.Proposed building Plan	Categorization of tax rate payable on building plan approval on local government basis	Immediately after plan approval	Oyo State Investment and Public Private Partnership Agency (OYSIPA)	2022	2500+
14	C of O Redefine	Executive Governor No. LPF 2054	Housing	C of O Applicants	Reduction in cost of procuring C of O in the State	Immediately after Cof O approval	Oyo State Investment and Public Private Partnership Agency (OYSIPA)	2022	2500+

15	NG-CARES/ OYO CARES	MOU btw. OYSG & World Bank	All Sectors	i. MSME in operation within the State ii. MSME must be in operation before COVID-19 Pandemic iii. The beneficiary must have benefitted from the loans obtained from Micro finance Banks	Credit Grant Provision of well-targeted conditional grants, up to 40% to co- finance loans that eligible MSEs received during the COVID-19 Pandemic crisis from microfinance bank.	3 years from commencement of business activities	Oyo State Investment and Public Private Partnership Agency (OYSIPA)	2021	350
16	NG-CARES/ OYO CARES	MOU between OYSG and Bank of Industry	All Sectors	i. MSME in operation within the State ii. MSME must be in operation before COVID-19 Pandemic	Grant to Support operational cost to help small and micro businesses	3 years from commencement of business activities	Oyo State Investment and Public Private Partnership Agency (OYSIPA)	2021	300