

# 2026 Tax Reforms — Before vs After

## STANDALONE EXTRACT — §3 OF THE ENHANCED EDITION

Side-by-side comparison of every material 2026 reform: the pre-2026 position, the 2026 position and the practical implication for Nigerian taxpayers.

| Area                           | Before (≤ 2025)                | After (2026)   | Practical Implication                                   |
|--------------------------------|--------------------------------|--|---|
| Tax authority                  | FIRS                           | Nigeria Revenue Service (NRS)                        | All filings re-platform to NRS; State IRS data-share.   |
| Small Company CIT              | 0% on turnover ≤ NGN 25m       | 0% on turnover ≤ NGN 100m AND assets ≤ NGN 250m      | 5m to 250m into the 0% band.                            |
| Medium Company CIT             | 20% on turnover ≤ NGN 100m     | 20% (transitional)                                   | Boundary shifts upward — reclassify.                    |
| Large Company CIT              | 30%                            | 30% + 15% Minimum Effective Tax Rate (METR)          | Rate-averse groups owe a top-up to reach 15%.           |
| Education/TET/IT/Police levies | 6-7.5% combined, fragmented    | Single 4% Development Levy                           | Simpler; possibly lower headline; one remittance.       |
| PIT bands                      | 7 bands; top 24% > NGN 3.2m    | Reset bands; top 25% > NGN 50m                       | Lower take-home for high earners; relief at the bottom. |
| VAT rate                       | 7.5%                           | 7.5% (broadened base; e-invoicing phased in)         | Phase in resident digital suppliers in scope.           |
| CGT — companies                | 10% standalone                 | Absorbed into CIT                                    | Effective company rate = CIT rate (0/20/30%).           |
| WHT scope                      | Wide (incl. consumer services) | Narrowed (consumer-direct exempt)                    | Cashflow uplift for service providers.                  |
| Audit & digital                | TaxProMax                      | TaxProMax + NRS digital audit + e-invoicing platform | High compliance risk for late or incorrect filings.     |

Source: Nigeria Tax Act 2025, Tax Administration Act 2025, Nigeria Revenue Service Act 2025, Joint Revenue Board Act 2025.  
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