



**EXECUTIVE ORDER NO. 005 OF 2023**  
**BY THE EXECUTIVE GOVERNOR OF OYO STATE OF NIGERIA**  
**ON THE OYO STATE PRESUMPTIVE TAX SYSTEM**

Recognizing the need to broaden the Tax base of Oyo State and ensure fair contribution from all segments of the economy, I, **Engr. Oluseyi Abiodun Makinde (FNSE)**, Executive Governor of Oyo State, by the powers vested in me by Sections 5(2) Constitution of the Federal Republic of Nigeria, 1999 (as amended), and all other enabling Laws, hereby issue this Executive Order to establish the Oyo State Presumptive Tax System for individuals and entities whose income cannot be readily ascertained through traditional methods.

**1. ESTABLISHMENT OF PRESUMPTIVE TAX SYSTEM**

A presumptive tax system is hereby established in Oyo State for individuals and entities whose income cannot be easily assessed due to lack of financial records.

**2. APPLICATION OF THE SYSTEM**

(1) The presumptive tax system shall apply to the following categories of taxable persons:

- (a) Individuals and entities not covered under the Pay-As-You-Earn or direct assessment provisions of the Revenue Administration Law of Oyo State.
- (b) Individuals and entities whose income for all practical purposes cannot be ascertained.
- (c) Individuals and entities whose financial records of business undertakings are not kept in a manner to enable proper assessment of income tax payable to be readily ascertainable.

**3. TAX RATES AND CATEGORIES**

The presumptive tax regime shall be administered by the Board of Internal Revenue based on the category of persons in the Schedule to this Order.

**4. ADMINISTRATION AND COMPLIANCE**

- (1) The Board of Internal Revenue shall be responsible for administering and enforcing the presumptive tax system.
- (2) All individuals and entities subject to the presumptive tax system shall register with the Board within 60 days of the publication of this Order
- (3) Taxable persons shall file annual returns on or before 90 days from the commencement of each year.
- (4) The Board shall prescribe the mode and procedures for payment of presumptive tax.
- (5) Upon payment of all tax assessments, the taxable person shall be issued a Tax Clearance Certificate.

**5. INCENTIVES AND PENALTIES**

- (1) Taxable persons who maintain up-to-date records and file returns within the specified period shall be granted a rebate of 2% of the tax payable.
- (2) A taxable person who fails or neglects to make payment of the tax due shall be liable to pay the sum and a penalty equal to 10% per annum.

**6. TRANSITION AND REVIEW**

- (1) Taxable persons shall be encouraged to maintain some form of records in order to exit from the presumptive tax regime and be assessed under the Pay-As-You-Earn or Direct Assessment Principle, unless it is nearly impossible to do so.
- (2) The Board shall review the effectiveness of the presumptive tax system after two years and submit a report with recommendations for improvement to the Governor.

**7. EFFECTIVE DATE**

This Executive Order shall take effect immediately.

Dated this day *28<sup>th</sup> December* of .....2023

*Oluseyi Abiodun Makinde*

**ENGR. OLUSEYI ABIODUN MAKINDE (FSNE)  
EXECUTIVE GOVERNOR OF OYO STATE**

## OYO STATE NEGOTIATED PRESUMPTIVE TAX RATE

S/N	TRADE/ BUSINESS	MINIMIUM	MEDIUM	MAXIMUM
1	ADULT WEARS- BOUTIQUE	10,000.00	30,000.00	50,000.00
2	ARTISTS AND SIGN WRITERS	5,000.00	20,000.00	50,000.00
3	BARBERS	3,000.00	7,000.00	10,000.00
4	BICYCLE REPAIRS	2,000.00	5,000.00	10,000.00
5	BLACKSMITH	3,000.00	5,000.00	10,000.00
6	BOOKSHOP/STATIONERY STORES	10,000.00	15,000.00	20,000.00
7	BRICKLAYERS	10,000.00	15,000.00	30,000.00
8	BUILDING MATERIALS	15,000.00	25,000.00	50,000.00
9	CARPENTERS	10,000.00	20,000.00	35,000.00
10	FURNITURE MARKERS	25,000.00	30,000.00	40,000.00
11	GAS REFILLING SELLERS DEPOT	25,000.00	35,000.00	45,000.00
12	GRINDING MILLS	5,000.00	8,000.00	15,000.00
13	HAIR DRESSERS	2,000.00	5,000.00	10,000.00
14	HORTICUTURE / FLORIST	5,000.00	15,000.00	20,000.00
15	IRON BENDERS	2,000.00	3,000.00	10,000.00
16	PHOTOGRAPHERS	2,000.00	3,000.00	5,000.00
17	PLANKS SELLERS	5,000.00	10,000.00	30,000.00
18	PLASTICS RUBBERS SELLERS	5,000.00	10,000.00	30,000.00
19	PLUMBERS	2,000.00	5,000.00	10,000.00
20	POOL AGENT	20,000.00	30,000.00	50,000.00
21	PRINTERS	10,000.00	15,000.00	20,000.00
22	WELDERS	5,000.00	10,000.00	20,000.00

23	GROUNDNUT OIL MILLERS	10,000.00	20,000.00	50,000.00
24	FRUIT SELLERS	1,000.00	3,000.00	5,000.00
25	SALES & REPAIRS OF HANDSET	2,500.00	3,000.00	4,000.00
26	BLOCKS MAKERS	15,000.00	20,000.00	25,000.00
27	VULCANIZERS	2,500.00	5,000.00	7,500.00
28	PEPPER SELLERS	1,500.00	3,000.00	5,000.00
29	GRAIN SELLERS	5,000.00	10,000.00	20,000.00
30	MAT SELLER	15,000.00	3,000.00	5,000.00
31	MECHANICS AND ALLIED JOBS WELDER/REWIRE	1,500.00	2,800.00	5,000.00
32	LAUNDRY	1,000.00	1,500.00	2,500.00
33	SAW MILLER	5,000.00	10,000.00	20,000.00
34	PLANK SELLER	2,500.00	5,000.00	10,000.00
35	SHOP MAKERS	500.00	1,000.00	2,000.00
36	CULVERT/WELL RINGS MARKET	2,000.00	3,000.00	5,000.00
37	CEMENT DEALER/SELLER	5,000.00	10,000.00	20,000.00
38	TYPING STUDIO	1,000.00	2,000.00	3,000.00
39	RADIO REPAIR/REFRIDGERATOR REPAIR	1,500.00	2,500.00	5,000.00
40	BOOK STORES	5,000.00	10,000.00	20,000.00