

Smart Tax Engine - Tax Report

User ID: 695cca202c0bc0be99d52479

Period: 2026-Q1

Tax Calculations:

Income Tax: ₦65364652

VAT: ₦16720183

Development Levy: ₦2229358

Other Taxes: ₦0

Legal Tax Optimisation Strategies:

1. Claim Capital Allowances: Deduct the cost of qualifying assets (e.g., machinery, vehicles, furniture) from your taxable profit over time, which directly reduces your Company Income Tax liability.
2. Maximise Allowable Expenses: Ensure all legitimate business-related expenses are meticulously documented and claimed. This includes costs like staff training, research & development, and specific provisions for bad debts.
3. Utilise Investment Incentives: If your business is in a qualifying sector (e.g., manufacturing, agriculture, solid minerals), you may be eligible for incentives like Pioneer Status (tax holiday) or Rural Investment Allowance.
4. Optimise Withholding Tax (WHT) Credits: Ensure all WHT deducted at source by your clients is properly documented and utilised as a credit to offset your final income tax liability. This is an advance tax payment.

Compliance Notes:

VAT returns and payments are due by the 21st of the month following the transaction. Company Income Tax returns must be filed within 6 months of your financial year-end. Maintain all financial records, including invoices and receipts, for a minimum of six years as required by FIRS.

Summary:

Based on the provided data, your total estimated tax liability for this period is ₦84,314,193. This comprises Company Income Tax (CIT), Value Added Tax (VAT), and a Development Levy. The following strategies can help legally optimise this position for future periods.