



NIPC Updates Service Fees for Application Processing (Effective October 1, 2024)

Description

The Nigerian Investment Promotion Commission (NIPC) has announced an update to its service fees for processing applications, aiming to streamline investment processes in Nigeria.

These revisions are effective from October 1, 2024, and include new fees for both existing and potential foreign investors.

Overview of NIPC's Role

The NIPC is responsible for promoting and coordinating both domestic and international investments in Nigeria.

It provides critical information on investment opportunities, negotiates incentive packages for strategic projects, and maintains an inventory of foreign enterprises operating in the country.

Investors interested in Foreign Direct Investment (FDI) are required to register their companies with the NIPC before commencing operations.

Incentives provided to registered foreign investors include:

- Repatriation of dividends (after taxes)
- Loan servicing payments

- Remittance of proceeds from sales or liquidation
- Protection against expropriation
- Compensation in the event of compulsory acquisition

Updated NIPC Service Fees

Below is a chart detailing the revised fees introduced by the NIPC:

Nigerian Investment Promotion Commission (NIPC) Fees

Registration and Renewal Fees

Service	New Fee (₦)	Additional Information
Application Fee	₦150,000	Applicable for new NIPC registrations
Annual Renewal Fee	₦50,000	For foreign entities, effective January 1, 2025

Permit Replacement and Pioneer Status Incentive (PSI) Fees

Service	New Fee (₦)	Additional Information
Replacement Fee	₦100,000	New fee for replacement of permits
PSI Application Fee	₦500,000	For companies applying for PSI
First-Time PSI Applicants	₦1,000,000	Due diligence fee
First-Time PSI Service Charge	₦3,000,000	Plus annual service charge of 1.5% of pioneer profits
PSI Extension Application Fee	₦250,000	Annual service charge of 1.5% of actual pioneer profits

Penalty Fees

Service	New Fee (₦)	Additional Information
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Penalty for Non-Compliance (First-Time Applicants)	₦200,000	Penalty for defaulting in PSI requirements
Penalty for Non-Compliance (Extension Applicants)	₦100,000	Penalty for defaulting in PSI extensions

These fee revisions are part of the NIPC's ongoing efforts to create a transparent and investor-friendly environment.

Foreign investors and companies are encouraged to comply with these new guidelines to avoid penalties and ensure smooth operations in Nigeria.

By presenting this updated fee structure, the NIPC aims to clarify the financial requirements and maintain its commitment to supporting investment growth in the country.

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