



National Budget 2024/25

**For Our Humanity:  
Now's the time to work together.**

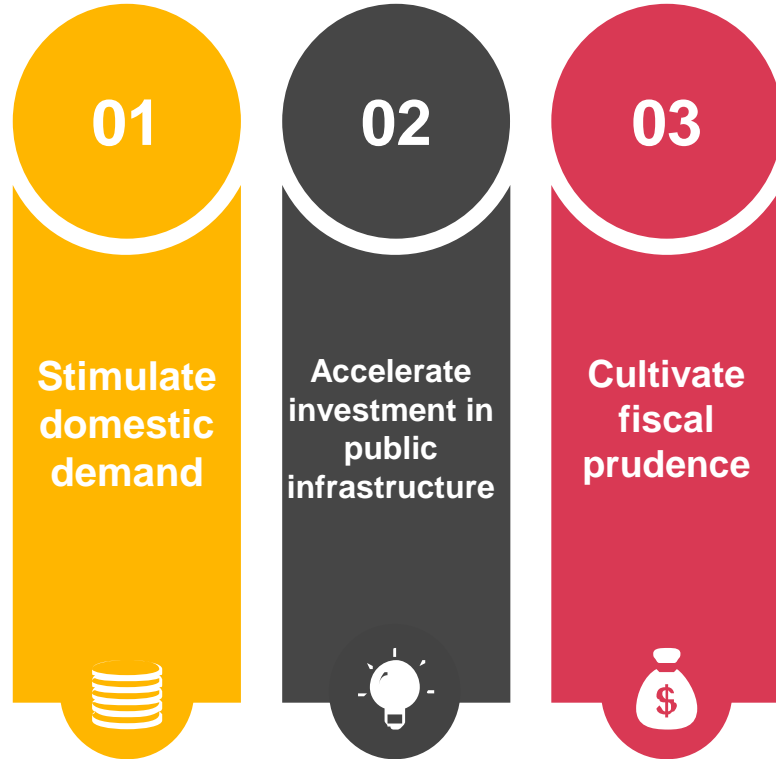
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# National Budget 2024/25

“... all Namibians... join me in envisioning and working towards making Namibia prosperous and a better place for all.”

- Honourable Minister of Finance and Public Enterprises, Iipumbu Shiimi



# Budget Highlights

01

- N\$2.5 billion is set aside for development of the railway network and a total of N\$6.6 billion over the MTEF ;
- A capital budget of N\$970 million was provided to the Ministry of Education, Arts and Culture for the construction and renovation of classrooms and other school infrastructures;
- A total of N\$700 million is made available for the upgrade of the informal settlements, land servicing and other programmes to improve access to housing opportunities.

02

- More than N\$700 million has been set aside for transfers to public enterprises that are under pressure. Some of the most significant contributions are
- Meatco - N\$212 million
  - Transnamib - N\$300 million
  - Agribank - N\$77 million

03

A key priority over the MTEF is to make the necessary provisions to accelerate infrastructure development and unlock lasting social and economic value for the country with significant increases in the development budget to N\$12.6 billion.

04

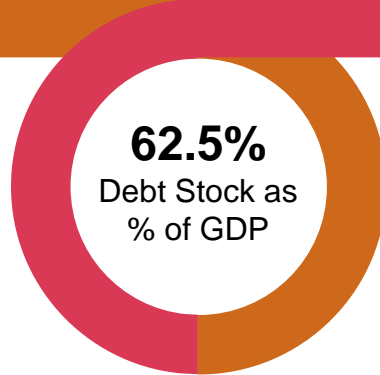
Due to improved tax administration as well as the domestic economic recovery, revenue collections amounts to 90.6% over the first 10 months of the financial year and revenue is subsequently revised upwards for FY2023/23 by N\$2.5 billion to N\$81.1 billion.



# Debt Stock

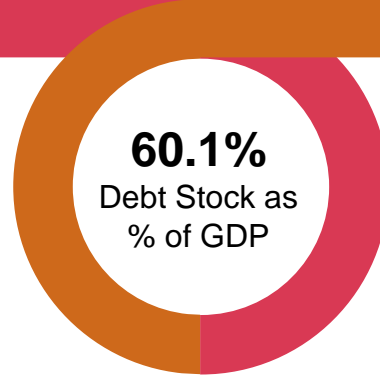
2.36%  
decrease  
in debt  
from  
prior year

2023/24



N\$ 154.2 Billion

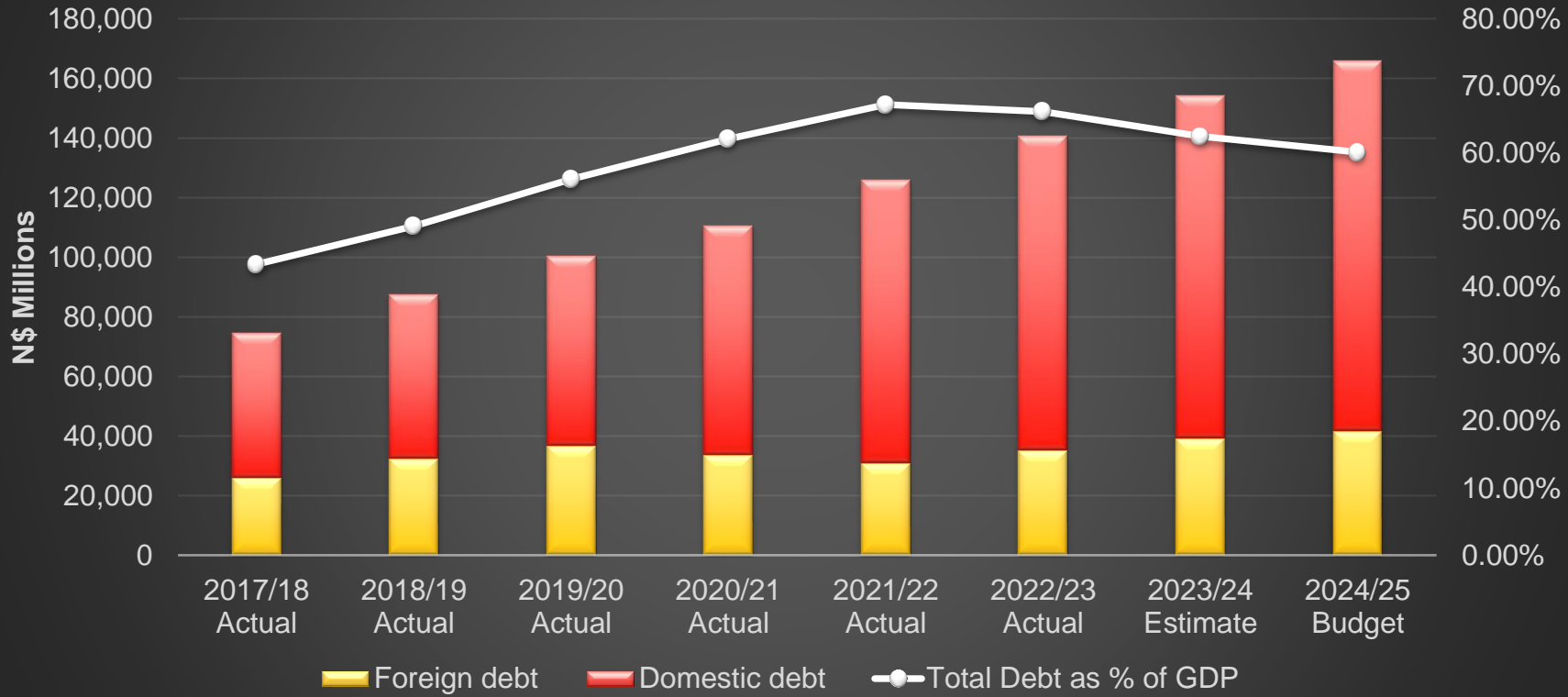
2024/25



N\$ 165.8 Billion

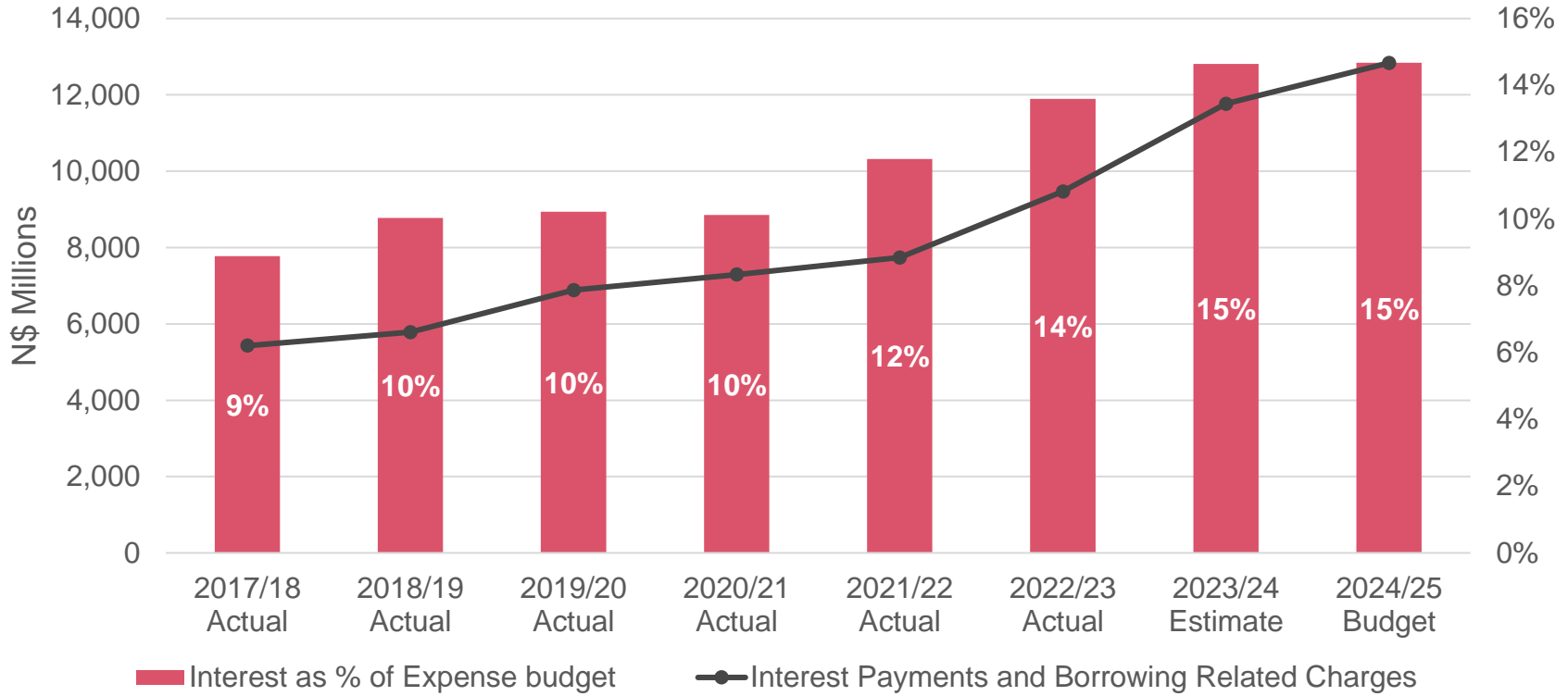


# National Debt





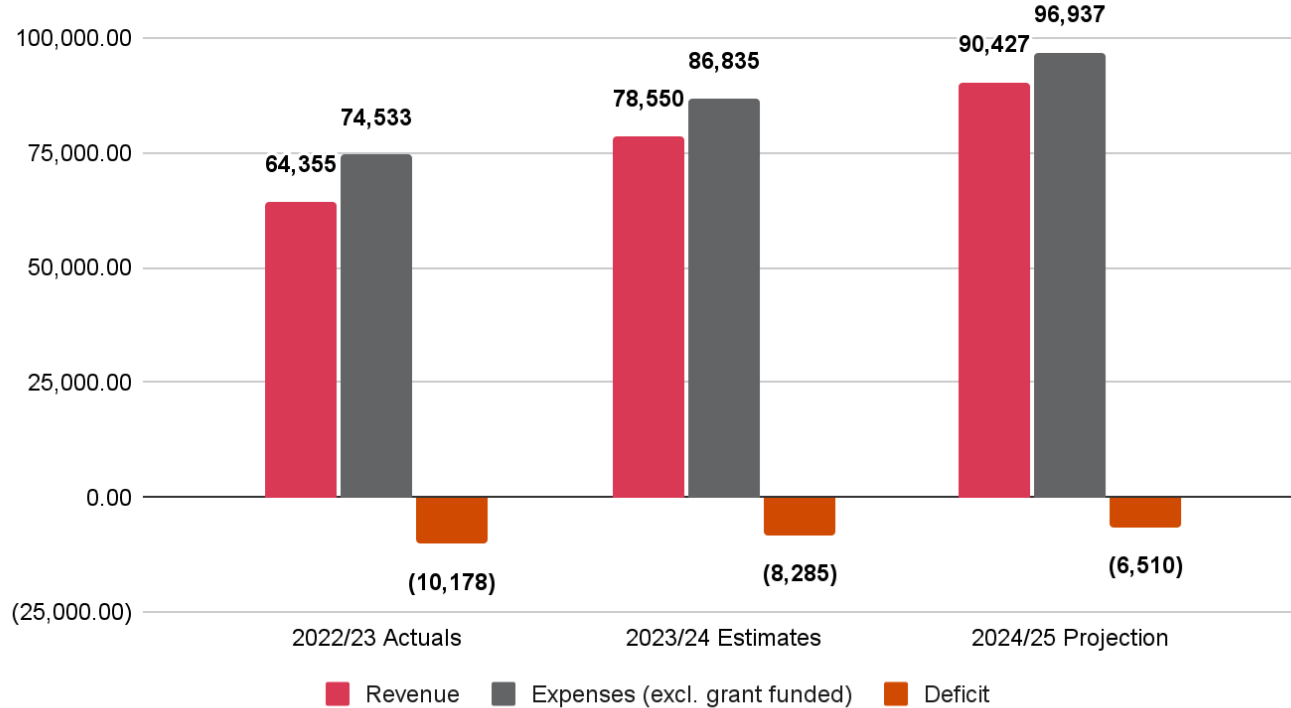
## Interest Repayment



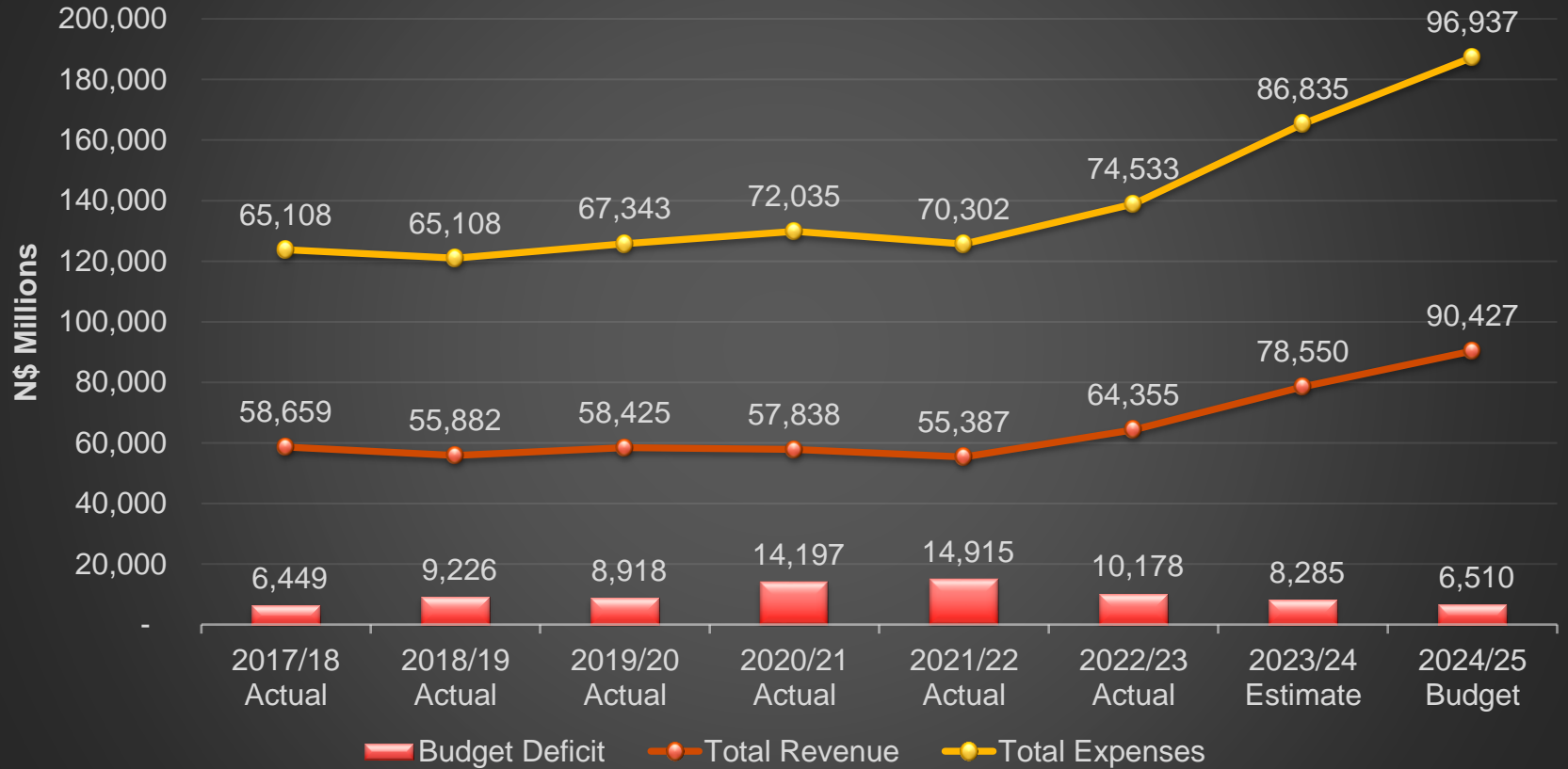
# Revenue vs. Expenditure



## Revenue & Expenditure Comparison (N\$ Millions)



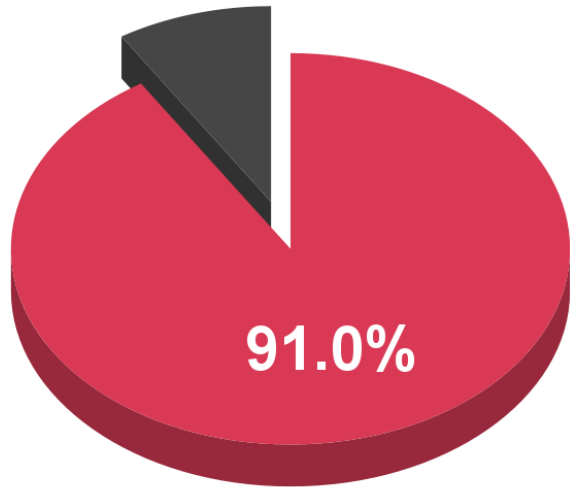
# Budget balance



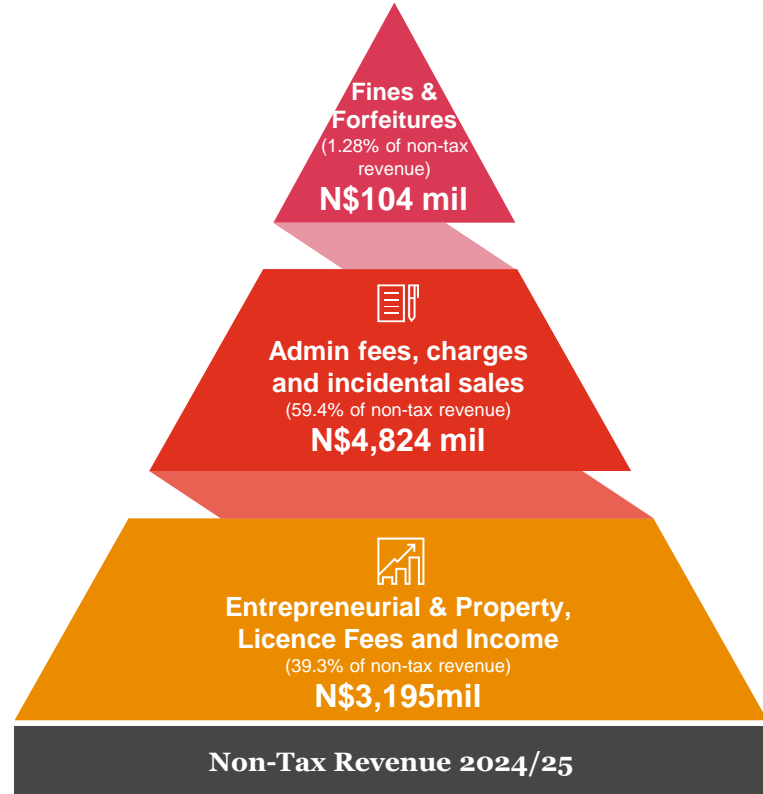


# Tax vs. Non-Tax Revenue

## Tax Revenue vs Non-Tax Revenue



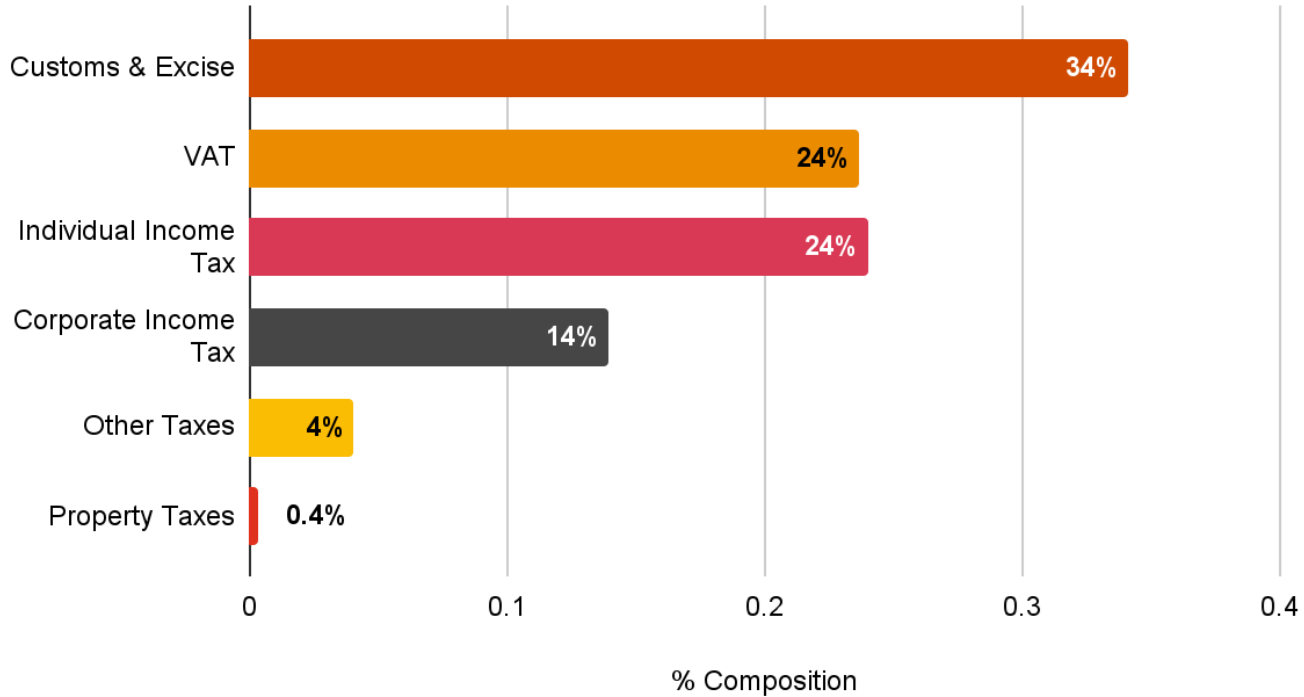
● Tax Revenue ● Non-Tax Revenue



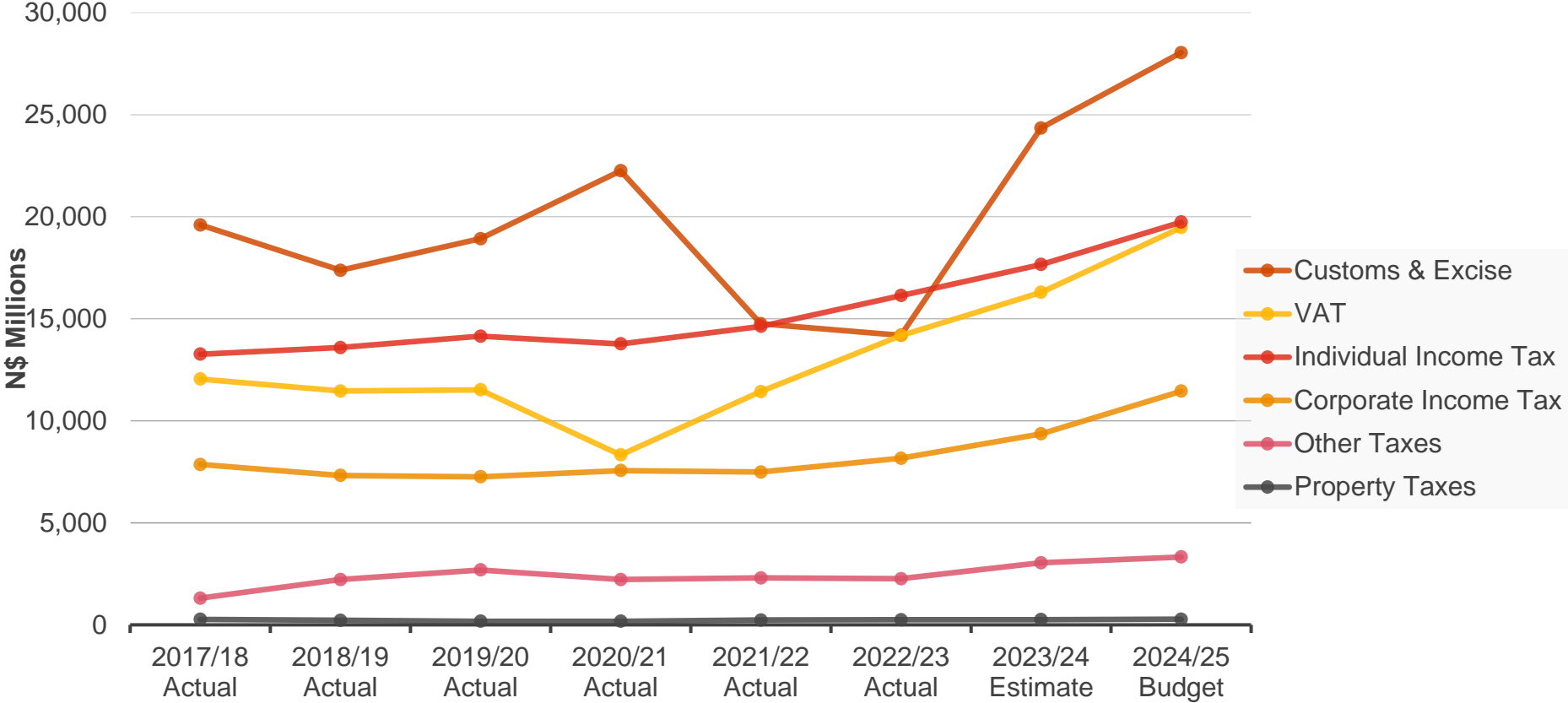
# Tax Revenue Composition



## Tax Revenue Composition 2024/25



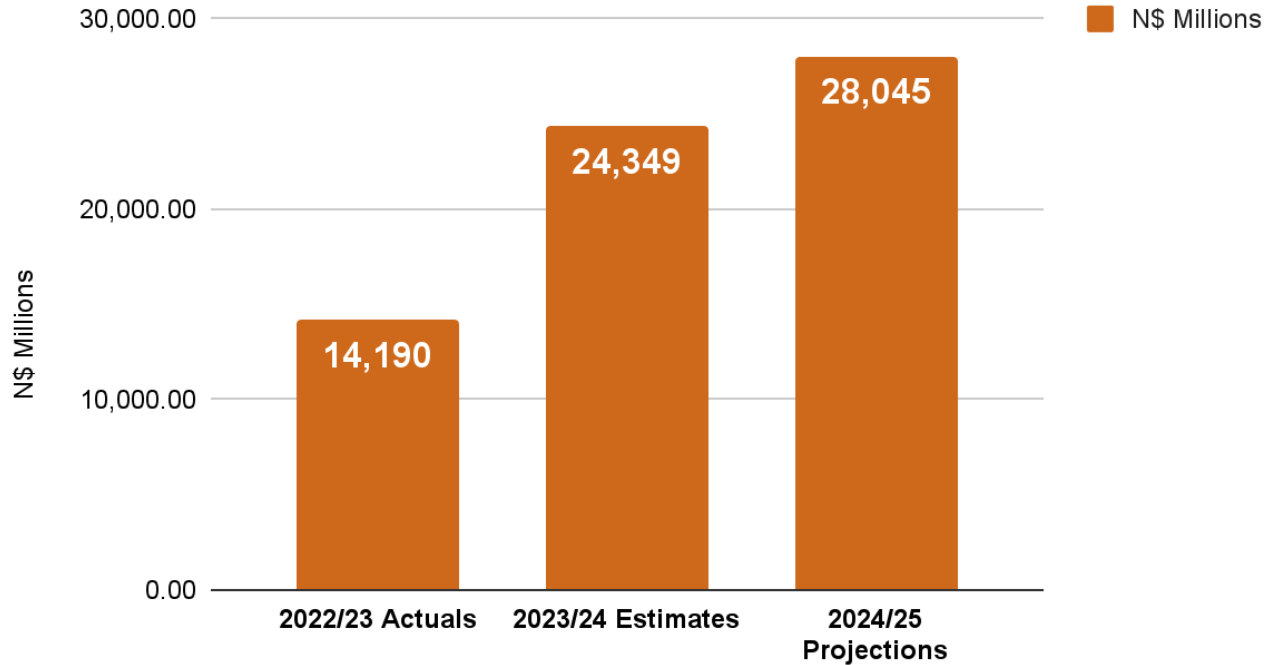
# Tax Revenue Composition over time



# SACU Receipts

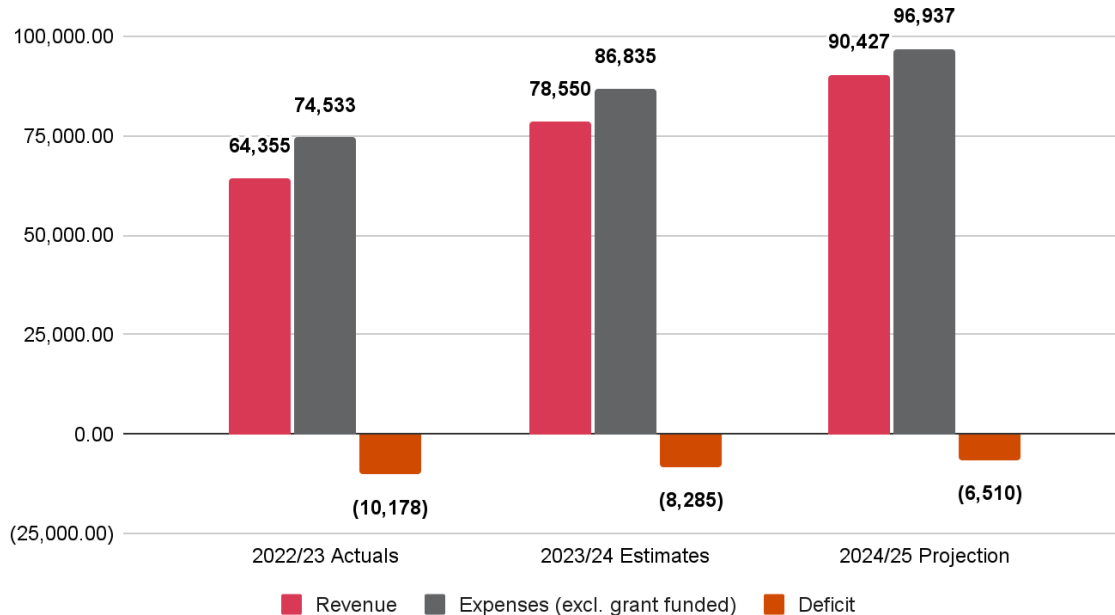


## SACU Receipts Comparison (N\$ Millions)



# Revenue vs. Expenditure

## Revenue & Expenditure Comparison (N\$ Millions)



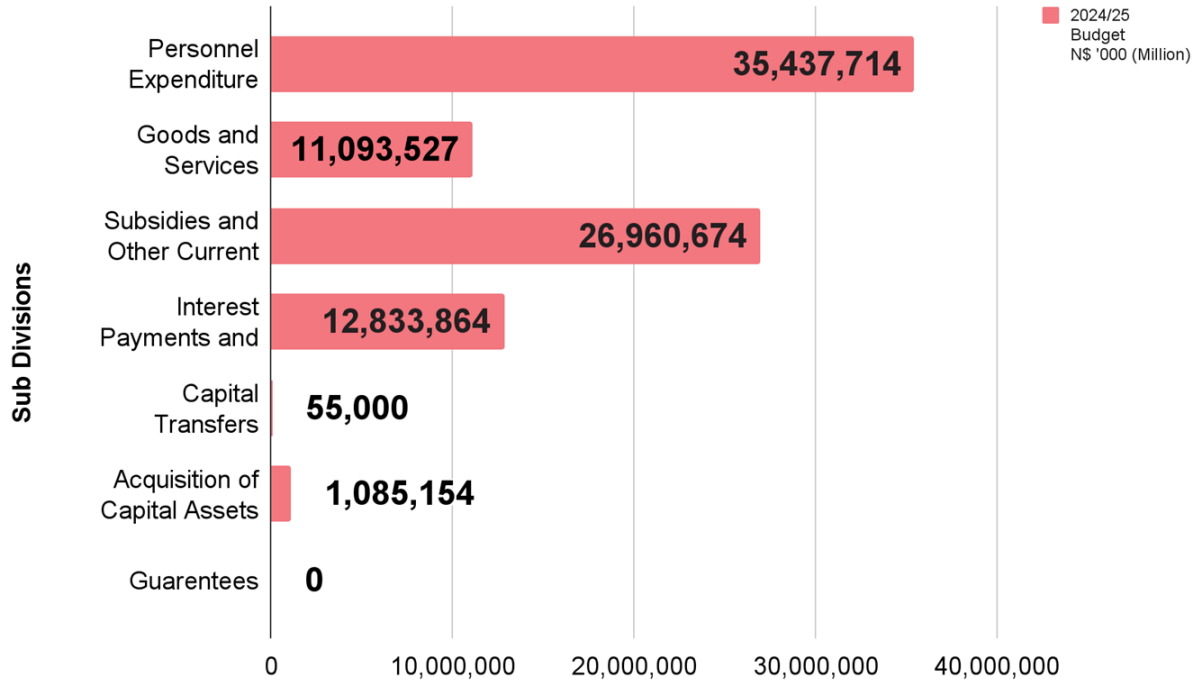
**Interest Payments = N\$12.8 billion. 14.2% of projected Revenue**

**Development = N\$9.47 billion (Excl. grant-funded projects)**

**Operational = N\$74.6 billion (Excl. Interest)**

# Operational Expenditure

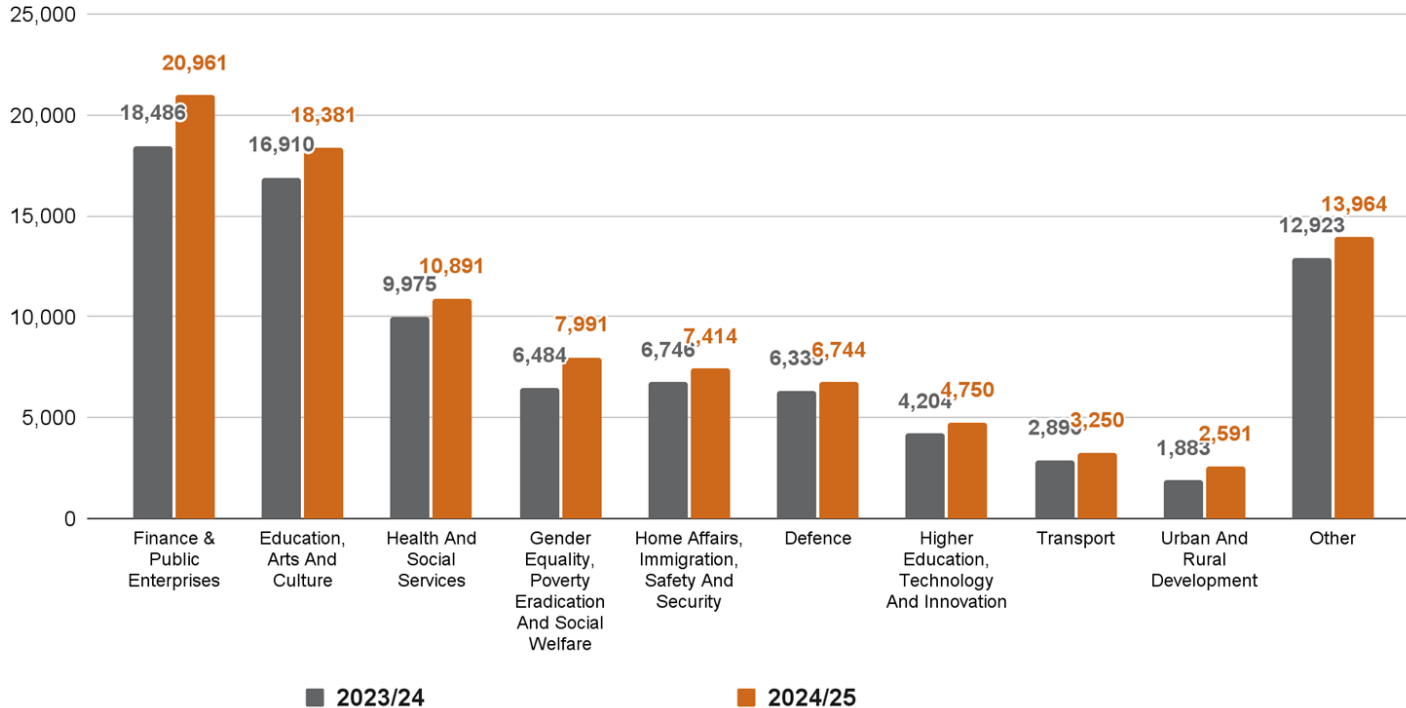
Government Operational Expenditure Estimates by main items / sub divisions (including statutory)  
N\$ '000



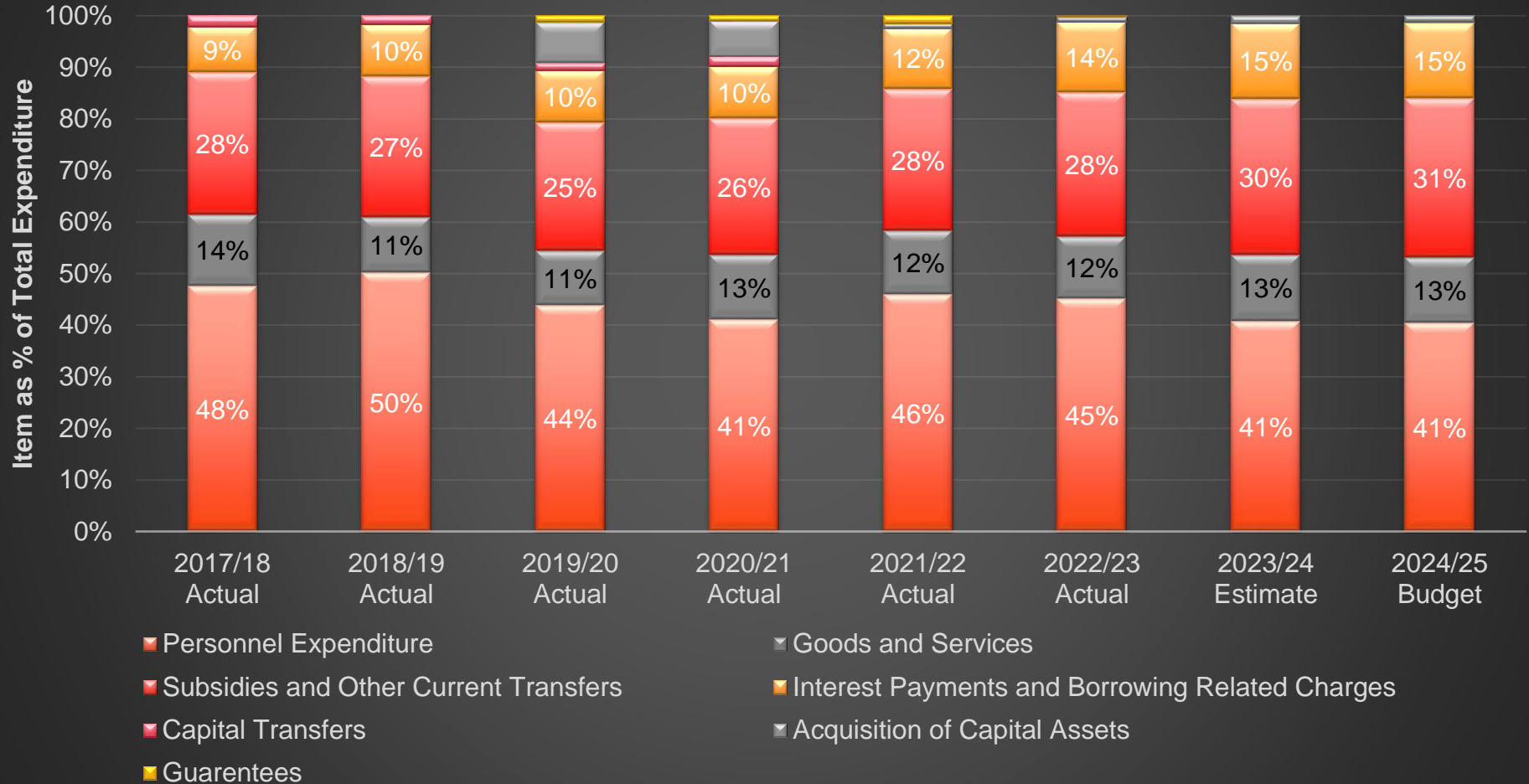
# Departmental Expenditure



## Expenditure Allocations by Department (N\$ Million)

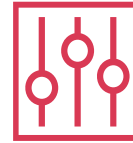


# Expenditure by main item





# Spending Priorities



## Health

- N\$10.9 bil
- N\$450 mil for new hospital in Havana and expanding primary care

## Infrastructure

- N\$2.5 billion towards railways
- N\$970 mil for classrooms and schools
- N\$700 mil informal settlement upgrade

## Education, Arts and Culture

- Total budget of 18.4 billion
- N\$14.4 billion towards personnel expenditure

## Finance & Public Enterprises

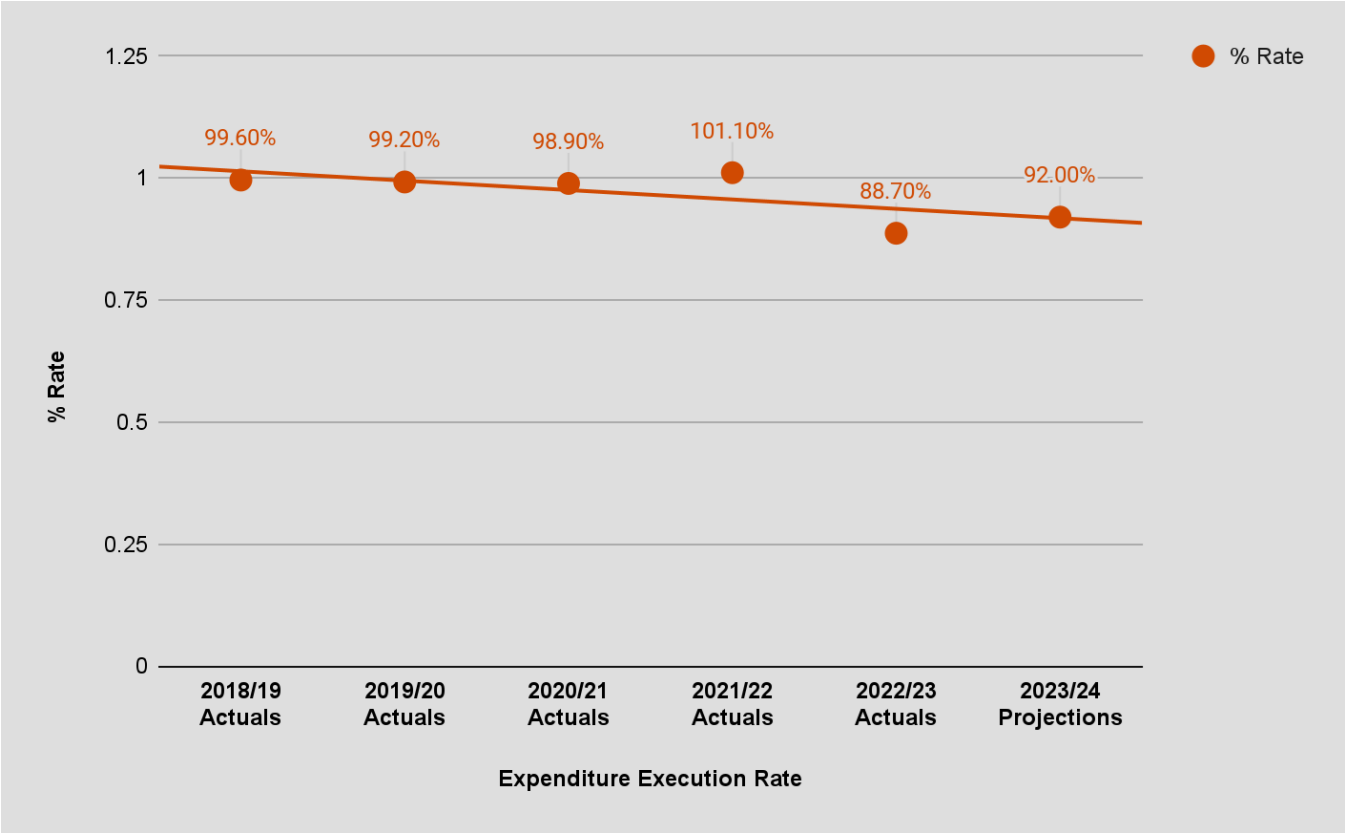
- N\$8.1 billion
- N\$3 bil PSEMAS
- N\$300 mil for TransNamib
- N\$77 mil to Agribank to support farmers

## Gender, Poverty Eradication and Social Welfare

- Budget increased by **23.2%**
- Food Distribution = N\$170.0 million
- N\$284.5 million for Orphan and Vulnerable Children



# Expenditure Execution Rate



# Tax Policy and Admin Reforms

1

## Tax Rate Reduction

Non-mining tax rate reduction over the MTEF by 4%

2

## Tax Bracket Adjustments

Tax-free threshold for individuals lifted from N\$50,000 to N\$100,000 effective 1 March 2024; further adjustments expected in next 2 years

3

## SEZ Regime

Tax rate of 20% for SEZ entities with normal capital allowances, and VAT will be zero-rated

# Tax Policy and Admin Reforms

4

## SME Tax Rate

Corporate tax rate of 20% for SMEs with an annual turnover below a predefined threshold still to be determined

5

## VAT Registration Threshold

Mandatory VAT registration threshold to increase from N\$500,000 to N\$1 million

6

## VAT E-Invoicing

VAT e-invoicing system to be explored which will integrate and interface cash registers of businesses with the ITAS system

# Tax Policy and Admin Reforms

7

## Insurance NRST

The current exemption of non-resident shareholder tax for long and short term insurance companies will be removed

8

## Internship Tax Incentive Programme

Introduction of an Internship Tax Incentive Programme that will incentivize employers to enrol interns by providing an additional corporate tax deduction as a result of this

9

## Building improvement deduction

A deduction is proposed whereby a capital depreciation allowance of 10% can be claimed on the costs of buildings erected, added to, extended or improved as long as the buildings are used for trade purposes

# Tax Policy and Admin Reforms



10

## Transfer duties and Stamp duties

Changes to be made to adjust for the effect of inflation with brackets to be increased and a super tax for luxury residences above N\$12million

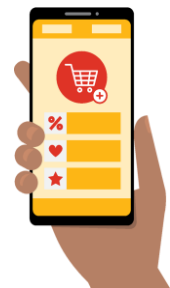
11

## Tax Amnesty

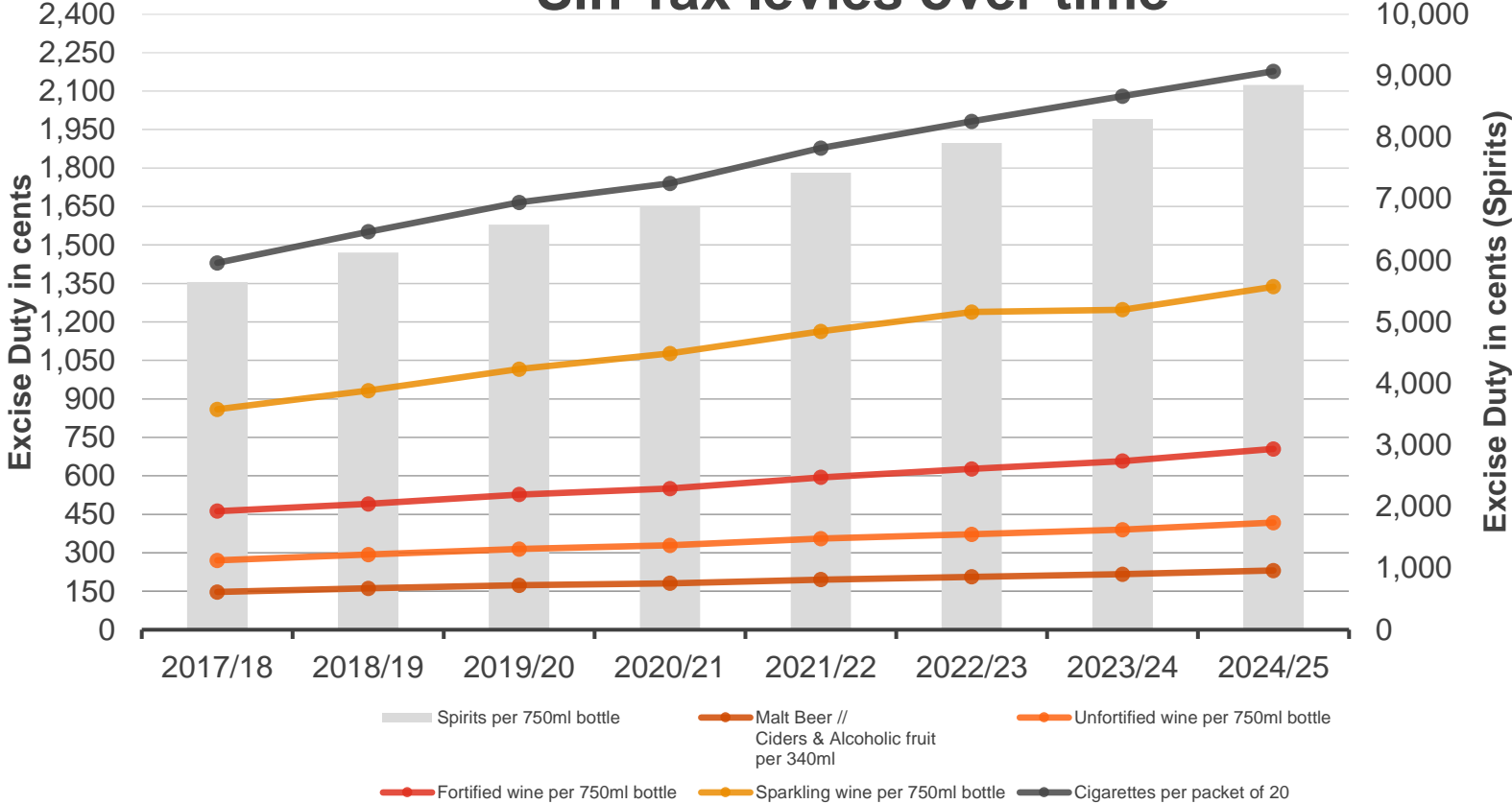
Confirmation that the Tax Amnesty Program will end on 30 October 2024 and will not be extended again

# Excise Duty effective 22 February 2024

Product	Quantity	Increase in Namibian Dollars (N\$)
Spirits	per 750ml	5.53
Cigarettes	per packet of 20	0.97
Sparkling wine	per 750ml	0.89
Fortified wine	per 750ml	0.47
Unfortified wine	per 750ml	0.28
Malt Beer (5% alcohol)	per 340 ml	0.14
Ciders & Alcoholic fruit beverages	per 340 ml	0.14
Nicotine & Non-nicotine solution (e-cigarette/vaping)	per 1ml	0.14



# Sin Tax levies over time

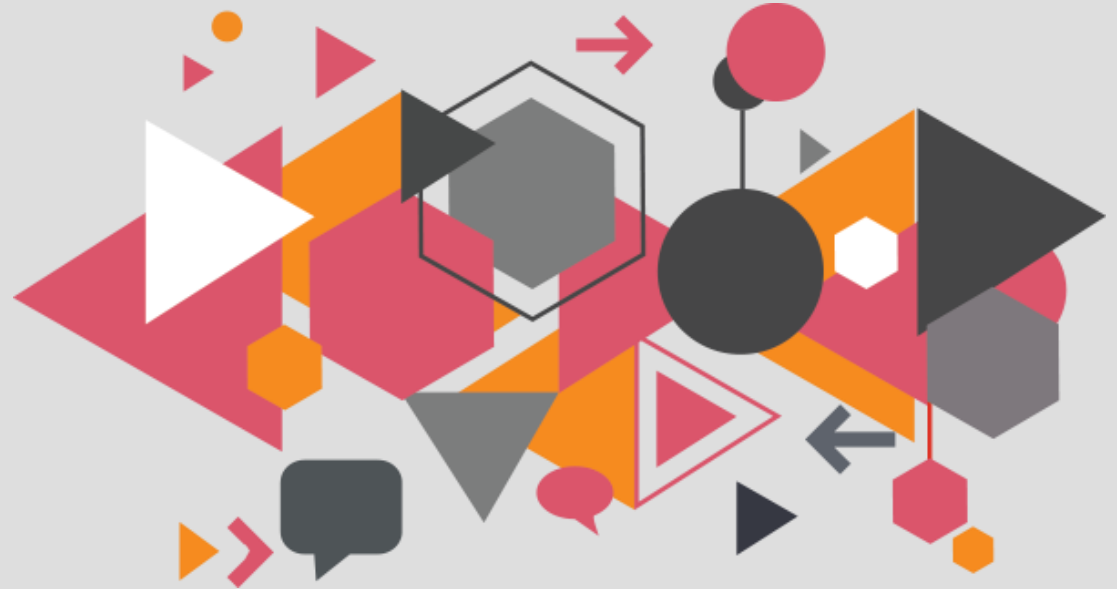




# National Budget 2024/25

## Thank you

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