



Mid-year budget 2025/26 analysis





Overview

The honourable Minister of Finance presented the Mid-year budget review policy statement in parliament on 21 October 2025.

I end with Her Excellency Netumbo Nandi-Ndaitwah's call for speedy, effective and efficient execution of projects to bring about much needed jobs for our people, particularly the youth.



Hon. Ericah B. Shafudah,
Minister of Finance

Budget Comparisons (N\$ Millions)

Revenue outlook



Chantell Husselmann
Country senior partner

“Revised Revenue **decreased** by

3.46%

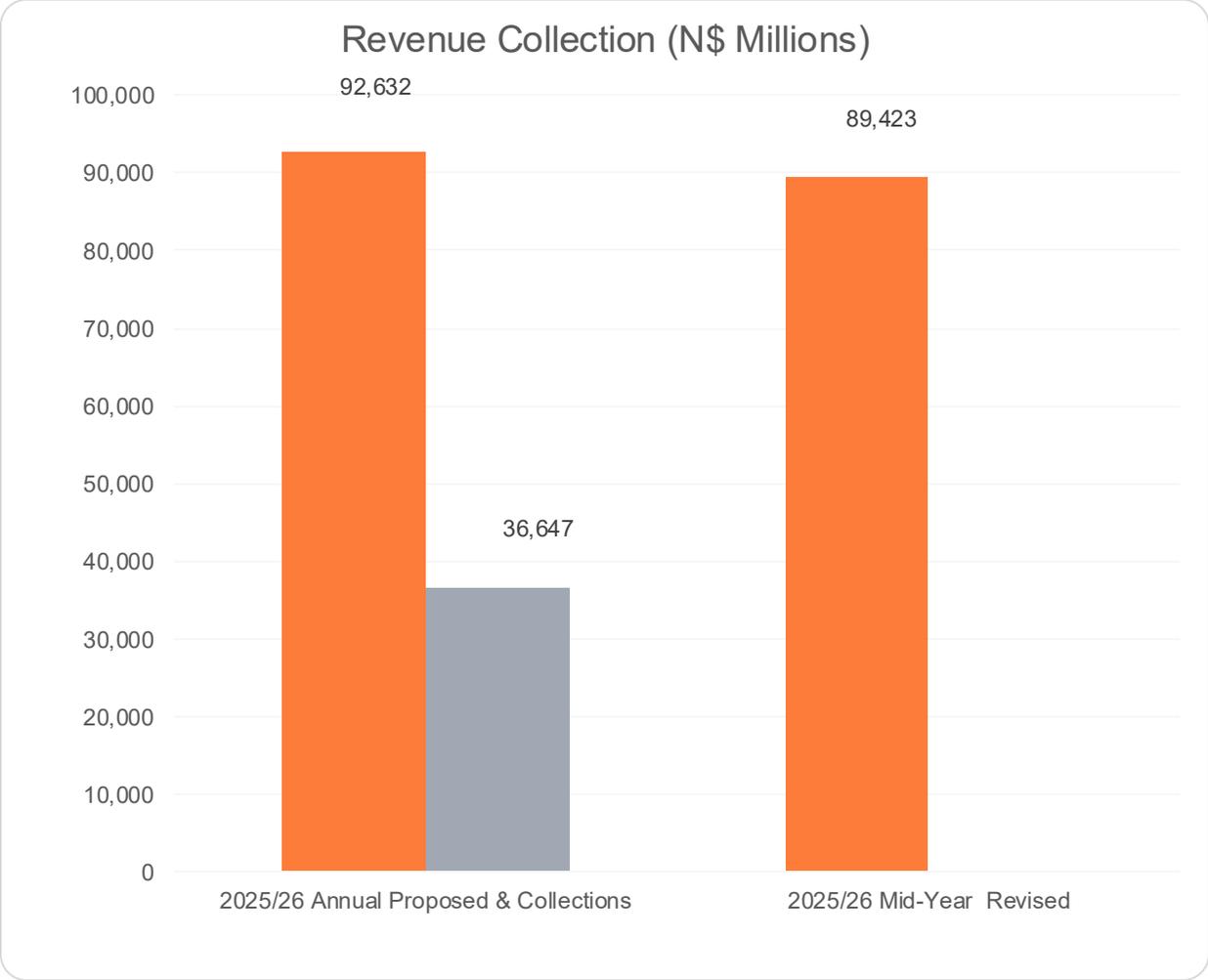
from what was initially expected with the annual budget speech earlier this year.”



Revenue Comparison (N\$ Millions)

Mid-year Budget 2025-26 review

Budget comparisons (N\$ Millions)



**Total revised revenue
year 25/26**

= N\$89.4 billion

Collection year-to-date

= 39.56%

Budget Comparisons (N\$ Millions)

Expenditure outlook



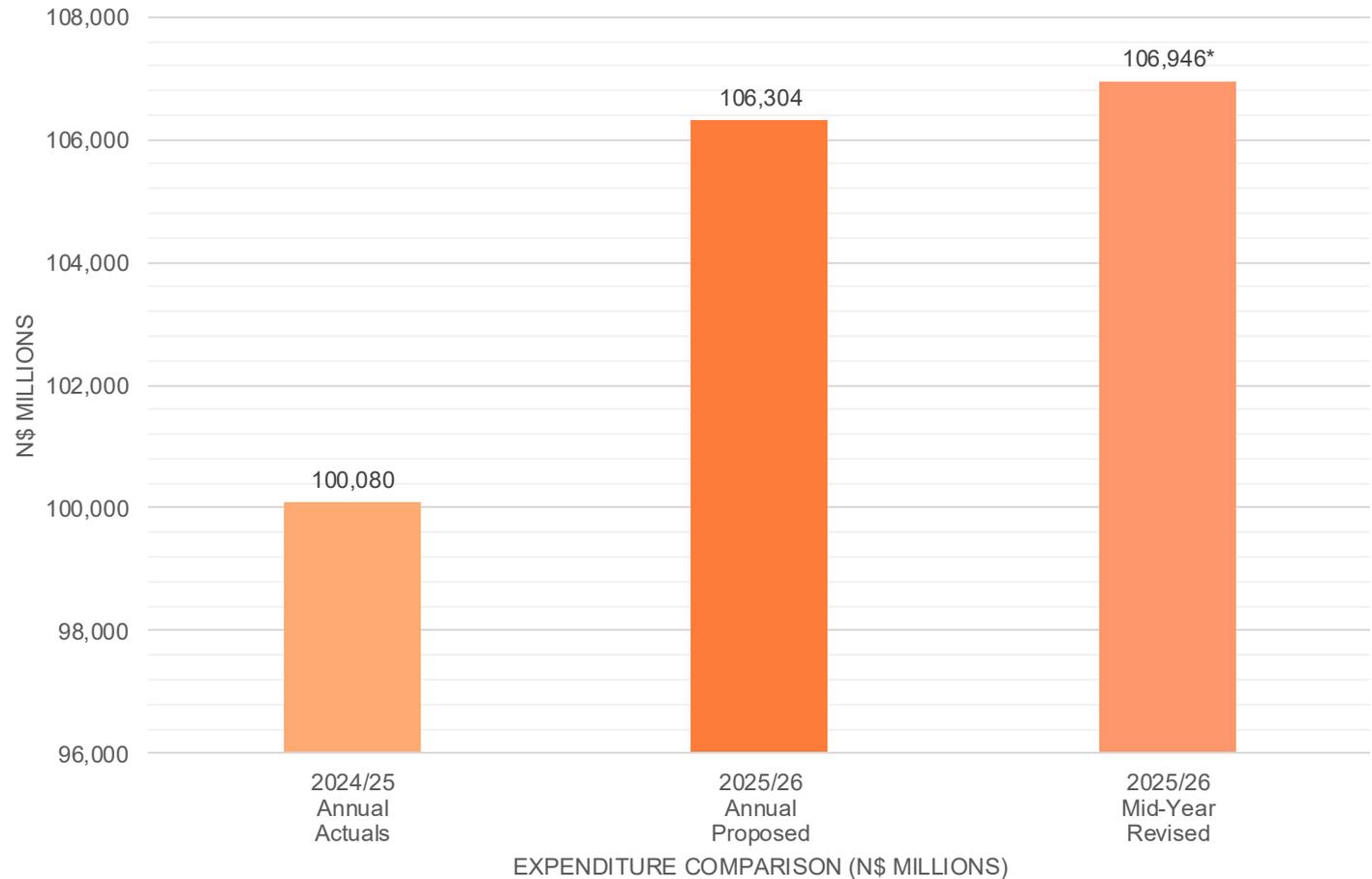
Cherise Pfeiffer
Senior Manager Corporate Tax

“Revised expenditure **increased** by

0.6%

from what was initially forecasted with the annual budget speech earlier this year.”

Expenditure Outlook



Budget Comparisons (N\$ Millions)

Deficit outlook



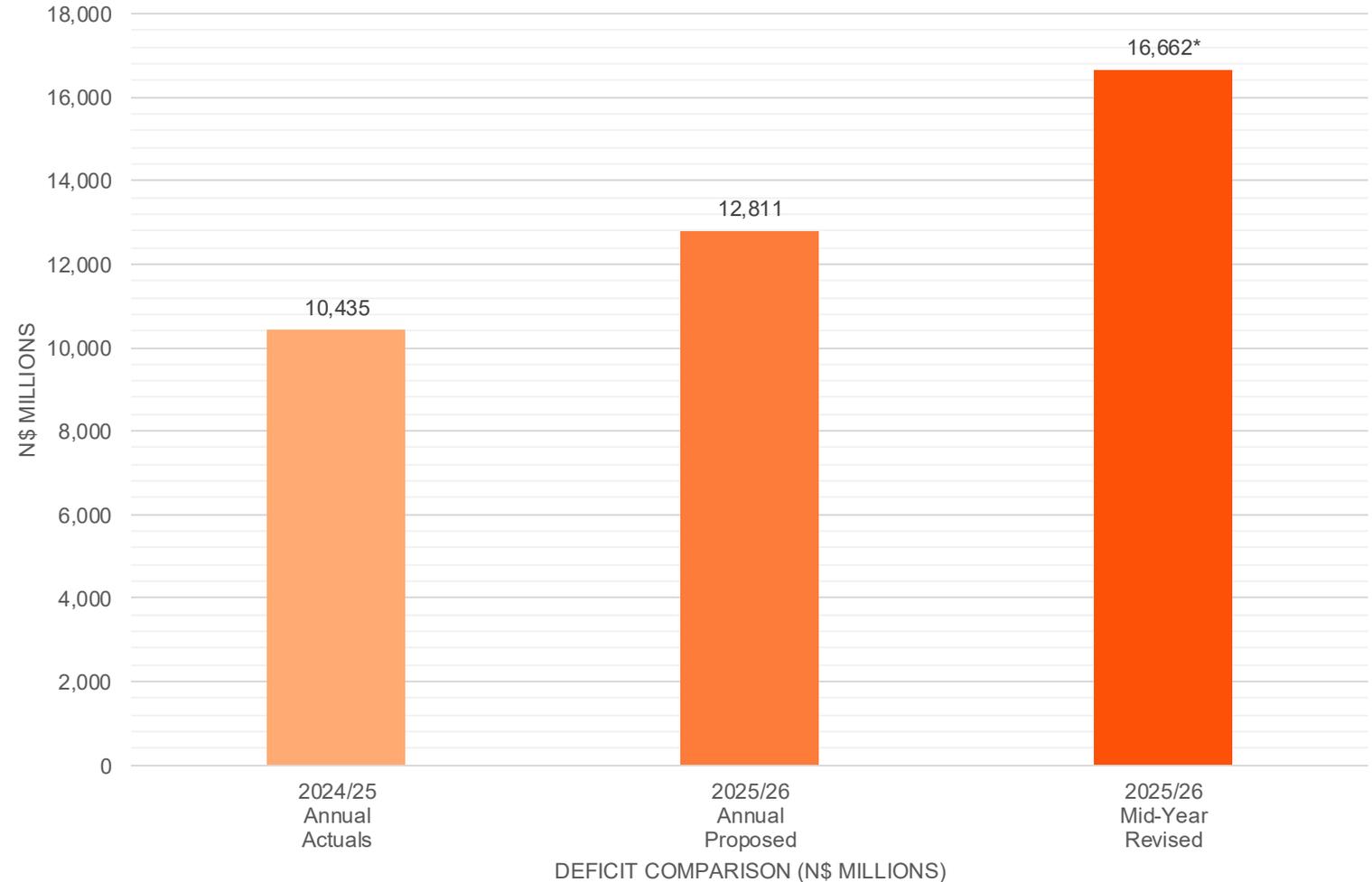
Agartha Beukes
Senior Manager VAT Tax

“ The revised budget deficit for the period **increased** by

30.06%

from what was initially anticipated with the annual budget speech earlier this year.”

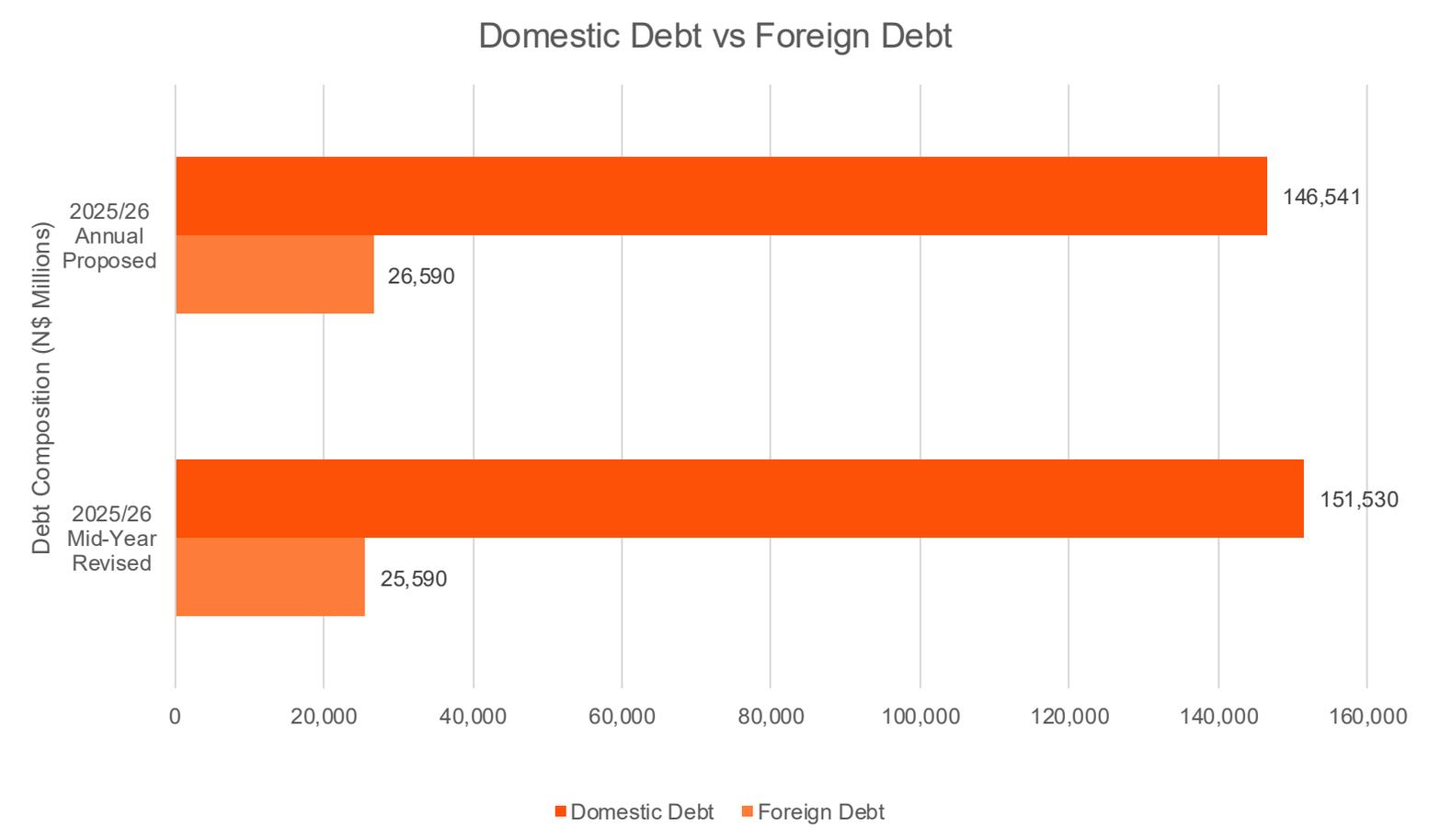
Deficit Outlook



*Manually adjusted to agree to the Minister's speech

Budget Comparisons (N\$ Millions)

Domestic debt vs Foreign debt



Christo Retief
Senior Manager Corporate Tax

“Revised debt as a % of GDP **increased to**

67.5% from 62.3%”

Status of tax proposals/ previously proposed amendments



During the honourable minister of finance's mid-year budget speech, the following tax proposals were noted

- **Anneri Lück**
Associate Director Tax

01

Preference share dividends amendment

Confirmed

02

Retirement Fund single commutation threshold increase

Confirmed

03

Cap on Housing benefits

Confirmed

Status of tax proposals/ previously proposed amendments

04

10% Local dividend tax
effective 01 January
2026

✓ Confirmed

05

SEZ tax rate at 20%

✓ Confirmed

06

Alignment of taxation
of long-term insurers

✓ Confirmed

07

Rate reduction to 28%
for non-mining
companies

✓ Confirmed

Status of tax proposals/ previously proposed amendments

08

Corporate tax rate of 20% for SME's turnover threshold

Confirmed

09

Renegotiation of Namibia's double taxation agreements

Not mentioned

10

Building improvement deduction

Not mentioned

11

VAT e-invoicing system

Not mentioned

Status of tax proposals/ previously proposed amendments

12	13	14
VAT on imported Digital Services	Zero-rating of commercial property	Special Tax Court
<input checked="" type="checkbox"/> Not mentioned	<input checked="" type="checkbox"/> Not mentioned	<input checked="" type="checkbox"/> Not mentioned



Contact us



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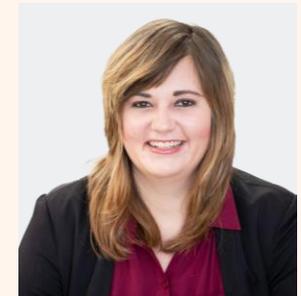
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