



Mid-year budget 2026/27 analysis

PwC Namibia



**Hon. Ericah B.
Shafudah**

Minister of Finance



“Beware of little expenses; a small leak will sink a great ship.” – Benjamin Franklin.

Honourable Speaker, this timeless wisdom reminds us that fiscal sustainability is built not only on major policy decisions, but also on disciplined management of every public dollar entrusted to Government.”

1

Revenue

Budget Comparisons (N\$ Millions)

Revenue outlook

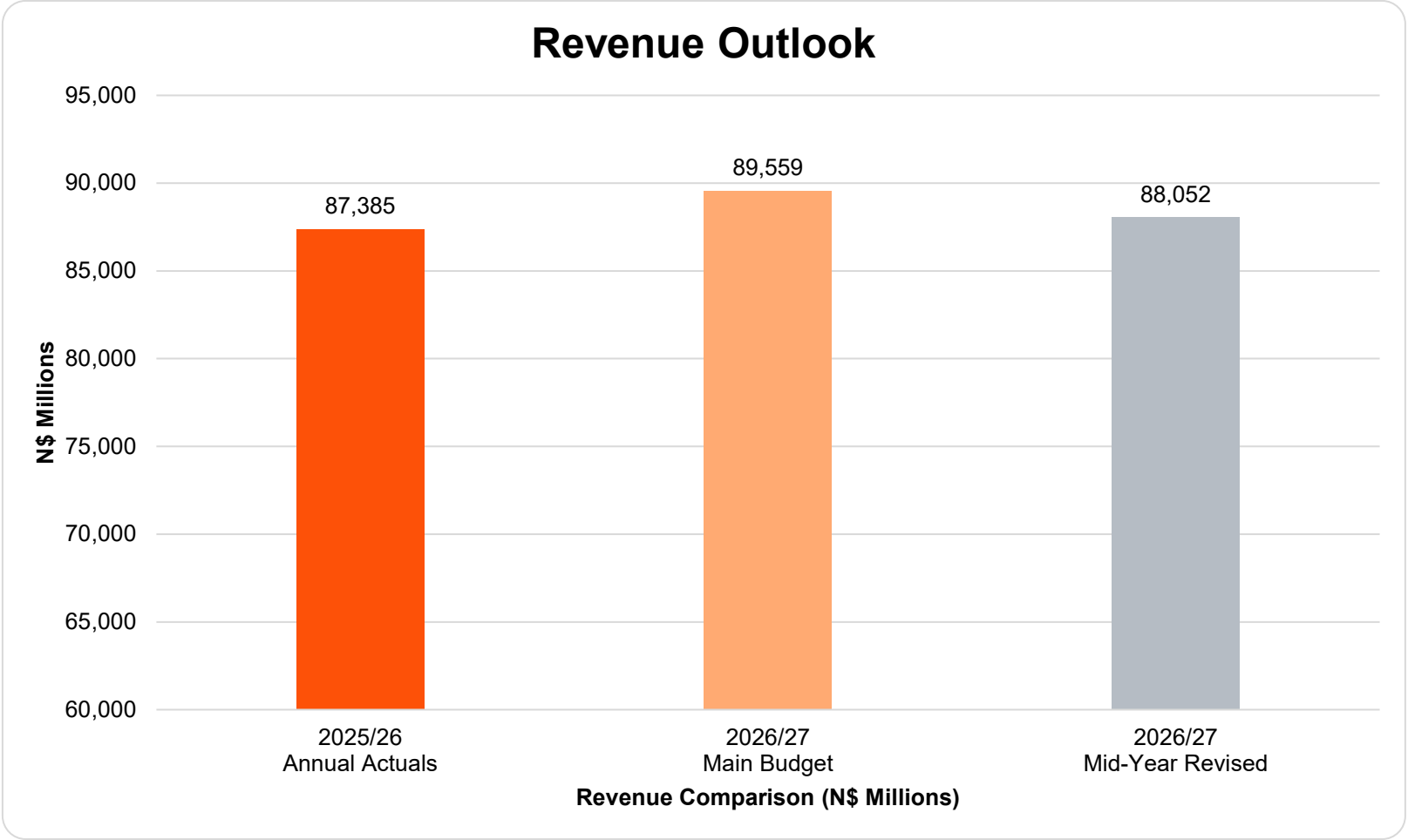


Chantell Husselmann
Country Senior Partner

“Revised Revenue **decreased** by

1.7%

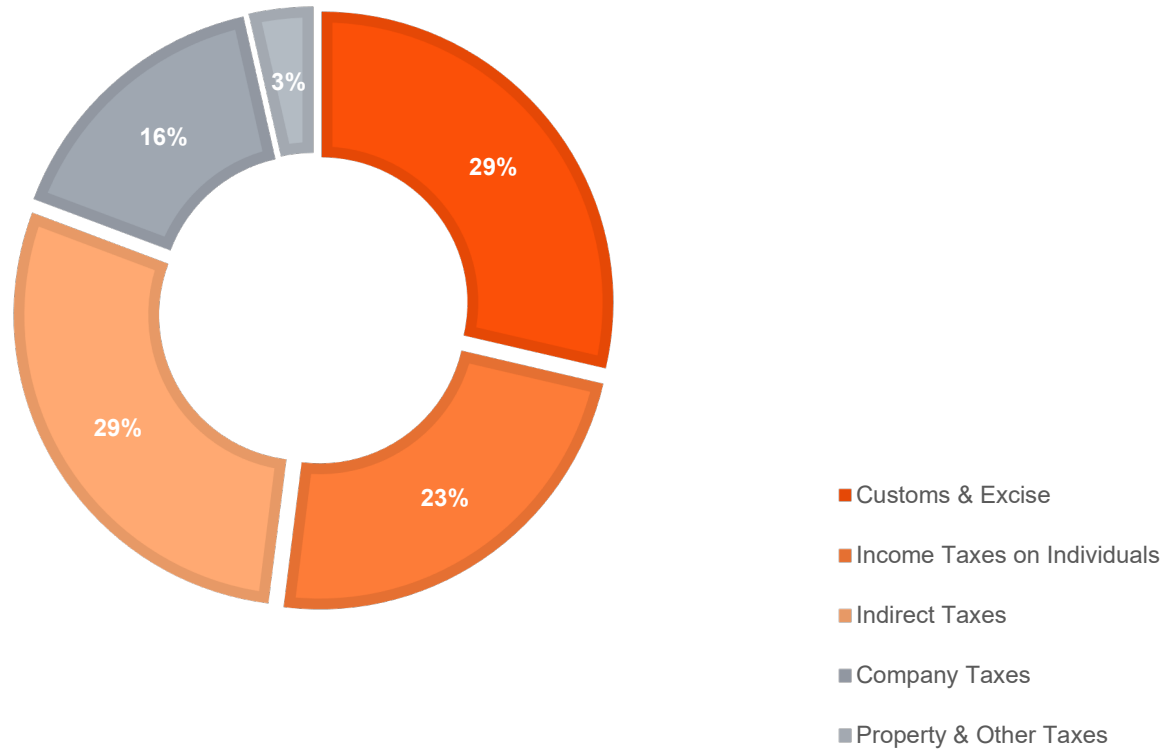
from what was initially expected with the annual budget speech earlier this year.”



Mid-year Budget 2026/27 review

Revised tax revenue composition

REVISED TAX REVENUE COMPOSITION



**Revised Tax revenue
year 26/27**

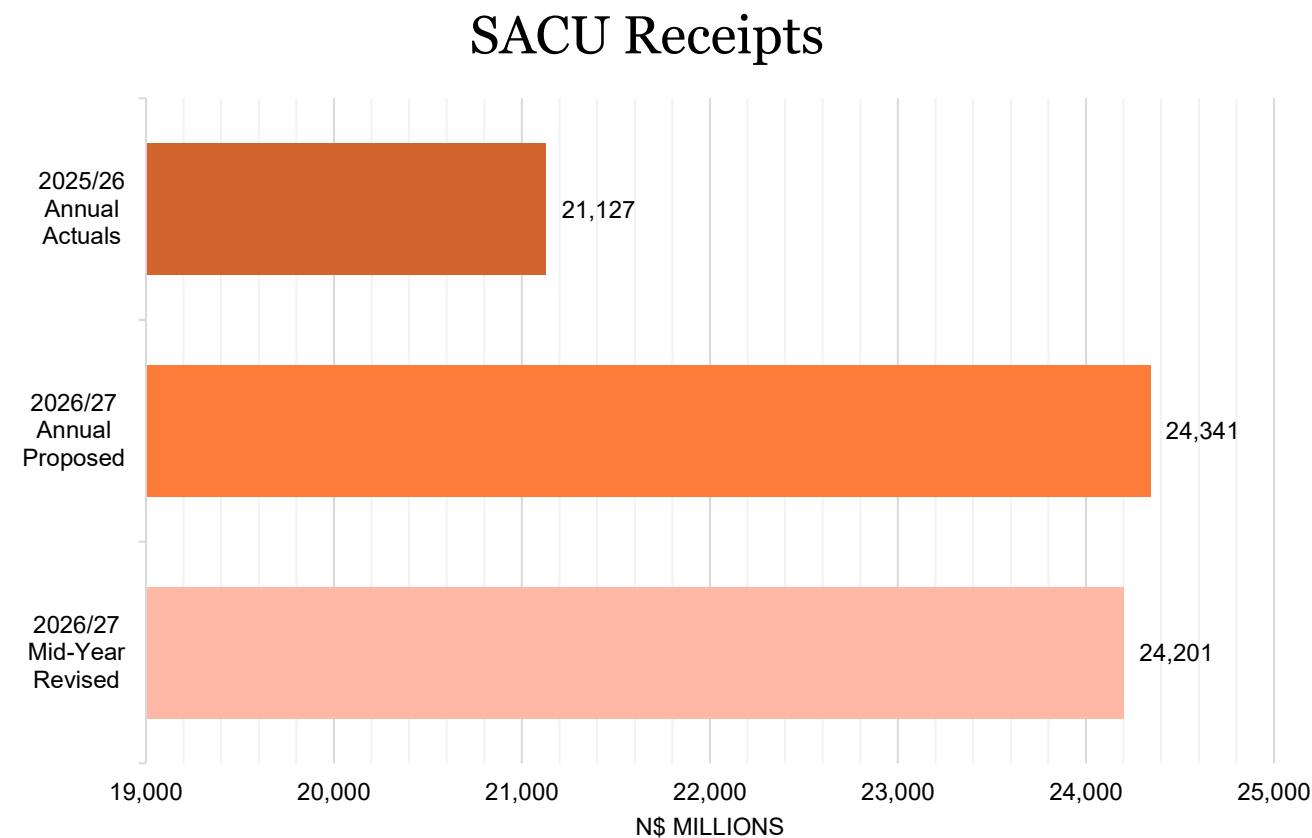
= N\$82.8 billion

**Non-Tax revenue for
year 26/27**

= N\$5.16 billion

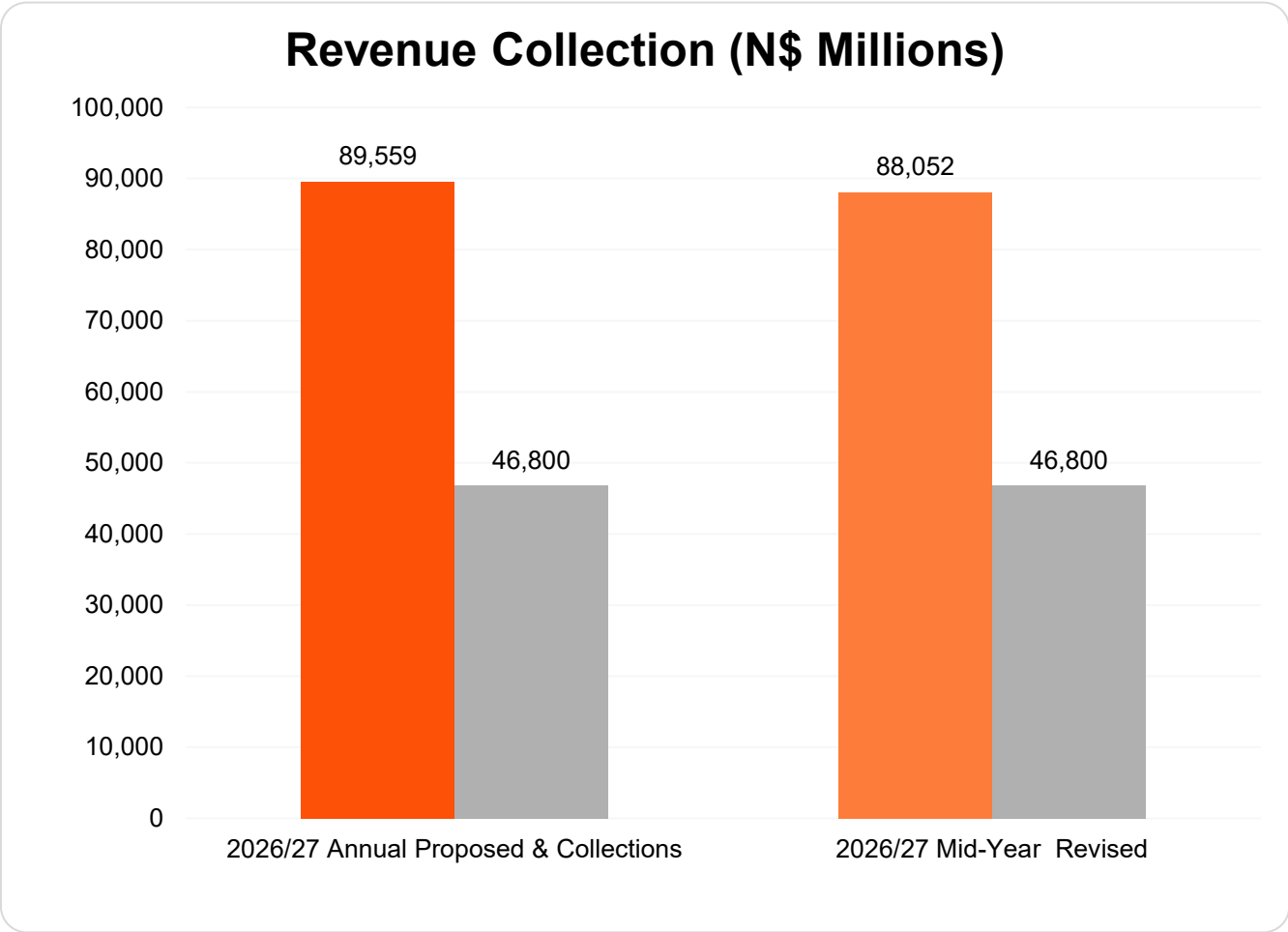


Budget comparison (N\$ Millions) SACU receipts



Mid-year Budget 2026/27 review

Budget comparisons (N\$ Millions)



Total revised revenue year 26/27

= N\$88 billion

Collection year-to-date

= 52.2%

to the revised Annual proposed and collections

Mid-year Budget 2026/27 review

Budget comparisons

Total revised revenue is down:

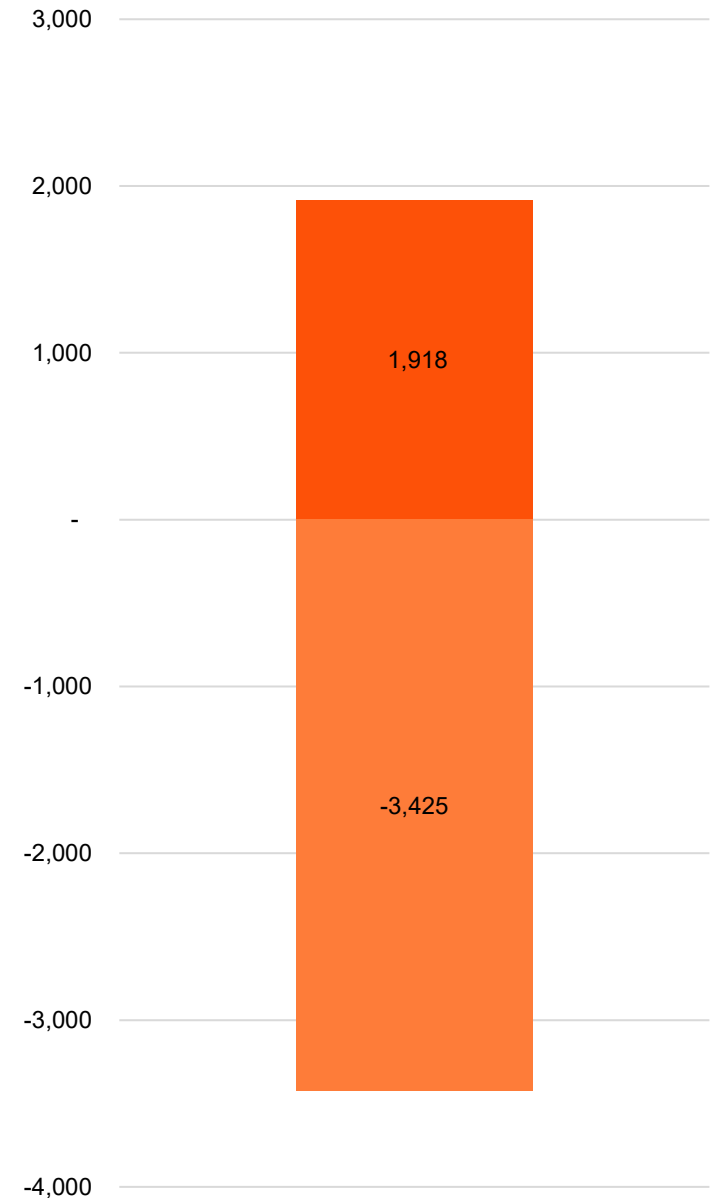
N\$1.5 billion ↓

44% of budgeted increases are from taxes on non-mining companies

Key downward revisions were:

- N\$894 million for Mining and Diamond taxes and royalties **26%**
- N\$504 million for local dividend tax **15%**
- N\$1,2 million for Administrative Fees, charges and incidental sales **34%**

Overall Revisions to Revenue and Grants (N\$ million)

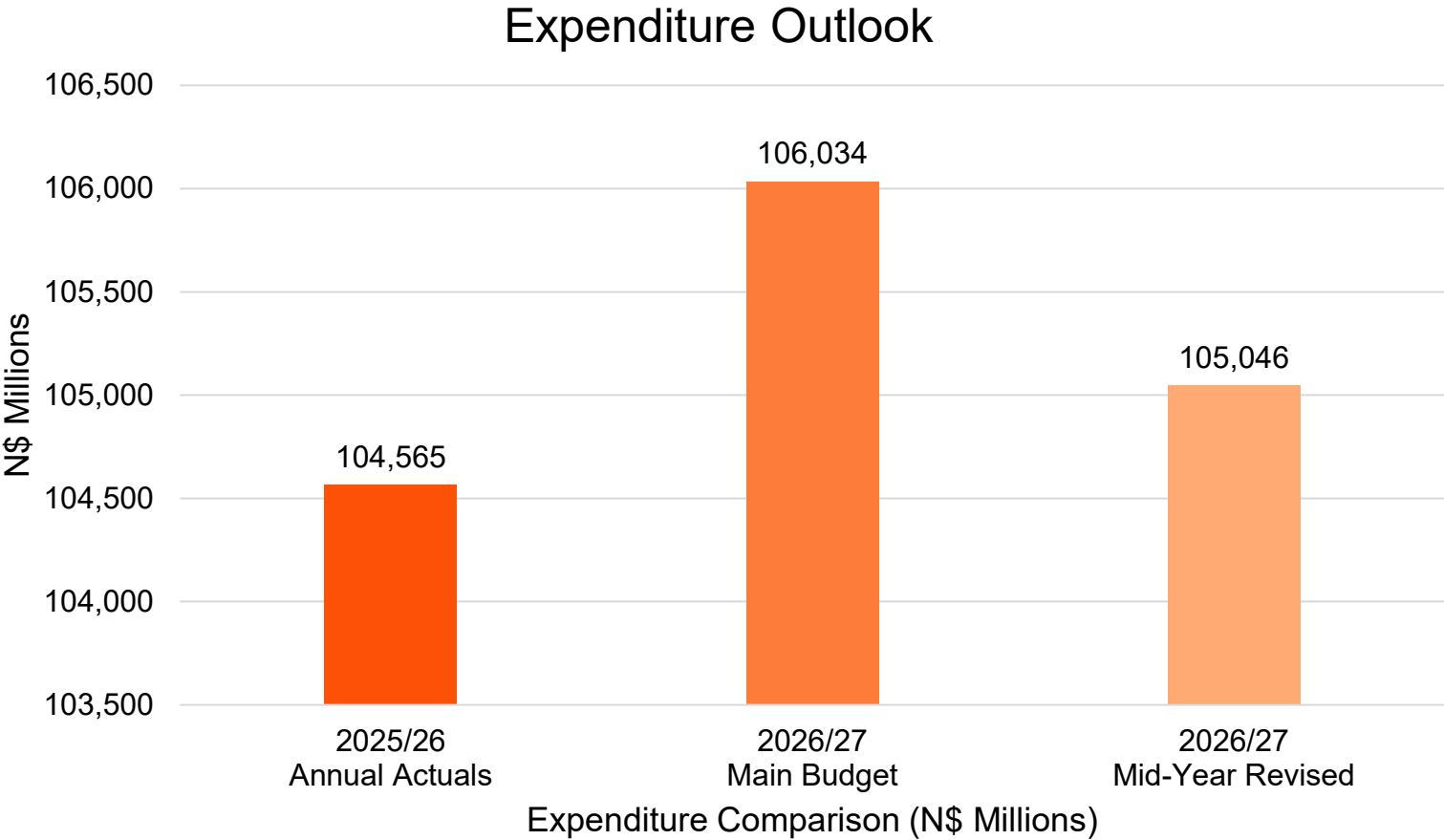


2

Expenditure

Budget Comparisons (N\$ Millions)

Expenditure outlook



Cherise Pfeiffer
Senior Manager - Tax

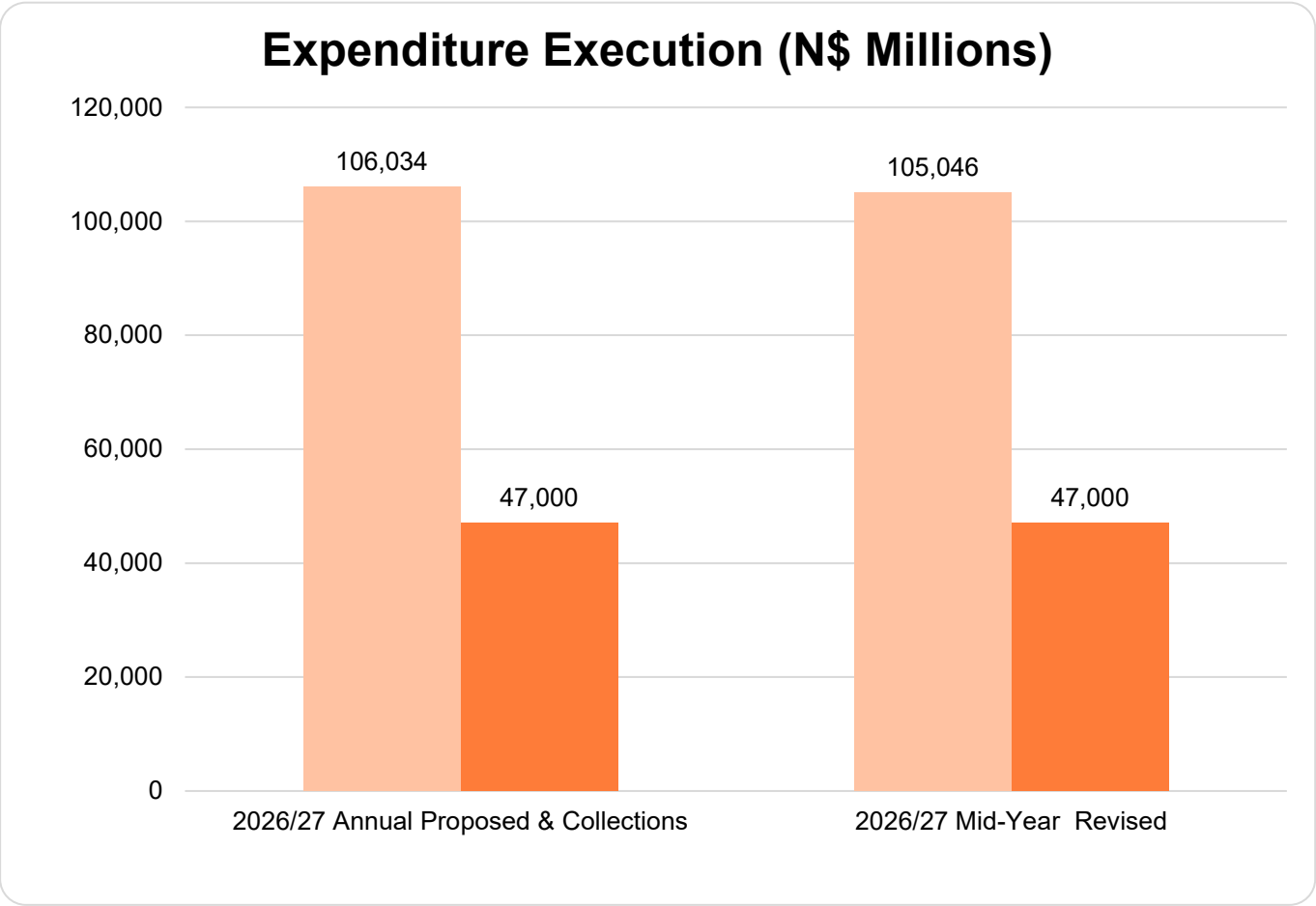
“Revised expenditure **decreased** by

0.9%

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

Mid-year Budget 2026/27 review

Budget comparisons (N\$ Millions)



**Total revised expenditure
for 26/27**

= N\$105 billion

Budget executed to date

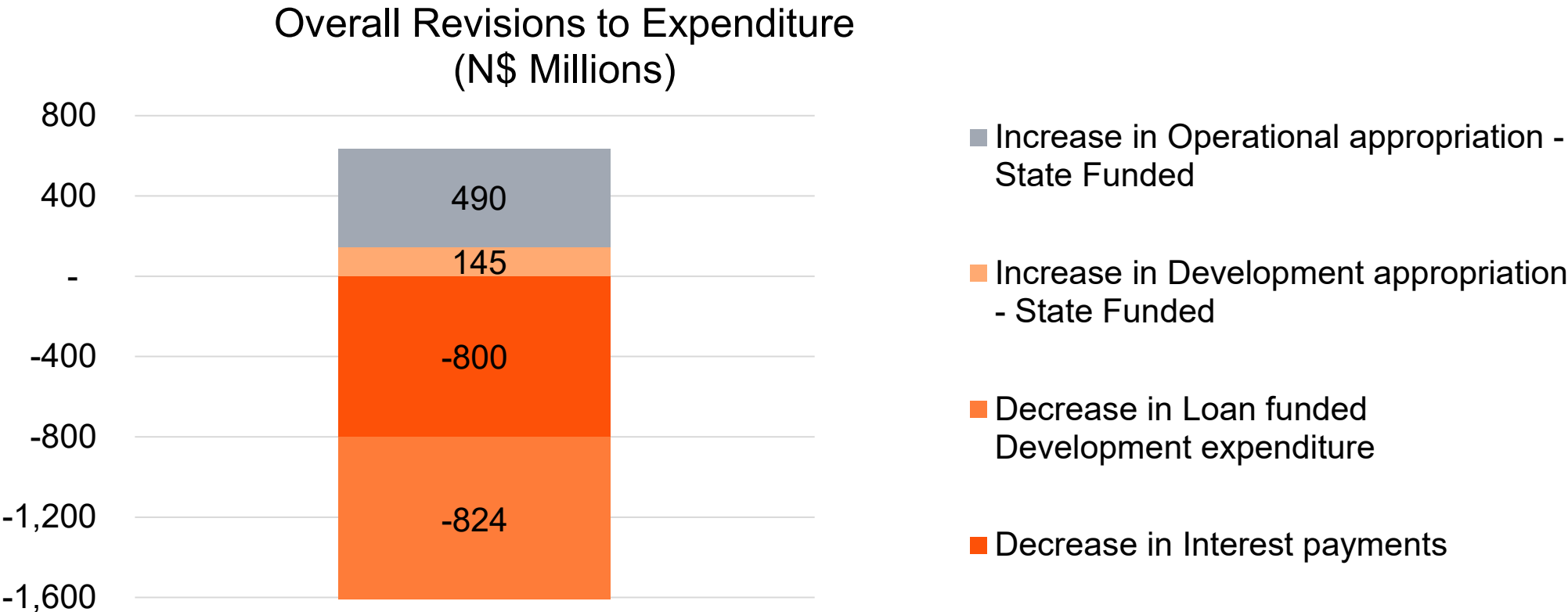
= 53.5%*

*** Equivalent to 44.7% of revised total expenditure,
including statutory commitments.**

Mid-year Budget 2026/27 review

Budget comparisons

Total revised expenditure is down: **N\$988 million** ↓



Expenditure reprioritisation and reallocations - N\$635m increase in the appropriation

665Mil

Finance

N\$665 million, mainly for PSEMAS and the Contingency Fund.

200Mil

Defence

N\$200 million for rations and utilities.

180Mil

Presidency

N\$180 million for basic sports facilities and security measures.

179Mil

Agriculture & Land Reform

N\$179 million for Foot-and-Mouth Disease containment.

62Mil

Urban & Rural Development

N\$62 million for Rundu soil-erosion works and councillor salary adjustments.

3

Deficit and Debt stock & Policy priorities

Budget Comparisons (N\$ Millions)

Deficit outlook

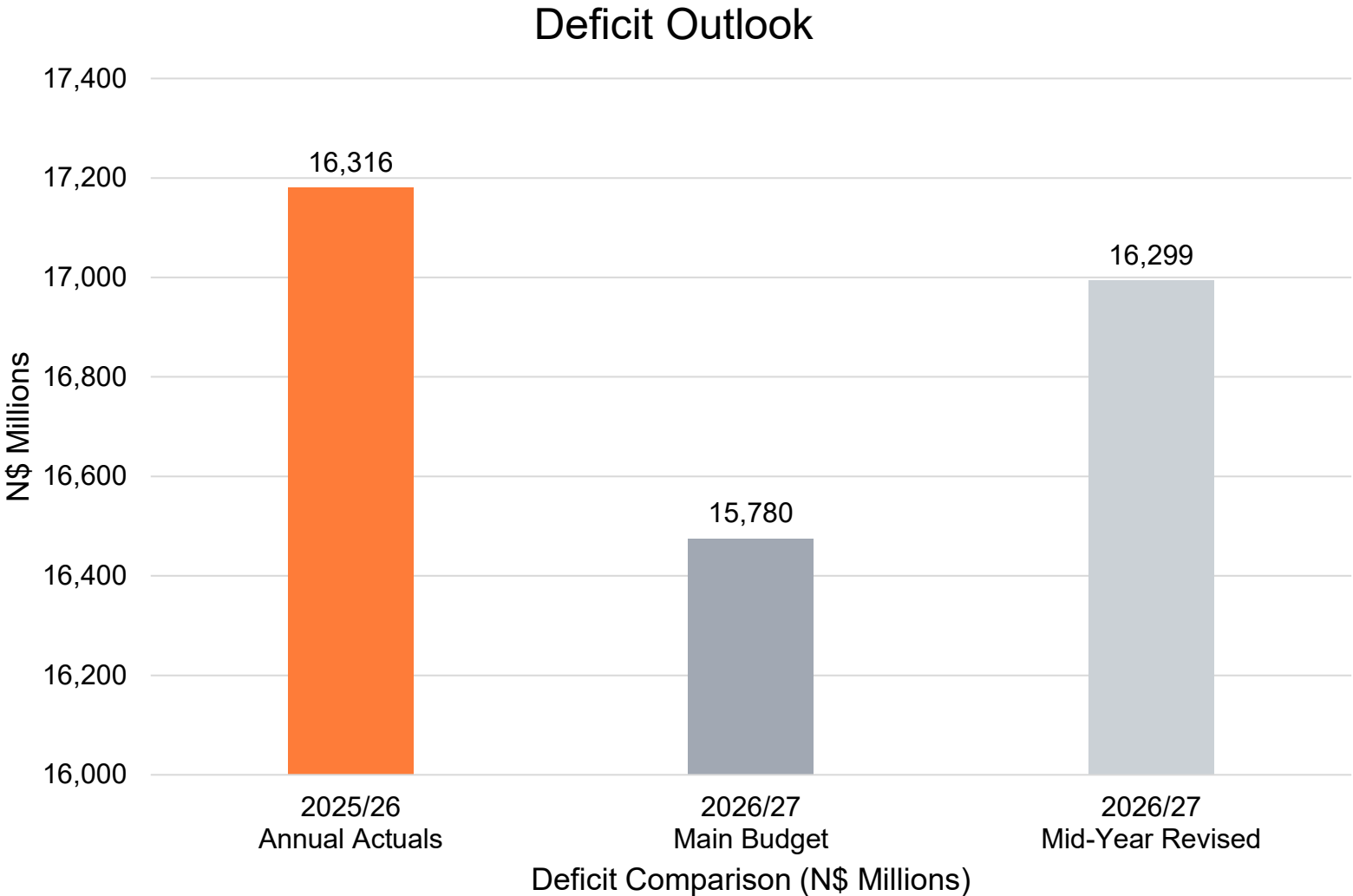


Agarthia Beukes
Senior Manager - Tax

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

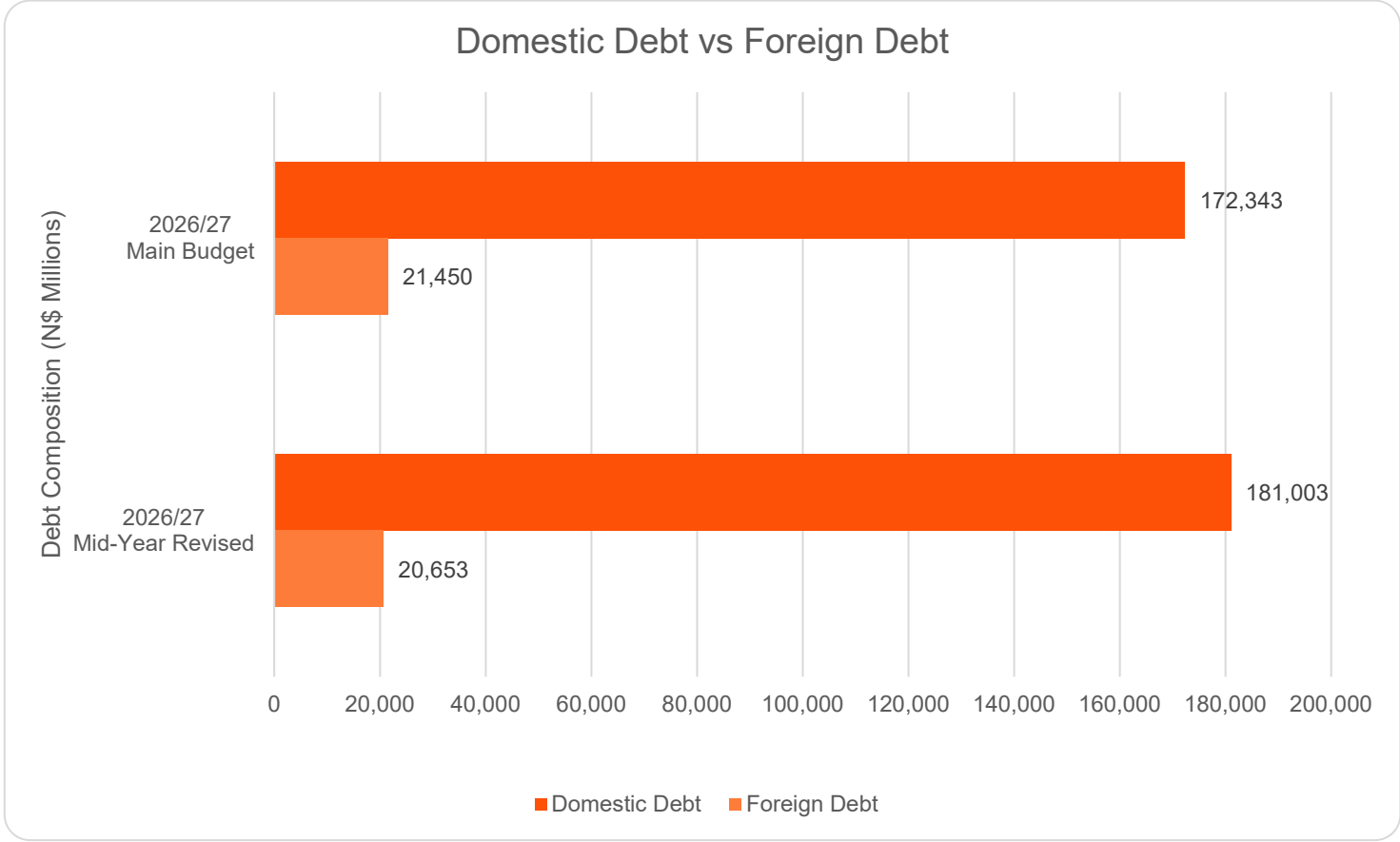
3.3%

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



Budget Comparisons (N\$ Millions)

Domestic debt vs Foreign debt



Revised debt as a % of GDP

↑

68.7%

4

Tax policy updates

New tax policy reforms



Anneri Lück
Tax partner

“Going forward, all taxpayers will be expected to meet their obligations as Government advances a fair, efficient, and sustainable tax system founded on compliance, accountability, and shared responsibility.”

VAT on sugar

Government is reviewing the current VAT zero-rating of sugar due to health considerations.

01

02

Agricultural inputs

Government is considering import VAT zero-rating on agricultural inputs and equipment to reduce domestic food-production costs.

New tax policy reforms

03

04

Export levy

Export levy levels are under review, with stakeholder consultations underway.

Tax administration & compliance

Government reaffirmed its broader tax policy and administrative reform programme, while the Tax Amnesty Programme ends **31 October 2026**.

Contact us



Chantell Husselmann

Country Senior Partner &
Tax Leader
chantell.husselmann@pwc.com



Anneri Lück

Tax Partner
anneri.luck@pwc.com



Christo Retief

Senior Manager
Corporate Tax
christo.retief@pwc.com



Agartha Beukes

Senior Manager
Indirect Tax
agartha.b.beukes@pwc.com



Cherise Pfeiffer

Senior Manager
Direct & Indirect Tax – Walvis
cherise.pfeiffer@pwc.com