



# African Research Review

Journal / [African Research Review \(/index.php/afrrrev\)](#) / [Vol. 9 No. 4 \(2015\)](#)

[\(/index.php/afrrrev/issue/view/12960\)](#) / Articles



[\\_ \(https://www.journalquality.info/en/jpps-criteria/one-star\)](https://www.journalquality.info/en/jpps-criteria/one-star)



↓ [DOWNLOAD PDF \(HTTPS://WWW.AJOL.INFO/INDEX.PHP/AFRREV/ARTICLE/VIEW/12464\)](https://www.ajol.info/index.php/afrrrev/article/view/12464)



**Published:**

Oct 27, 2015

**DOI:**

[10.4314/afrrrev.v9i4.21 \(https://doi.org/10.4314/afrrrev.v9i4.21\)](https://doi.org/10.4314/afrrrev.v9i4.21)

**Issue**

[Vol. 9 No. 4 \(2015\) \(https://www.ajol.info/index.php/afrrrev/issue/view/12960\)](https://www.ajol.info/index.php/afrrrev/issue/view/12960)

**Section**

Articles

Copyright is owners of the journal.

African Research Review by [International Association of African Researchers and Reviewers](#) (<http://creativecommons.org/choose/www.afrrrevjo.net>) is licensed under a [Creative Commons Attribution-NonCommercial-NoDerivs 3.0 Unported License](#) ([http://creativecommons.org/licenses/by-nc-nd/3.0/deed.en\\_US](http://creativecommons.org/licenses/by-nc-nd/3.0/deed.en_US)).

**We value your privacy.**

We may use cookies and other tracking technologies to improve your experience on our website. We may store and/or access information on a device and process personal data, such as your IP address and browsing data, for personalised content suggestions, content measurement, audience research and services development.

[Accept all cookies](#)

[Reject all cookies](#)

[Terms and conditions](#)

# Tax Reforms in Nigeria: Case for Value Added Tax (VAT)

---

Israel Omesi  
Nuka Peter Nzor

---

## Abstract

This paper examined tax reforms in Nigeria with respect to value added tax (VAT). It highlighted the reasons for the replacement of sales tax with value added tax (VAT), yearly contributions of value added tax to the total revenue base of the nation and revealed that Value Added Tax (VAT) was designed to favour development at the lower tier level of government. The paper further revealed that Nigerian value added tax rate was the least in the world. Based on these revelations, the paper recommends that value added tax rate should be increased from five (5) percent to 10 percent in Nigeria. The paper also recommended that Value added tax (VAT) Act should be amended based on destination principle to impose VAT on imported services rendered outside Nigeria by a non-resident company.

**Keywords:** Tax Reforms, Value added tax, Nigeria, sales tax

---

## Journal Identifiers

eISSN: 2070-0083  
print ISSN: 1994-9057

---

## About AJOL

---

AJOL Team (<https://www.ajol.info/index.php/ajol/team>)  
AJOL Board (<https://www.ajol.info/index.php/ajol/board>)  
Donors (<https://www.ajol.info/index.php/ajol/donors>)  
Partners (<https://www.ajol.info/index.php/ajol/AJOL-partners>)  
Sponsors (<https://www.ajol.info/index.php/ajol/npo>)  
Contact (<https://www.ajol.info/index.php/ajol/contact-AJOL>)  
Usage Statistics (<https://www.ajol.info/index.php/ajol/statistics>)  
Journal Quality (<https://www.ajol.info/index.php/ajol/JPPS>)  
About AJOL (<https://www.ajol.info/index.php/ajol/about-AJOL-African-Journals-Online>)

## Policies

---

Whistle blowing (<https://www.ajol.info/index.php/ajol/whistle-blowing>)  
Terms and conditions (<https://www.ajol.info/index.php/ajol/terms-and-conditions>)  
Non-profit Organisation (<https://www.ajol.info/index.php/ajol/npo>)

---

