

Mauritius National Budget 2025-2026



‘From abyss to prosperity: rebuilding the bridge to the future’

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The budget focuses on three main pillars



Economic
renewal



A new
social order



Fiscal
consolidation

Enhancing the Mauritius IFC

- Dedicated licensing framework for integrated wealth management and family office services from investment advisory to succession planning
- Introduction of bullion banking as a new authorised private banking activity
- Building reputation as a trusted regional trade hub through introduction of legislation recognising electronic bills of exchange and trade documents
- Review of Financial Services Commission (FSC) annual license fees to reflect evolving market conditions and Registrar of Companies (ROC) fees to double
- Enabling FSC to conduct special investigations at the request of a foreign supervisory institution
- Development of a new Africa strategy for the financial services sector to reinforce Mauritius' role as a platform for Africa-bound investments

Ease of doing business

- Unified e-licensing platform with integrated centralised KYC repository embedded with “Known to Commission” features
- Real-time FSC application tracking dashboard with AI-powered virtual assistance

Environmental, social and governance (ESG)

- Climate finance unit set up within the Ministry of Finance to mobilise and coordinate climate finance
- Waste-to-wealth investment scheme promoting creative waste projects to lower carbon footprint
- Sustainable tourism focusing on quality, value addition, sustainability, inclusion and resilience

Work and live in Mauritius

- Revamping of the Economic Development Act to review and reassess the conditions of the various categories of occupation/residence permits
- Fast-track and simplified rules-based work permit system managed by the Economic Development Board (EDB) for the recruitment of foreign talent

Fiscal measures and tax administration

Corporate tax

1. Alternative minimum tax (AMT)

Introduction of an AMT of 10% of book profit (adjusted for capital gains/losses and local dividends) applicable for companies operating in certain sectors excluding companies holding a Global Business Licence (GBL) and those benefiting from tax holidays.

2. Qualified domestic minimum top-up tax (QDMTT)

Introduction of QDMTT on income derived by resident subsidiaries and holding companies of multinational enterprises (MNEs) resident in Mauritius.

3. Fair share contribution on corporates

Introduction of a contribution of 2% or 5% on the chargeable income of corporates that have annual chargeable income exceeding Rs 24 million as from 1 July 2025 for three years. Companies holding a GBL are however excluded from this top-up contribution.

4. Corporate social responsibility (CSR)

Companies will be allowed to spend 50% of their CSR fund on CSR activities, instead of the current 25% maximum.

5. Partial exemption regime

Extension of the partial exemption of 80% to income earned by virtual asset service providers. Foreign source dividend earned by banks will not qualify for partial exemption.

6. Transfer pricing

Review of scope and methodology for the application of the arm's length principle to provide greater certainty and protection of Mauritius' tax base.

Value added tax (VAT)

- Turnover threshold of taxable supplies for compulsory VAT registration lowered from Rs 6 million to Rs 3 million
- Turnover for joining e-invoicing system lowered from Rs 100 million to Rs 80 million
- VAT applicable on specified digital or electronic services provided by foreign supplier as from 1 January 2026
- Reverse charge mechanism applicable to all VAT registered persons including banks receiving services from foreign suppliers
- VAT applicable on supply made to a foreigner who is outside Mauritius at the time the service is performed, if the service is utilised in Mauritius

Personal tax

1. Review of personal income tax rates and bands effective from 1 July 2025

Chargeable income	Rate (%)
First Rs 500,000	0
Next Rs 500,000	10
Remainder	20

2. Tax exemption

Exemption of emoluments or business income up to Rs 1 million of an employee or a self-employed individual aged between 18 and 28 years.

3. Fair share contribution on high-income earners

Contribution of 10% to 20% on chargeable income including dividends for individuals earning an annual net income (inclusive of dividend income) exceeding Rs 12 million, as from 1 July 2025 for three consecutive years.

Tax administration

1. Tax arrears settlement scheme (TASS)

Extension of TASS for one additional year, allowing for full waiver of penalties and interests.

2. Tax dispute settlement scheme (TDSS)

Full waiver of penalties and interests upon withdrawal of a case at the Assessment Review Committee, Supreme Court or Privy Council.

3. Voluntary disclosure settlement scheme (VDSS)

Full waiver of penalties and interests for voluntary declarations of past undeclared income or taxable supplies.

4. Power to raise assessment

Statute of limitations for Mauritius Revenue Authority (MRA) assessments restricted to a period of only two years except in exceptional circumstances.

5. New tax ruling fees

	Income tax (Rs)		VAT (Rs)	
	Previous	New	Previous	New
Individual	2,000	3,000	2,000	3,000
Company	10,000	50,000	10,000	15,000

Regulatory measures

Financial Services Act



- The issuance or transfer of shares to an existing shareholder will not require the approval of the FSC if there is no resulting change in control



- Licensees on securities exchanges, other than in Mauritius, will be exempted from the FSC's approval for share transfers if there's no change in control

Companies Act



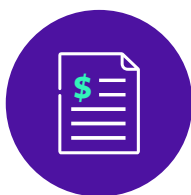
- Public interest entities will be required to prepare an annual report within six months of their balance sheet date, regardless of turnover

Data Protection Act



- The law will align fully with international standards, including the Council of Europe Convention and the EU's General Data Protection Regulation (GDPR)

Financial Reporting Act



- The definition of public interest entity will be aligned with international best practices

Others



- The relevant legislations will be amended to allow for documents using secured electronic signatures to be accepted for registration and transcription purposes

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This infographic summary is not a holistic guide on the Mauritius 2025-26 budget. Some items found in the actual budget are omitted from this summary. To the best of our abilities, we have tried to feature those we deem of interest to the general public and our clients.

For a comprehensive read, do head over to [Mauritius official budget website](#).

Reference: IH1042_June2025_01

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