2026 Finance Act: the key tax measures

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Finance Act (Loi de Finances) No. 50-25 for the 2026 budget year was enacted by Dahir No. 1-25-67 of 10 December 2025 and published in Official Gazette (*Bulletin officiel*) **No. 7465 bis**. Its tax measures are set out in Article 7. Most take effect on **1 January 2026**, but several only come into force on **1 July 2026**.

1. Corporate income tax

- **Social solidarity contribution** (CSS) on profits: extended, it now applies to the years **2022 to 2028**.
- **Microfinance institutions**: those set up as public limited companies (SA) through the transfer of the assets and liabilities of microfinance associations are excluded from the 40% rate for five financial years.
- **Sports companies**: changes to their regime – temporary corporate income tax (IS) exemption, a tapering personal income tax (IR) allowance on athletes' pay from 2026 to 2029, donations deductible up to 20% of profit and 5 million dirhams (MAD), and VAT (TVA) exemption without right of deduction from 2026 to 2030.
- **Non-resident companies**: must declare capital gains on disposals of property and securities made in Morocco.

2. Personal income tax

- **Family allowance**: the tax reduction rises from 500 to **600 dirhams** per dependant, up to **3,600 dirhams**, for income earned from 1 January 2026.
- **Pensions**: the exemption for basic pensions, provided for since 2025, applies in 2026. It is extended, subject to conditions, to annuities paid by the CIMR under private-sector group supplementary pension contracts.

- **Employees of Casablanca Finance City companies**: the 20% rate is available for a maximum of ten years, with the option of the standard scale instead.
- **Taxpayers under the single professional contribution (CPU)**: a 50% allowance on the capital gain from selling the business, capped at one million dirhams, for those who permanently cease trading aged 65 or over with no pension scheme.
- **Foreign-source investment income**: a new annual return, due before 1 April, for taxpayers who have not suffered withholding tax in Morocco.

3. Withholding at source: the big change on 1 July 2026

- **Rents**: **5%** withholding on rents for buildings and structures paid to companies and to individuals taxed under the actual or simplified net profit regime.
- **Who must withhold**: the State, local authorities, public bodies and state-owned enterprises and their subsidiaries, banks and similar institutions, insurers, and businesses with turnover of at least 200 million dirhams, phased in as follows: 500 million from 1 July 2026, 350 million from 1 January 2027 and 200 million from 1 January 2028.
- **Payments to third parties and VAT withholding**: banks, insurers and large businesses join the bodies that apply these withholdings, on the same timetable.

4. VAT

- **Mandatory reverse charge** for industrial processing businesses on their purchases of new industrial waste and of scrap metals and materials.
- **Capital goods**: the 36-month exemption period can be extended by 24 months on request, for businesses still completing their project and those with an investment agreement with the State in progress.
- **Imports of cattle and camelids**: exempt in 2026, within quotas.
- A **statement of non-residents** must be attached to the return of any Moroccan customer that pays VAT on behalf of a foreign supplier.

5. Registration duties

- **Additional 2% duty** on sales of property over 300,000 dirhams, or of a business (whatever the price), without traceable payment, for deeds drawn up from 1 July 2026.

- **Share transfers in property companies** and unlisted property-rich companies: 5% rate.
- **Public contracts**: mandatory registration at 0.1%.

6. Compliance and procedures

- **Electronic accounting**: accounts must be kept in electronic form, in accordance with the laws and regulations in force.
- **Mandatory email address** for taxpayers.
- **Simultaneous audit**: for audits notified from 2026, the tax authority can carry out an audit of the accounts and a review of overall personal tax position at the same time, under a single notice.
- **Insolvency proceedings**: a prior declaration to the Directorate General of Taxes (DGI) is required before any application to open safeguard, receivership or judicial liquidation proceedings.

The timetable at a glance

Date	Measure
1 January 2026	Family allowance at MAD 600, CIMR group pensions, electronic accounting, reverse charge on waste, CSS extended
Before 1 April 2027	First return of foreign investment income received in 2026
1 July 2026	5% withholding on rents, withholding extended to banks, insurers and businesses ≥ MAD 500m, additional 2% duty
1 January 2027	Withholding extended to businesses ≥ MAD 350m
1 January 2028	Withholding extended to businesses ≥ MAD 200m

We will cover these measures in detail over the coming weeks. To assess their impact on your business or personal assets now, contact us: our tax and legal and accounting teams can help.

Sources

- Loi de finances n° 50-25 pour l'année budgétaire 2026 (in French), dahir n° 1-25-67 du 10 décembre 2025, *Bulletin officiel* n° 7465 bis, édition de traduction officielle, article 7 (sgg.gov.ma).
- Code général des impôts, édition 2025, et article 7 de la loi de finances n° 50-25 (in French) (tax.gov.ma).

A question on this topic?

The Adyel & Associés teams in Casablanca support businesses and their directors with all their tax, accounting and payroll obligations. Let's talk about your situation.

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