

From the Team

February 2023

Zimbabwe – Finance Act changes

Following the promulgation of the Finance (No. 2) Act, 2022, the ZWL tax threshold has increased from ZWL 900 000.00 to ZWL 1 100 000.00 along with consequential amendments to the tax bands, with effect from 01 January 2023.

No changes on USD tax thresholds were announced.

[Click here](#) to access the Finance (No. 2) Act, 2022 (No.10 of 2022).

Tax Table Changes 2023

The new thresholds and rates, as set out below, are applicable from 01 January 2023 to 31 December 2023.

Annual Tax Tables in ZWL:

Lower Income Limit	Upper Income Limit	Income Threshold	Marginal Rate	Tax on Threshold
0	1 100 000.00	0	0	0.00
1 100 000.00	3 840 000.00	1 100 000.00	20%	0.00
3 840 000.00	6 576 000.00	3 840 000.00	25%	548 000.00
6 576 000.00	9 312 000.00	6 576 000.00	30%	1 232 000.00
9 312 000.00	12 000 000.00	9 312 000.00	35%	2 052 800.00
12 000 000.00	9999999999.00	12 000 000.00	40%	2 993 600.00

No changes were made to the USD Tax Tables.

Paymaster Impact

- All changes are effective 01 January 2023.
- All Zimbabwe payrolls have been recalculated.
- If the January payroll is already closed, create an interim run attached to January. Please note that month-to-date and year-to-date PAYE will be suppressed to zero if negative.
- No other statutory changes were announced.