

NEW REQUIREMENTS FOR THE ESTABLISHMENT OF AUTO ASSEMBLY PLANTS IN NIGERIA 2023-2033

License Requirements

Building on existing guidelines and stipulations, the updated licensing requirements for assemblers will be as follows:

- A duly endorsed technical agreement for assembling with a clearly defined local content clause or provision with Original Equipment Manufacturer (OEM) (direct investment by OEM as lead partner is preferred);
- The factory address to be provided at registration must include copies of title deed or lease document of the factory address
- Business Plan must clearly satisfy the minimum equipment requirement for SKD/ CKD operations
- Factory must show actual assembly and manufacturing capacity in line with approved plans
- An assembling process flow chart based on the space acquired with workstations clearly identified
- Clearly documented packing list of SKD/ CKD kit import
- Certificate of Incorporation
- Tax clearance certificate; Registration with Nigerian Customs Service and Federal Inland Revenue Service

The Assemblers license will be up for renewal every three (3) years, subject to results from the annual assessments of their performance against targets. Assessment shall cover the details listed below, which manufacturers/ assemblers shall be required to submit annually;

- Production data (including Electric Vehicles - EVs)
- Sales data across various models and exports
- Employment data
- Evidence of transfer of expertise in production to local auto component manufacturers and service providers in the sector
- Others

License renewal shall be initiated when the assembly plant undergoes remodeling/ upgrades in operations or mode of manufacturing. For instance, migration from SKD to CKD.