

DEPARTMENT OF TRADE AND INDUSTRY

NOTICE 209 OF 2017

SECTION 12I TAX ALLOWANCE PROGRAMME

The Minister of Trade and Industry, Dr Rob Davies - in terms of section 12I (19)d of the Income Tax Act, 1962 (Act 58 of 1962) as amended (herein after referred to as the Act) and the Regulations promulgated in the Government Gazette No. 33385 of 23 July 2010 - hereby publishes the decision to **APPROVE** an application received for the 12I Tax Allowance Programme.

Particulars of applicant

- Name of applicant: **Siyanda Chrome Smelting Company (Pty) Ltd.**
- **Siyanda Chrome Smelting Company (Pty) Ltd – Ferrochrome Smelter Establishment, Project to manufacture Ferrochrome Alloy.** The project will invest a total of **R 2 711 500 000**, with the value of qualifying manufacturing assets equal to **R 2 711 500 000**. The project is classifiable under **SIC 3520**.

Description and costs of qualifying manufacturing assets:

| Assets | Expected Date of Assets In Use | Value of Qualifying Assets (R) |
|--------------------------------|--------------------------------|--------------------------------|
| Plant and Machinery | 1 September 2019 | 2 273 500 000 |
| Buildings | 1 September 2019 | 438 000 000 |
| Total Qualifying Assets | | 2 711 500 000 |

- Date of approval: **18 October 2016**.
- Envisaged date of commercial production: **1 December 2019**.
- Additional investment allowance benefit period: **September 2016 to September 2020**.
- **Siyanda Chrome Smelting Company (Pty) Ltd – Ferrochrome Smelter Establishment** is approved as a **Greenfield** project and awarded **6** points and afforded **Qualifying Status**.
- The approved amount for the additional **investment** allowance in respect of manufacturing assets to be brought into use **Siyanda Chrome Smelting Company (Pty) Ltd** is **R550 000 000** (five hundred and fifty million rand).
- The approved amount for the additional **training** allowance is **R 6 984 000** (six million nine hundred and eighty four thousand rand).
- Total potential national revenue to be forgone by virtue of deduction of the approved allowances **Siyanda Chrome Smelting Company (Pty) Ltd** will be **R 155 955 520**.

Enquiries relating to this publication should be made to:

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