

No. 854

13 August 2004

STRATEGIC INDUSTRIAL PROJECT (SIP)

I, Mandisi Mpahlwa, Minister of Trade and Industry hereby publish, in terms of section 12G(16)d of the Income Tax Act, 1962 (Act 58 of 1962) as amended (hereinafter referred to as the Act), particulars of an application received for approval of a strategic industrial project under section 12G of the Act and the Regulations promulgated in the Government Gazette No. 22848 of 21 November 2001.

1. PARTICULARS OF APPLICANT

1.1 Name of applicant: NCT Durban Wood Chips (Pty) Ltd

1.2 NCT Durban Wood Chips (Pty) Ltd is investing in a new chipping plant in Maydon Wharf, Port of Durban. The plant will manufacture woodchips, and complement the supply to the Japan market. The project will invest a total R83 000 000, with value of qualifying industrial assets equal to R81 997 000. The project is classifiable under SIC code 3210.

1.3 Description and costs of qualifying industrial assets:

Assets	Value applied for R)	Value of qualifying assets (R)
Chip plant, conveyors Reclaimers	38 239 000	38 239 000
Power to site	1 003 000	
Design and construction	5 099 000	5 099 000
Shed chip & control buildings	38 659 000	38 659 000
Totals	83 000 000	81 997 000

1.4 Date of approval: 25 May 2004.

1.5 Envisaged date of commercial production: December 2004

1.6 Specified period: December 2004 to December 2007

1.7 NCT Durban Wood Chips (Pty) Ltd was awarded 8 points and afforded a preferred status. The approved amount of additional industrial investment allowance in respect of industrial assets to be used for NCT Durban Wood Chips (Pty) Ltd is R81 997 000 (eighty one million, nine hundred and ninety seven thousand rands only), 100% of R81 997 000, the cost of qualifying assets.

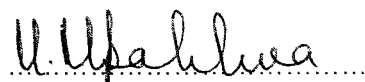
1.8 Potential national revenue to be forgone by virtue of deduction of the approved allowance for NCT Durban Wood Chips (Pty) Ltd will be R24 599 100.

- 1.9 NCT Durban Wood Chips is expected to create 51 direct and 1 082 indirect jobs during the specified period.

2. ENQUIRIES RELATING TO THIS PUBLICATION SHOULD BE MADE TO:

The Secretariat: SIP
Department of Trade and Industry
Private Bag X84
PREOTRIA
0001

Telephone No. 012- 394 1259
Fax No. 012- 394 2259
For attention: Ms Francisca Strauss



MANDISI MPAHLWA, MP
MINISTER: DEPARTMENT OF TRADE AND INDUSTRY