

No. 1399

3 December 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: Practitrade(Pty) Ltd

1.2 Practitrade (Pty) Ltd is investing in a new plant and machinery to manufacture processed chicken products, comprising freezer-to-fryer, fully cooked, and emulsified products. The project will be located in Hammarsdale. The project will invest a total R210 983 505, which also represent the value of qualifying industrial assets. The project is classifiable under SIC code 30111.

1.3 Description and costs of qualifying industrial assets:

<b>Assets</b>	<b>Date bringing use</b>	<b>of into</b>	<b>Value applied for R)</b>	<b>Value of qualifying assets (R)</b>
Plant and Machinery	Sept 2005		123 356 000	123 356 000
By-products plant	Dec 2007		21 876 505	21 876 505
Factory Buildings	Sept 2005		65 751 000	65 751 000
<b>Totals</b>			<b>210 983 505</b>	<b>210 983 505</b>

1.4 Date of approval: 27 October 2004.

1.5 Envisaged date of commercial production: November 2005

1.6 Specified period: November 2005 to November 2008

1.7 Practitrade(Pty) Ltd was awarded 6 points and afforded a preferred status. The approved amount of additional industrial investment allowance in respect of industrial assets to be used for Practitrade(Pty) Ltd is R210 983 505 (two hundred and ten million, nine hundred and

eighty three thousand, five hundred and five rands only), 100% of R210 983 505, the cost of qualifying assets.

- 1.8 Potential national revenue to be forgone by virtue of deduction of the approved allowance for Practitrade (Pty) Ltd will be R63 295 051,50.
- 1.9 Practitrade (Pty) Ltd is expected to create 392 direct and 3 133 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  
PRETORIA  
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

Printed by and obtainable from the Government Printer, Bosman Street, Private Bag X85, Pretoria, 0001  
Publications: Tel: (012) 334-4508, 334-4509, 334-4510  
Advertisements: Tel: (012) 334-4673, 334-4674, 334-4504  
Subscriptions: Tel: (012) 334-4735, 334-4736, 334-4737  
Cape Town Branch: Tel: (021) 465-7531  
Gedruk deur en verkrygbaar by die Staatsdrukker, Bosmanstraat, Privaatsak X85, Pretoria, 0001  
Publikasies: Tel: (012) 334-4508, 334-4509, 334-4510  
Advertensies: Tel: (012) 334-4673, 334-4674, 334-4504  
Subskripsies: Tel: (012) 334-4735, 334-4736, 334-4737  
Kaapstad-tak: Tel: (021) 465-7531