

No. 294

8 April 2005

**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: Sasol Chemicals Industries Limited – Propylene Purification Unit (PPU5)
- 1.2 **Sasol** Chemicals Industries Limited is investing in a new Propylene Purification Unit in Secunda, with a total investment of R 582 200 000, with value of qualifying industrial assets as R 582 200 000. The project is classifiable under **SIC** code 33430 and **HS** code 290122.

<b>Assets</b>	<b>Date of bringing assets into use</b>	<b>Value of qualifying assets (R)</b>
<b>Plant and machinery:</b>		
Plant and Machinery	October 2005	584 200 000
<b>Buildings</b>		
Factory Buildings		-
<b>Totals</b>		<b>584200000,</b>

- 1.4 Date of approval: 11<sup>th</sup> March 2005. On consideration of the appeal by the applicant, the Minister revoked his decision to deny approval of Sasol Chemicals Industries Limited – Propylene Purification Unit (PPU5) as a strategic industrial project. The approval of Propylene Purification Unit Project therefore overwrites the notice given on the government gazette no. 858 dated 13 August 2004.

- 1.5 Envisaged date of commercial production: October 2005
- 1.6 Specified period: October 2005 to October 2008
- 1.7 Sasol Chemicals' Propylene Purification Unit Project was awarded 4 points and afforded a qualifying status. The approved amount of additional industrial investment allowance in respect of industrial assets to be used is R292 100 000 (Two-hundred and two million and one hundred thousands only), 50% of R548 200 000, the cost of qualifying assets.
- 1.8 Potential national revenue to be forgone by virtue of deduction of the approved allowance for Sasol Chemical Industries Limited will be R87 630 000.
- 1.9 Sasol is expected to create 5 direct and 1 863 indirect jobs during the specified period.

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

The Secretariat: **SIP**  
Department of Trade and Industry  
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For attention: Ms Francisca Strauss

**MANDISI MPAHLWA, MP**  
**MINISTER: DEPARTMENT OF TRADE AND INDUSTRY**

  
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