

No. 652

1 July 2005

**STRATEGIC INDUSTRIAL PROJECT (SIP)**

I, Mandisi Mpahlwa, Minister of Trade and Industry, by virtue of power vested in me, 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) and the Regulations promulgated in the Government Gazette No. 22848 of 21 November 2001, hereby publish the **decision** to approve an application received for the SIP Programme

**1. PARTICULARS OF APPLICANT**

1.1 Name of applicant: Pulp United (Pty) Ltd

1.2 Pulp United (Pty) Ltd's Project is a project to manufacture **BCTMP** pulp with a total investment of R1 471 000 000. The value of qualifying industrial assets is R 1 334 000 000. The project is classifiable under SIC code 32310 and HS 4705.

1.3 Description and costs of qualifying industrial assets:

Assets	Rand value applied for	Rand value of qualifying assets
Process Line	R 900 000 000	R 900 000 000
Auxiliary Systems	R 233 000 000	R 233 000 000
Process Buildings	R 101 000 000	R 101 000 000
Auxilliary Buildings	R 100 000 000	R 100 000 000
Site Infrastructure	R 137 000 000-	0
Totals	R 1 471 000 000	R1 334 000 000

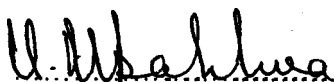
1.4 Date of approval: 30/03 /2005

1.5 Envisaged date of commercial production: July 2007

- 1.6 Specified period: April 2008 to April 2011.
- 1.7 Pulp United (Pty) Ltds BCTMP Pulp 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 R300 000 000 (Three Hundred Million Rands), which is the maximum afforded projects with a qualifying status.
- 1.8 Potential national revenue to be forgone by virtue of deduction of the approved allowance for Pulp United (Pty) Ltd's - Project will be R90 000 00.
- 1.9 Pulp United (Pty) Ltd's Project is expected to create 113 direct and 3 424 indirect jobs before the end of its 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  
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MANDISI MPAHLWA, MP  
MINISTER: DEPARTMENT OF TRADE AND INDUSTRY

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