

No. 64

1 February 2008

**STRATEGIC INDUSTRIAL PROJECT (SIP)**

The Minister of Trade and Industry, by virtue of the powers vested in him, 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: Foxtec-Ikhwezi (Pty) Ltd

1.2 Foxtec-Ikhwezi (Pty) Ltd is a project to manufacture aluminium suspension struts with a total investment of R 100 000 000. The value of qualifying industrial assets is R 96 400 000. The project is classifiable under SIC code 343 and HS 8708.99.90

1.3 Description and costs of qualifying industrial assets:


Assets	Date of bringing assets into use	Value of qualifying assets (R)
Plant and machinery:	March 2006	R 72 400 000
Buildings	March 2006	R 24 000 000

- 1.4 Date of approval: 24/01/2006
- 1.5 Envisaged date of commercial production: June 2007
- 1.6 Specified period: June 2007 to June 2010.
- 1.7 Foxtec – Ikhwezi (Pty) Ltd was awarded 10 points and afforded preferred status. The approved amount of additional industrial investment allowance in respect of industrial assets to be used for Foxtec – Ikhwezi (Pty) Ltd is R 96 400 000 (Ninety six million four hundred thousand), 100% of R 96 400 000, the cost of qualifying assets.
- 1.8 Potential national revenue to be forgone by virtue of deduction of the approved allowance for Foxtec – Ikhwezi (Pty) Ltd will be R 27 956 000.
- 1.9 Foxtec – Ikhwezi (Pty) Ltd is expected to create 172 direct and 614 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  
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PRETORIA  
0001

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DDG: The Enterprise Organisation  
7/11/07