

## NOTICE 759 OF 2011

## SECTION 12I TAX ALLOWANCE PROGRAMME

The Minister of Trade and Industry, Dr Rob Davies - in terms of section 12I (19)d of the Income Tax Act, 1962 (Act 58 of 1962) as amended (herein after referred to as the Act) and the Regulations promulgated in the Government Gazette No. 33385 of 23 July 2010 - hereby publishes the decision to approve an application received for the 12I Tax Allowance Programme.

## Particulars of applicant

- Name of applicant: Arengo 316 (Pty) Ltd
- Arengo 316 (Pty) Ltd is a project to manufacture fermentable fuel grade ethanol. The project will invest a total of R 1 800 000 000, with the value of qualifying manufacturing assets equal to R 1 777 130 000. The project is classifiable under SIC code 3329.
- Description and costs of qualifying manufacturing assets:

Assets	Expected Date of Assets In Use	Value of Qualifying Assets (R)
Plant & Machinery	01 May 2014	1 767 400 000
Additions to buildings	01 May 2014	9 730 000
<b>Total Qualifying Assets</b>		<b>1 777 130 000</b>

- Date of approval: 21 September 2011
- Envisaged date of commercial production: 01 May 2015
- Additional investment allowance benefit period: September 2011 to September 2015
- Additional training allowance benefit period: September 2011 to September 2017
- Arengo 316 (Pty) Ltd is approved as a greenfield project and awarded 7 points and afforded qualifying status.
- The approved amount for the additional investment allowance in respect of manufacturing assets to be brought into use by Arengo 316 (Pty) Ltd is R 550 000 000 (five hundred and fifty million rand).
- The approved amount for the additional training allowance is R4 152 151 (four million one hundred and fifty two thousand one hundred and fifty one rand)
- Arengo 316 (Pty) Ltd is expected to create 167 additional direct jobs before the end of the additional investment allowance benefit period.
- Total potential national revenue to be forgone by virtue of deduction of the approved allowances for Arengo 316 (Pty) Ltd will be R155 162 602.

Enquiries relating to this publication should be made to:

The Secretariat: 12I Tax Allowance Programme  
 Department of Trade and Industry  
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