

NOTICE 1010 OF 2012**DEPARTMENT OF TRADE AND INDUSTRY****NOTICE OF 2012****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: **Nestle South Africa (Pty) Ltd – Coffee Egron 5: Estcourt**
- **Nestle South Africa (Pty) Ltd** is a project to manufacture **Agglomerated Coffee Powder**. The project will invest a total of **R 344 245 000**, with the value of qualifying manufacturing assets equal to **R 330 567 000**. The project is classifiable under SIC **3049**.
- Description and costs of qualifying manufacturing assets:

Assets	Expected Date of Assets In Use	Value of Qualifying Assets (R)
Plant and Machinery	01 June 2014	235 615 000
Buildings	01 June 2014	94 952 200
Total Qualifying Assets		330 567 000

- Date of approval: **12 October 2012**.
- Envisaged date of commercial production: **01 July 2014**.
- Additional investment allowance benefit period: **September 2012 to September 2016**.
- Additional training allowance benefit period: **September 2012 to September 2018**.
- **Nestle South Africa (Pty) Ltd** is approved as a **Brownfield** project and awarded 6 points and afforded **qualifying** status.
- The approved amount for the additional **investment** allowance in respect of manufacturing assets to be brought into use by **Nestle South Africa (Pty) Ltd** is **R 115 698 450** (one hundred and fifteen million six hundred and ninety eight thousand four hundred and fifty rand).
- The approved amount for the additional **training** allowance is **R 2 520 000** (two million five hundred and twenty thousand rand).

- **Nestle South Africa (Pty) Ltd** is expected to create **52** 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 **Nestle South Africa (Pty) Ltd** will be **R 33 101 166**.

Enquiries relating to this publication should be made to:

The Secretariat: 12I Tax Allowance Programme
Department of Trade and Industry
Private Bag X84
PRETORIA
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For attention:	Mamaki Ngobeni
Telephone No.:	012 394 1016
Fax No.:	012 394 2016