

No. 757

3 October 2014

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: **Bakhresa SA (Pty) Ltd.**
- ☐ **Bakhresa SA (Pty) Ltd- Bakhresa Durban Project** is a project to manufacture **White and Brown Bread Flour, Cake Flour, Biscuit flour and various other types of Flour**. The project will invest a total of, **R504 222 000** with the value of qualifying manufacturing assets equal to **R365 875 000**. The project is classifiable under **SIC 3031**.
- ☐ Description and costs of qualifying manufacturing assets:

Assets	Expected Date of Assets In Use	Value of Qualifying Assets (R)
Plant and Machinery	May 2015	181 500 000
Improvements to Building	May 2015	184 375 000
Total Qualifying Assets		365 875 000

- ☐ Date of approval: **6 May 2014**.
- ☐ Envisaged date of commercial production: **May 2015**.
- ☐ Additional investment allowance benefit period: **May 2014 to May 2018**.
- ☐ Additional training allowance benefit period: **May 2014 to May 2020**.
- ☐ **Bakhresa SA (Pty) Ltd** is approved as a **Greenfield** 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 **Bakhresa SA (Pty) Ltd** is **R128 056 250** (one hundred and twenty eight million fifty six thousand two 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).

- ☐ Total potential national revenue to be forgone by virtue of deduction of the approved allowances for **Bakhresa SA (Pty) Ltd** will be **R36 561 350**

Enquiries relating to this publication should be made to:

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