

## DEPARTMENT OF TRADE AND INDUSTRY

## NOTICE 420 OF 2016

## 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: **Mpact Operations (Pty) Ltd.**
- **Mpact Operations (Pty) Ltd - Mpact Corrugated Port Elizabeth Investment Project** is a project to manufacture **Corrugated Board and Sheets; Printed and Die Cut Blank**. The project will invest a total of **R 150 000 000**, with the value of qualifying manufacturing assets equal to **R 150 000 000**. The project is classifiable under **SIC 3232**.
- Description and costs of qualifying manufacturing assets:

Assets	Expected Date of Assets In Use	Value of Qualifying Assets (R)
Plant and Machinery	30 April 2017	150 000 000
<b>Total Qualifying Assets</b>		<b>150 000 000</b>

- Date of approval: **23 May 2016**.
- Envisaged date of commercial production: **30 April 2017**.
- Additional investment allowance benefit period: **May 2016 to May 2020**.
- Additional training allowance benefit period: **May 2016 to May 2022**.
- **Mpact Operations (Pty) Ltd – Mpact Corrugated Port Elizabeth Investment Project** is approved as a **Brownfield** project and awarded **5** points and afforded **Qualifying Status**.
- The approved amount for the additional **investment** allowance in respect of manufacturing assets to be brought into use **Mpact Operations (Pty) Ltd** is **R52 500 000** (fifty two million five hundred thousand rand).
- The approved amount for the additional **training** allowance is **R460 650** (four hundred and sixty thousand six hundred and fifty rand).
- Total potential national revenue to be forgone by virtue of deduction of the approved allowances **Mpact Operations (Pty) Ltd** will be **R 14 828 982**.

**Enquiries relating to this publication should be made to:**

The Secretariat: 12I Tax Allowance Programme  
Department of Trade and Industry  
Private Bag X84  
PRETORIA  
0001

For attention:	Mamaki Ngobeni
Telephone No.:	012 394 1016
Fax No.:	012 394 2016