

## DEPARTMENT OF TRADE AND INDUSTRY

## NOTICE 423 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: **Yangtze Optics Africa Cable (Pty) Ltd.**
- **Yangtze Optics Africa Cable (Pty) Ltd - Fibre Optic Cables Project** is a project to manufacture **Fibre Cables**. The project will invest a total of **R 83 298 000**, with the value of qualifying manufacturing assets equal to **R 83 298 000**. The project is classifiable under **SIC 3630**.
- Description and costs of qualifying manufacturing assets:

<b>Assets</b>	<b>Expected Date of Assets In Use</b>	<b>Value of Qualifying Assets (R)</b>
Plant and Machinery	30 November 2016	83 298 000
<b>Total Qualifying Assets</b>		<b>83 298 000</b>

- Date of approval: **24 February 2016**.
- Envisaged date of commercial production: **28 February 2017**.
- Additional investment allowance benefit period: **February 2016 to February 2020**.
- Additional training allowance benefit period: **February 2016 to February 2022**.
- **Yangtze Optics Africa Cable (Pty) Ltd – Fibre Optic Cables Project** is approved as a **Greenfield** project and awarded **7** points and afforded **Preferred Status**.
- The approved amount for the additional **investment** allowance in respect of manufacturing assets to be brought into use **Yangtze Optics Africa Cable (Pty) Ltd** is **R 83 298 000** (eighty three million two hundred and ninety eight thousand rand).
- The approved amount for the additional **training** allowance is **R 2 160 000** (two million one hundred and sixty thousand rand).
- Total potential national revenue to be forgone by virtue of deduction of the approved allowances **Yangtze Optics Africa Cable (Pty) Ltd** will be **R 23 928 240**.

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

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