

DEPARTMENT OF TRADE AND INDUSTRY

NOTICE 426 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: **SOUTHEY HOLDINGS (PTY) LTD**
- **Southey Holdings (Pty) Ltd - Project Uma** is a project to manufacture sandwich panels. The project will invest a total of **R 45 776 247**, with the value of qualifying manufacturing assets equal to **R 45 776 247**. The project is classifiable under **SIC 3559**.
- Description and costs of qualifying manufacturing assets:

| Assets | Expected Date of Assets In Use | Value of Qualifying Assets (R) |
|--------------------------------|--------------------------------|--------------------------------|
| Plant and Machinery | Feb 2017 | 42 976 247 |
| Improvements to buildings | Feb 2017 | 2 800 00 |
| Total Qualifying Assets | | 45 776 247 |

- Date of approval: **23 May 2016**.
- Envisaged date of commercial production: **February 2017**.
- Additional investment allowance benefit period: **May 2016 to May 2020**.
- Additional training allowance benefit period: **May 2016 to May 2022**.
- **Southey Holdings (Pty) Ltd – Project Uma** is approved as a **Brownfield** 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 by **Southey Holdings (Pty) Ltd** is **R25 176 936** (twenty five million one hundred and seventy six thousand nine hundred and thirty six rand).
- The approved amount for the additional **training** allowance is **R216 000** (two hundred and sixteen thousand rand).
- Total potential national revenue to be forgone by virtue of deduction of the approved allowances for **Southey Holdings (Pty) Ltd** will be **R 7 110 022**.

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: | Crystal Papier |
| Telephone No.: | 012 394 1069 |
| Fax No.: | 012 394 2069 |