

## DEPARTMENT OF TRADE AND INDUSTRY

## NOTICE 714 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 Versapak (Pty) Ltd.**
- **Mpact Versapak (Pty) Ltd – Mpact Versapak Johannesburg Plant Expansion Project** is a project to manufacture **Polystyrene Extrusion and Forming; Rigid Extrusion and Forming**. The project will invest a total of **R 136 000 000**, with the value of qualifying manufacturing assets equal to **R 136 000 000**. The project is classifiable under **SIC 3380**.
- Description and costs of qualifying manufacturing assets:

Assets	Expected Date of Assets In Use	Value of Qualifying Assets (R)
Plant and Machinery	1 January 2018	136 000 000
<b>Total Qualifying Assets</b>		<b>136 000 000</b>

- Date of approval: **25 July 2016**.
- Envisaged date of commercial production: **1 April 2019**.
- Additional investment allowance benefit period: **July 2016 to July 2020**.
- Additional training allowance benefit period: **July 2016 to July 2022**.
- **Mpact Versapak (Pty) Ltd – Mpact Versapak Johannesburg Plant Expansion 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 Versapak (Pty) Ltd** is **R47 600 000** (forty seven million six hundred thousand rand)
- The approved amount for the additional **training** allowance is **R1 068 838** (one million and sixty eight thousand eight hundred and thirty eight rand).
- Total potential national revenue to be forgone by virtue of deduction of the approved allowances **Mpact Versapak (Pty) Ltd** will be **R 13 627 275**.

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

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