

DEPARTMENT OF TRADE AND INDUSTRY

NOTICE 204 OF 2017

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: **Lucchini South Africa (Pty) Ltd.**
- **Lucchini South Africa (Pty) Ltd - Project to manufacture Forged Wheels.** The project will invest a total of **R125 490 254**, with the value of qualifying manufacturing assets equal to **R102 874 361**. The project is classifiable under **SIC 3850/3020**.

Description and costs of qualifying manufacturing assets:

Assets	Expected Date of Assets In Use	Value of Qualifying Assets (R)
Plant and Machinery	March 2017	89 463 696
Improvements to building	March 2017	13 410 665
Total Qualifying Assets		102 874 361

- Date of approval: **13 January 2016**.
- Envisaged date of commercial production: **March 2017**.
- Additional investment allowance benefit period: **January 2016 to January 2020**.
- **Lucchini South Africa (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 the company is **R36 006 026 (thirty six million six thousand and twenty six rand)**.
- The approved amount for the additional **training** allowance is **R 1 620 000 (one million six hundred and twenty thousand rand)**.
- Total potential national revenue to be forgone by virtue of deduction of the approved allowances of **Lucchini South Africa (Pty) Ltd** will be **R10 535 287**.

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