DEPARTMENT OF TRADE AND INDUSTRY

NOTICE 206 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: **AHRLAC Manufacturing (Pty) Ltd**.
- **AHRLAC Manufacturing (Pty) Ltd – AHRLAC, Project to manufacture Advanced High Performance Reconnaissance Light Aircraft**. The project will invest a total of **R 126 113 178**, with the value of qualifying manufacturing assets equal to **R 126 113 178**. The project is classifiable under **SIC 3860**.

Description and costs of qualifying manufacturing assets:

Assets	Expected Date of Assets In Use	Value of Qualifying Assets (R)
Plant and Machinery	31 May 2017	12 670 000
Buildings	31 May 2017	113 443 178
Total Qualifying Assets		**126 113 178**

- Date of approval: **9 November 2016**.
- Envisaged date of commercial production: **31 May 2017**.
- Additional investment allowance benefit period: **October 2016 to October 2020**.
- **AHRLAC Manufacturing (Pty) Ltd – AHRLAC** 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 **AHRLAC Manufacturing (Pty) Ltd** is **R 44 139 612** (forty four million one hundred and thirty nine thousand six hundred and twelve rand).
- The approved amount for the additional **training** allowance is **R 3 888 000** (three million eight hundred and eighty eight thousand rand).
- Total potential national revenue to be forgone by virtue of deduction of the approved allowances **AHRLAC Manufacturing (Pty) Ltd** will be **R 13 447 731**.

Enquiries relating to this publication should be made to:

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