

DEPARTMENT OF TRADE AND INDUSTRY

NOTICE 119 OF 2018

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: **Pharmacare Ltd.**
- Pharmacare Ltd – SVP2 Replacement Project** is a project to manufacture **Small Volume Parenteral Products**. The project will invest a total of **R 2 345 465 696**, with the value of qualifying manufacturing assets equal to **R 1 221 346 775**. The project is classifiable under **SIC 3353**.
- Description and costs of qualifying manufacturing assets:

Assets	Expected Date of Assets In Use	Value of Qualifying Assets (R)
Plant and Machinery	14 August 2019	930 837 130
Buildings	14 August 2019	290 509 645
Total Qualifying Assets		R 1 221 346 775

- Date of approval: **2 November 2017**.
- Envisaged date of commercial production: **14 August 2022**.
- Additional investment allowance benefit period: **October 2017 to October 2021**.
- Pharmacare Ltd – SVP2 Replacement Project** 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 **Pharmacare Ltd** is **R 427 471 371** (four hundred and twenty seven million four hundred and seventy one thousand three hundred and seventy one rand).
- The approved amount for the additional **training** allowance is **R 10 548 000** (ten million five hundred and forty eight thousand rand).

- Total potential national revenue to be forgone by virtue of deduction of the approved allowances **Pharmacare Ltd** will be **R 122 645 424**.

Enquiries relating to this publication should be made to:

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