

DEPARTMENT OF TRADE AND INDUSTRY

NOTICE 120 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: **Corobrik (Pty) Ltd.**
- **Corobrik (Pty) Ltd – Driefontein Expansion Project** is a project to manufacture **Clay Bricks**. The project will invest a total of **R 498 194 290**, with the value of qualifying manufacturing assets equal to **R 491 618 932**. The project is classifiable under **SIC 3423**.
- Description and costs of qualifying manufacturing assets:

| Assets | Expected Date of Assets In Use | Value of Qualifying Assets (R) |
|--------------------------------|--------------------------------|--------------------------------|
| Plant and Machinery | 1 October 2019 | 325 019 296 |
| Buildings | 1 October 2019 | 166 599 636 |
| Total Qualifying Assets | | 491 618 932 |

- Date of approval: **2 November 2017**.
- Envisaged date of commercial production: **1 November 2019**.
- Additional investment allowance benefit period: **October 2017 to October 2021**.
- **Corobrik (Pty) Ltd – Driefontein Expansion Project** 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 **Corobrik (Pty) Ltd** is **R270 390 413** (two hundred and seventy million three hundred and ninety thousand four hundred and thirteen rand).
- The approved amount for the additional **training** allowance is **R 720 000** (seven hundred and twenty thousand rand).
- Total potential national revenue to be forgone by virtue of deduction of the approved allowances **Corobrik (Pty) Ltd** will be **R 75 910 916**.