

DEPARTMENT OF TRADE AND INDUSTRY

NO. 1155

20 NOVEMBER 2015

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: **ArcelorMittal South Africa Ltd.**
- **ArcelorMittal South Africa Ltd– Newcastle Battery Project** is a project to manufacture **Market Coke**. The project will invest a total of **R325 676 000**, with the value of qualifying manufacturing assets equal to **R325 676 000**. The project is classifiable under **SIC 3310**.
- Description and costs of qualifying manufacturing assets:

Assets	Expected Date of Assets In Use	Value of Qualifying Assets (R)
Plant and Machinery	April 2018	325 676 000
Total Qualifying Assets		325 676 000

- Date of approval: **17 June 2015**.
- Envisaged date of commercial production: **1 April 2018**.
- Additional investment allowance benefit period: **June 2015 to June 2019**.
- Additional training allowance benefit period: **June 2015 to June 2021**.
- **ArcelorMittal South Africa Ltd** is approved as a **Brownfield** 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 **ArcelorMittal South Africa Ltd** is **R113 986 600** (one hundred and thirteen million nine hundred and eighty six thousand six hundred rand).
- The approved amount for the additional **training** allowance is **R2 520 000** (two million five hundred and twenty thousand rand).

- Total potential national revenue to be forgone by virtue of deduction of the approved allowances for **ArcelorMittal South Africa Ltd (Pty) Ltd** will be **R32 621 848**.

Enquiries relating to this publication should be made to:

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