

DEPARTMENT OF TRADE AND INDUSTRY

NO. 956

09 OCTOBER 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: **REUTECH (PTY) LTD.**
- **Reutech (Pty) Ltd – New Germany Expansion Project** is a project to manufacture **Communication Devices**. The project will invest a total of **R129 018 100**, with the value of qualifying manufacturing assets equal to **R128 618 100**. The project is classifiable under **SIC 3720**.
- Description and costs of qualifying manufacturing assets:

Assets	Expected Date of Assets In Use	Value of Qualifying Assets (R)
Plant and Machinery	01 April 2016	84 083 809
Buildings	01 April 2016	44 534 291
Total Qualifying Assets		128 618 100

- Date of approval: **14 July 2015**.
- Envisaged date of commercial production: **01 April 2016**.
- Additional investment allowance benefit period: **July 2015 to July 2019**.
- Additional training allowance benefit period: **July 2015 to July 2021**.
- **Reutech (Pty) Ltd** is approved as a **Brownfield** project and awarded **8** points and afforded **Preferred Status**.
- The approved amount for the additional **investment** allowance in respect of manufacturing assets to be brought into use by **Reutech (Pty) Ltd** is **R 70 739 955** (seventy million seven hundred thirty nine thousand nine hundred and fifty five rand).

- The approved amount for the additional **training** allowance is **R 7 128 000** (seven million one hundred and twenty eight thousand rand).
- Total potential national revenue to be forgone by virtue of deduction of the approved allowances for **Reutech (Pty) Ltd** will be **R 21 803 027**.

Enquiries relating to this publication should be made to:

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