

NOTICE 131 OF 2014**DEPARTMENT OF TRADE AND INDUSTRY****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: **Gibela Rail Transportation Consortium (Pty) Ltd**
- **Gibela Rail Transportation Consortium (Pty) Ltd** is a project to manufacture railway trains products. The project will invest a total of **R 1 073 727 247**, with the value of qualifying manufacturing assets equal to **R 884 518 021**. The project is classifiable under **SIC 3850**.
- Description and costs of qualifying manufacturing assets:

Assets	Expected Date of Assets In Use	Value of Qualifying Assets (R)
Plant and Machinery	01 May 2015	484 010 791
Buildings	01 May 2015	400 507 230
Total Qualifying Assets		884 518 021

- Date of approval: **18 December 2013**
- Envisaged date of commercial production: **01 May 2016**
- Additional investment allowance benefit period: **December 2013 to December 2017**
- Additional training allowance benefit period: **December 2013 to December 2019**
- **Gibela Rail Transportation Consortium (Pty) Ltd** is approved as a **Greenfield** project and awarded **9** points and afforded **Preferred Status**.
- The approved amount for the additional **investment** allowance in respect of manufacturing assets to be brought into use by **Gibela Rail Transportation Consortium (Pty) Ltd** is **R 486 484 912** (four hundred and eighty six million four hundred and eighty four thousand nine hundred and twelve rand).
- The approved amount for the additional **training** allowance is **R 10 152 000** (ten million one hundred and fifty two thousand rand).

- **Gibela Rail Transportation Consortium (Pty) Ltd** is expected to create **1112** additional direct jobs before the end of the additional investment allowance benefit period.
- Total potential national revenue to be forgone by virtue of deduction of the approved allowances for **Gibela Rail Transportation Consortium (Pty) Ltd** will be **R 139 058 335**.

Enquiries relating to this publication should be made to:

The Secretariat: 12I Tax Allowance Programme
Department of Trade and Industry
Private Bag X84
PRETORIA
0001

For attention: Mamaki Ngobeni
Telephone No.: 012 394 1016
Fax No.: 012 394 2016