



Ms. Unati Speirs

the dti Incentive Programmes

INCENTIVE SCHEMES

CLUSTER	INCENTIVE SCHEME
MANUFACTURING INVESTMENT	<ul style="list-style-type: none"> • 12i Tax Incentive (12i) • Automotive Incentive Scheme (AIS) • People-carrier Automotive Investment Scheme (P-AIS) • Aquaculture Development and Enhancement Programme (ADEP) • Incubation Support Programme (ISP)
COMPETITIVENESS INVESTMENT	<ul style="list-style-type: none"> • Manufacturing Competitiveness Enhancement Programme (MCEP) • Export Marketing & Investment Assistance (EMIA) • Capital Projects Feasibility Programme (CPFP)
SERVICES INVESTMENT	<ul style="list-style-type: none"> • Film & Television Production • Business Process Services (BPS)
INFRASTRUCTURE INVESTMENT	<ul style="list-style-type: none"> • Critical Infrastructure Programme (CIP) • Special Economic Zones (SEZ)



the dti

Department:
Trade and Industry
REPUBLIC OF SOUTH AFRICA

Manufacturing Investment Cluster

PROGRAMME	PURPOSE	TARGET	OFFERING
EIP: Aquaculture Development and Enhancement Programme	Investment in the aquaculture sector	SA entities involved in Fish hatcheries and fish farms (primary aquaculture), processing and preserving of aquaculture fish (secondary aquaculture), service activities to operators of hatcheries and fish farms (ancillary aquaculture)	20 - 45% grant for investment in land, and buildings , machinery and equipment , commercial vehicles and workboats and bulk infrastructure
Automotive Investment Scheme (AIS)	Investment in light motor vehicles , and components manufacturing.	<ul style="list-style-type: none"> • Motor vehicle manufacturers producing 50,000 units per plant within 3 years •Component manufacturers. •Tooling •Medium and Heavy commercial vehicles 	<ul style="list-style-type: none"> • Non-taxable cash grant of 25% of the value of qualifying investment in productive assets as approved by the dti. • An additional non taxable cash grant of 5%-10% may be made available for projects that significantly contribute to the development of the automotive sector.

Manufacturing Investment Cluster

PROGRAMME	PURPOSE	TARGET	OFFERING
People-carrier automotive investment Scheme (P-AIS)	Investment in people-carrier vehicles and components manufacturing.	People carrier manufacturers / assemblers •Component manufacturers.	20-30% grant for qualifying investment in machinery & equipment and buildings.
12I (Investment and training allowance)	To promote industrial upgrading and new investment in manufacturing	Medium to large manufacturers with investment between R30m and R1.5bn	<ul style="list-style-type: none"> • Training allowance: max R36 000 per person • Max 55% of qualifying investment costs in machinery & equipment

Competitiveness Investment Cluster

PROGRAMME	PURPOSE	TARGET	OFFERING
Manufacturing Competitiveness Enhancement Programme (MCEP)	Improve Manufacturing Competitiveness	South African Manufacturers and Services Supporting Manufacturing	Cost sharing grant for Capital investment; Resource efficiency improvement; Enterprise-level competitiveness improvement; Feasibility studies; Cluster competitiveness improvement; Pre- and post-dispatch working capital facility
Export Marketing and Investment Assistance (EMIA)	To develop export market for SA goods and services and recruit FDI	Export ready manufacturers	Cost sharing grant for exhibition costs, marketing material & research in foreign markets
Capital Projects Feasibility Programme	Promote the export of South African capital goods and services	Capital goods sectors and consulting engineers	Cost sharing grant (max 55%) for feasibility study costs

Services Investment Cluster

PROGRAMME	PURPOSE	TARGET	OFFERING
BPS (Business Process Services) Incentive	Encourage the creation of employment opportunities from the offshore market	Enterprises offering Business Process Services to the offshore market	<p>A baseline incentive which offers a 3-year operational expenditure on actual jobs created</p> <p>A graduated bonus incentive which is offered for greater job creation paid once in the year in which the bonus level is first achieved</p>
Film & TV Production	To grow the film industry to create jobs and to transfer skills	Local and foreign film producers	<p>20% of Qualifying South African Production Expenditure (QSAPE)</p> <p>25-35% of Qualifying South African Production Expenditure for local films</p> <p>Up to 50% for the first R6 million of the Qualifying South African Production Expenditure (QSAPE) and 25% thereafter for South African Emerging Black Filmmakers</p>



Infrastructure Investment Cluster

PROGRAMME	PURPOSE	TARGET	OFFERING
Critical Infrastructure Programme (CIP)	Leverage strategic investment projects (greenfields and brownfields) by financially supporting infrastructure critical to such projects	<ul style="list-style-type: none">•Private investors/ companies•South African Municipalities	70:30 cost-sharing grant for qualifying infrastructure

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