SME.TAX TAX • ACCOUNTING • ADVISORY FUNDING & INCENTIVES LISTS

| Initiative | Target SMME | Details of Support | Process | Links |
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| Black Business supplier Development (BBSDP) Grant to a maximum of R1 million | 51% black majority shareholding; R250 000 - R35 million turnover yearly; One year in operation and trading as a business; 51% management positions held by black people VAT registered Be operating and trading for at least one financial year – at the sole discretion of the DTI | R800 000 for tools, machinery and equipment on a 50:50 cost-sharing basis R200 000 for business development and training for enterprise to improve their governance, management, marketing, productivity and technology on an 80:20 cost-sharing basis. | In order to access the scheme, Network Facilitators are being used NB: Network Facilitators are independent contractors who act as honest brokers between DBSDB and black enterprises seeking assistance under BBSDP | http://incentivesa.co.za/bbsdp-black-business-supplier-development-programme/ Network facilitator list: BBSDP_National_Facilitator.pdf (crest.co.za) Application form: BBSDP form.pdf (mconcepts.co.za) |
| Co-operative Incentive Scheme (CIS) | primary co-operatives (a primary co-operative consists of five or more members) Registered in South Africa in terms of the Co-operatives Act of 2005 51% black ownership; Have projects in any of the different economic sectors; Adhere to co-operative principles; Be biased towards women, youth and people with disabilities. | 90:10 cost-sharing grant for registered primary cooperatives Business development services (e.g. feasibility studies; business, manufacturing and production, etc); Technological improvements; Machinery, equipment and tools; Commercial vehicles; Infrastructure linked to the project (e.g. 3-phase electricity; boreholes, etc.); and Working capital. | Download the application form from the department's website | CIS guidelines KM_C658-20181002141446 (dsbd.gov.za) Application form CIS APPLICATION FORM – Department of Small Business Development (dsbd.gov.za) Application checklist CIS Application Checklist – Department of Small Business Development (dsbd.gov.za) |
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| Initiative | Target SMME | Details of Support | Process | Links |
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| Incubation Support Programme (ISP) Grant to a maximum of R10 million | A registered legal entity in SA in terms of companies Act 1973, the close corporations Act 1984 or cooperatives Act,2005 Be a registered higher or further education institution Be a licensed and registered science council | Cost-sharing support of 50:50 for large businesses Cost-sharing of 40:40 for SMMEs | Download the application form from the website and submit it to any of the contact people below: Semakaleng Mangwedi Email: SMangwedi@thedti.gov.z a Telephone: 012 394 1073 Ambani Ramaru Email:ARamaru@thedti.g ov.za Telephone: 012 394 1119 | https://www.gov.za/incu bation-support- programme-dti |
| Technology and human resources industrial programme (THRIP) | Be a high quality innovative science, engineering and technology research whose output could make a significant towards the industrial partners competitive edge. A registered SA student must be trained through the research per R200 000 | Project are funded per following ratios: R1:R3 R1:R2 R1:R1 R2:R1 Depending on the companies size as defined by the National Small Business Act 1996 (Act No. 10 of 1996) | Download the application form from the website and submit it to any of the contact email below: mailto:THRIPClaims@thedtic.gov.za Enquiries: THRIPcontactclaim s@thedtic.gov.za | Technology and Human Resource for Industry Programme Application form THRIP Application Form .docx (live.com) Application email:THRIPClaims@thedtic .gov.za |

| Initiative | Target SMME | Details of support | Process | Links |
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| Manufacturing competitiveness enhancement programme (MCEP) | Only applicable to Black Industrialists' businesses; Only available for plant and equipment requirements; Applicable to start—up businesses, expansions and expansionary acquisitions; Applicant may not contemplate workforce reductions during the term of the facility; Only applicable to manufacturers under Standard Industrial Classification Code 3; Applicant will be required to achieve BBBEE Level 4 within 24 months; MCEP funds are blended at a leverage level of at least 20% funding from IDC; and Pre and post Business Development will be provided at a maximum of R3 million per applicant One year incorporation and trading as a business Have a valid tax clearance certificate Show proof of funds for your contributions | The grant pays out a percentage of your investment, In the case of capital investment. The cost sharing will be between 30%, 40% or 50% of the investment, with smaller enterprises receiving a larger percentage of their investment | To apply contact incentive SA below Cape Town:021 671 4400 Johannesburg: 011 026 2680 Durban: 031 836 0841 www.incentivesa.co.za | www.thedtic.gov.za//in centives/manufacturing- competitiveness- enhancement- programme |

| Fully completed TTF application forms, 2. 3 comparable quotations for each item requested, from reputable South Africas suppliers, who are: a. Registered on the Central Supplier Database of the National Treasury (CSD), (B). Tax compliant, (C) Willing to complete the Standard Bid Documents (SBD) confirming business information. Access to secure premises and appropriate production infrastructure Proof of business registration Tax clearance certificate Flully developed product with proof of a highly viable market and competitive advantage. Business plan Owners and employees must have proven knowledge and on the supplier of the suppliers with the Technology Transfer process Designs, equipment, systems, machinery and toolling directly related to the technology Process design, formulation, materials and methods transfer, improvement and optimisation Expert knowledge, skills and expertise transfer, training and mentoring related to the technology For new start-ups only: installation and raw materials, up to 10% of the | Initiative | Target SMME | Details of support | Process | Links |
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| skills relevant to the industry sector. total amount approved sector. | Programme (STP) Grant to a maximum of | application forms, 2. 3 comparable quotations for each item requested, from reputable South African suppliers, who are: a. Registered on the Central Supplier Database of the National Treasury (CSD). (B). Tax compliant ,(C) Willing to complete the Standard Bid Documents (SBD) confirming business information. Access to secure premises and appropriate production infrastructure Proof of business registration Tax clearance certificate Financial records Fully developed product with proof of a highly viable market and competitive advantage. Business plan Owners and employees must have proven knowledge and skills relevant to the industry | Limited business skills Limited technical know-how Activities assisted by the Fund: Costs directly associated with the Technology Transfer process Designs, equipment, systems, machinery and tooling directly related to the technology Process design, formulation, materials and methods transfer, improvement and optimisation Expert knowledge, skills and expertise transfer, training and mentoring related to the technology For new start-ups only: installation and raw materials, up to 10% of the | work with their nearest Seda branch or Seda-supported incubator nationwide in obtaining and submitting TTF | Information sheet - <u>Seda</u> <u>Stp Technology Transfer -</u> |

| Initiative | Target SMME | Details of support | Process | Links |
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| Sector Specific Assistance Scheme (SSAS) | Export Councils, Joint Action Groups, SEDA, Provincial Investment and Economic Development Agencies | R50 000 grant for establishing an export council 80:20 cost-sharing grant to provide financial support to export councils, Joint Action Groups and Industry Associations. Local advertising and publicity. | All application forms must be submitted to the SSAS Industrial Financing Branch (IFB) Application Section | Sector Specific Assistance Scheme – The Department of Trade Industry and Competition (thedtic.gov.za) Application form: SSAS Individual Applic ation Form.docx (live.com) |
| Export Marketing and Investment Assistance (EMIA) | SA manufactures and exporter SA export trading houses representing at least three SMMEs or business owned by Historical Disadvantaged Individual (HDI) SA commission agents representing at least three SMMEs / HDI-owned business SA exports councils, industry associations and JAGs representing at least five SA entities. | Individual Exhibition Participation: Transport of samples Rental of exhibition space Primary market research & foreign direct investment: Return economy-class airfare Subsistence allowance per day Individual inward missions: Registered of a patent in a foreign market: 50% of the additional costs capped at R100 | Qualifying applicants can obtain the EMIA scheme specific application forms from the dti's regional offices or via the dti website | Incentives.co.za/emia- export-marketing-and- investment-assistance |

| Initiative | Target SMME | Details of support | PROCESS | Links |
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| Clothing Textile Competitiveness Improvement Programme (CTIP) | Clothing manufactures Textile manufactures Cut make and trim (CMT) operaters Footwear manufactures Leather goods manufactures | Entities at clusters level could qualify for 75% of the projects costs and the grant is limited to a ceilling of R25 million over the 5 years of the projects. Entities at company level could qualify for 36% of the costs and the grant is limited to a ceilling of R2.5 million over the 5 years of the project. | Visit the office of Industrial Development Corporation Head office 19 Fredman Drive, Sandown PO Box 784055 Sandton, 2146 Tel: 011 269 3000 | www.thedtic.gov.za//in centives/clothing-and- textiles-competitiveness- programme |
| Support Programme For Industrial Innovation (SPII) | Small medium and large companies | Financial assistance in the form of a non-taxable, non-repayable grant of between 50% and 85% (depending on the shareholding by BEE, women and persons with disabilities at the time of application. | To apply visit the DTI website To submit Email:spiiapplications@th edti.gov.za | www.thedtic.gov.za//in centives/support- programme-for-industrial- innovation-spii |

| Initiative | Target SMME | Details of support | Process | Links |
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| Capital Project Feasibility Programme (CPFP) | Roject must have a % of success rate Projects can be situated anywhere in the world (excluding SA) The minimum local content should be 50% for goods and 70% for professional services which remains at the discretion of the Adjudication Committee. | The grant is capped at R8 million to a maximum of 50% of the total costs of the feasibility study for projects outside Africa and 55% in Africa. | Visit the NLA online system on: https://thenla.thedti.gov.z a | https://www.gov.za/services/b usiness-incentives/capital- projects-feasibility-programme |
| Global Business Services Incentive (GBS) | Registrered legl entity in South Africa Valid Tax clearance B-BBEE compliant Pay minimum wages of R5 000 per month Be involved in new operation or expnding an existing operation Have at least 3 year fixed contract for offshore activities Must be financially viable and good cocern | Non complex - Full loaded operating cost less/equal to R300 000 p.a. per job Complex - Full loaded operating cost greater than R300 001 p.a. per job AND wages contributing at least 65% of operating cost base Highly complex - Full loaded operating cost greater than R600 0000 p.a. per job AND wages contributing at least 65% of operating cost base | Must be submitted to the following address: Programme manger: GBS Postal adress: the dti Campus, bulding A, 77 Meintjies street, Sunnyside 0002 Incentives Development and Administration division Private Bag x86 Pretoria 0001 | www.investmentincentive s.co.za/enhancement- competitiveness/business- process-services Application form:Global Business Services – The Department of Trade Industry and Competition (thedtic.gov.za) |

| Initiative | Target SMME | Details of support | process | Links |
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| Film and Television Incentive (FTI) | Foreign-owned qualifying productions and SA qualifying post-production work with: QSAPE of R12 million and above, provided that 50% of the principal photography schedule is filmed in SA, for a minimum of four weeks. QSAPPE of R1.5 million and above, provided that 100% of the post production is conducted in SA, for a minimum of two weeks | Shooting on location in SA, the incentive will be calculated as 20% of the Qualifying South African Production Expenditure (QSAPE) Shooting on location in SA and conducting post-production with a QSAPPE of R3 million and above, the incentive will be calculated as 25% of QSAPE and QSAPPE (an additional 55%, cumulative 25%) | Applications: Film&TVApplications@thedtic. gov.za Claims: FilmClaims@thedtic.gov.za | https://www.gov.za/services/business-incentives/film-and-television-incentives |
| Automotive Investment Scheme (AIS) | Light motor vehicle manufactures that have achieved or can demonstrate that they will achieve a minimum of 50 000 annual units of production per plant, within three years Component or deemed component manufactures that are part of the Original Equipment Manufacturer (OEM) supply chain and will achieve at least 25% of a total entity turnover of R10mby the end of the full year of commercial. | Taxable cash grant of 20% of the value of qualifying investment in productive assets. Additional taxable cash grant of 5% to 10% may be made available for projects that significantly contribute to the development of the automative sector. | Applications submitted at least 120 days (motor vehicle or vehicle manufacturers) and 90 days (component manufacturers) | https://www.gov.za/services/business-incentive/automotive-investment-scheme-ais |

| Initiative | Target SMME | Details of support | Process | Links |
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| Atlantis SEZ | Wind blade Tower manufactures | Preferential 15% Corporate Tax and Tax relief. Building allowance and tax relief Employment tax incentives Customs controlled area tax relief | Contact the investment promotions manager Jarrod Lyons jarrod@greencape.co.za Tel: 021 811 0250 | https://www.greencape. co.za/content/sector/antl antis-sez |
| Mpumalanga Economic Growth Agency | Providers are to demostrate their BBBEE complaint IS/IT expertise; and Any relevant experience in ICT solutions | Facilitate trade support local business | Website https://www.mega.gov.z a/ Tel: 013 755 6328 | https://www.mega.gov.za// |
| Coega Development Corporation | Foreign banks including trade finance Letters of credit Foreign exchange activities; and Services to offshore investors | Offers global competitiveness through tax incentives; Rebates; and A duty- free zone | Email: database@coega.co.za Tel: 086 1026 342 | https://www.coega.co.za |

| Initiative | Target SMME | Details of support | Process | Links |
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| Richards bay IDZ | Specialist studies Business facilitation Technical assistant support critical infrastructure support | Reduction in corporate tax from 28 to 15% VAT exemption conditions. | RBIDZ Website: Learnershipsjobs.co m/richards-bay-idz- vacancies- graduate- internships/ | https://rbidz.co.za |
| East London IDZ | Graduate internshipAge between 18 to 35 | Insurance benefit;Retirement benefit; andVacation policy | https://www.elidz.c o.za/employment | https://www.elidz.c o.za |
| Saldanha Bay IDZ | Covering education and social welfare | Facilitate job creation | 24 main road Saldanha Bay 7395 Tel: 012 487 8600 | https://sbm.gov.za/i ndustrial- development-zone- idz |
| Foreign Investment Grant (FIG) Grant to a | The is available only to foreign entities establishing production | 15% of the cost of qualifying imported machinery and equipment | Apply online and choose R10M Foreign investment option from | Incentivesa.co.za/fi g-foreign- investment-grant |

| Initiative | Target SMME | Details of support | Process | Links |
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| Dube Tradeport | Supply chain professional History in IT Automotive maritime | Preferential 15% corporate tax; Building allowance 10% per annum qualifying building | Official website of Dube Tradeport. https://www.dubetradeport.co.za/Pages/Company-Profile/Career-Opportunities | https://www.dubetradep ort.co.za |
| Maluti-A-Phofung SEZ | Databases of local suppliers; and Black owned businesses that can form part of supply chains. | Preferential 15% instead of 28%; Corporate income tax for a period of 10 years; and Import duty tax will also be reduced on manufacturing materials and equipment. | Maluti-A-Phofung local municipality job listing page. https://mwuniportal.net/maluti-a-phofung-municipality-jobs | https://www.vukuzenzele. gov.za/maliti-phofung |

| Initiative | Target SMME | Details of support | Process | Links |
|---|---|---|---|--|
| Critical Infrastructure Programme (CIP) | A registered legal entity in South Africa. Level 4 (B-BBEE) contributor For foreign direct investment, where it can be proven that such a foreign investor does not enter into any partnership arrangements in foreign countries, the Codes of Good Practice make a provision for the recognition of contributions in lieu of a direct sale of equity. The envisaged investment projects that may qualify for benefits under any investment incentive schemes offered by the dti are also eligible to apply for the CIP, provided it is not for the same infrastructure activity items proposed by the project. Projects that have applied for the Shared Economic Infrastructure Facility (SEIF) will not be funded or co-funded for the same infrastructure activity under CIP. | of 30% capped at R30 million of the development cost of qualifying infrastructure. • Agro-processing applicants and state-owned Aerospace and Defence National Strategic Testing Facilities: The CIP will offer a grant of 10% to 50% of the total infrastructural development costs, up to a maximum of R50 million. • Projects that alleviate water and/or electricity dependency on the national grid: The CIP will offer a grant of 10% to 50%, up to a maximum of R50 million. | DTI website and locate the financial assistance | Critical Infrastructure Programme – The Department of Trade Industry and Competition (thedtic.gov.za) Guidelines: TABLE OF CONTENT (thedtic.gov.za) |

| Initiative | Target SMME | Details of support | Process | Links |
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| Production Incentives Programme (PIP) | Business Plan; Audited financial statements; Audited MVA calculation; Tax Clearance Certificate; Confirmation of Bargaining Council Compliance (Where applicable); Evidence of compliance to relevant environmental regulations, where applicable; Management accounts not older than 3 months; Financial projections to the next financial year end; Documents in support of FICA compliance; Overall World Class Manufacturing (WCM) measurables (see Appendix C) for the latest financial year end; | Tax Free Cash Benefit Benefit may be applied to qualifying historical and future expenditure Calculated on the Manufacturing Value Addition (MVA) Current incentive is 7.5% of calculated MVA MVA= Sales less Material input costs. | Applications must be submitted in person at Industrial Development Corporation Addresses found here: Contact Us - IDC | www.thedtic.gov.za//so uth-african-film-and- television-production- incentive-3 Guidelines and application form : PROGRAMME GUIDELINES (thedtic.gov.za) |



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