



**the dtic**

Department:  
Trade, Industry and Competition  
REPUBLIC OF SOUTH AFRICA

## THE NATIONAL COUNCIL OF PROVINCES

### QUESTION FOR WRITTEN REPLY

#### QUESTION NO. 820

#### *Designated SEZs*

**Ms N S Du Plessis (Gauteng: DA) to ask the Minister of Trade, Industry and Competition:**

- (1) Whether he will provide a list of the actual special economic zones (SEZ) that are designated by his department in Gauteng as only the OR Tambo and Tshwane Automotive SEZs according to his department's website; if so, when were the said SEZs designated;
- (2) (a) what is the annual aggregate value of (i) tax and (ii) other incentives that have been accrued in respect of each SEZ, (b) which companies are benefitting from such incentives and (c) by how much annually in each case?  
CW951E

#### REPLY:

- (1) The Gauteng Province has two (2) Special Economic Zones (SEZs) –
  - The OR Tambo International Airport Industrial Development Zone (IDZ), initially declared an IDZ on 01 February 2002 (Notice No. 152 in Government Gazette No. 23084); was designated a Special Economic Zone (SEZ) in terms of the Special Economic Zones (SEZ) Act, 2014 (Act No. 16 of 2014), on 10 May 2019 (Notice No. 654 in Government Gazette No. 42451); and

- The Tshwane Automotive Hub SEZ was proposed to be designated as an extension of the OR Tambo SEZ, on 20 September 2019 (Notice No. 1222 in Government Gazette No. 42722); and was formally designated as an extension on 17 January 2020 (Notice No. 33 in Government Gazette No. 42956).

(2) (a)(i) Tax Incentives are approved by the Minister of Finance and administered by SARS. At this stage the SEZ tax incentives in line with Section 12R and 12S of the Income Tax Act No. 58 of 1962 and the Employment Tax Incentive Act No. 26 of 2013, has not been approved for both OR Tambo and Tshwane Automotive SEZ.

(ii) Other incentives applicable to the respective SEZs is the SEZ Fund, which is paid to directly to the SEZ entities for Bulk Infrastructure and Top Structure for tenants. The automotive companies in the Tshwane Automotive SEZ could also qualify for Automotive Investment Scheme (AIS). The Technology and Human Resources for Industry Programme (THRIP) was also awarded in the OR Tambo SEZ.

(b)&(c)

According to the Department's Incentives Branch, the total sum of **the dtic** incentives awarded to the two (2) respective SEZs, since their designation, is **R 4 264 447 94, 72.**

The table below provides a breakdown of the annual disbursement per SEZ.

**TABLE**

<b>SEZ</b>	<b>Year and Incentive Type</b>	<b>Sum of Amount Disbursed</b>
<b>OR Tambo</b>	<b>Total Disbursed to Date</b>	<b>R 375 782 246,08</b>
	<b>2021/22</b>	<b>R 113 796 103,00</b>
	SEZ FUND	R 110 000 000,00
	THRIP	R 3 796 103,00
	<b>2022/23</b>	<b>R 230 783 562,00</b>
	SEZ FUND	R 223 940 973,00
	THRIP	R 6 842 589,00
	<b>2023/24</b>	<b>R 31 202 581,08</b>
	SEZ FUND	R 22 681 751,08
	THRIP	R 8 520 830,00
<b>TASEZ</b>	<b>Total Disbursed to Date</b>	<b>R 3 888 665 695,64</b>
	<b>2020/21</b>	<b>R 1 795 379 405,41</b>
	AIS	R 13 699 579,00
	SEZ FUND	R 1 781 679 826,41
	<b>2021/22</b>	<b>R 1 285 085 937,57</b>
	SEZ FUND	R 1 285 085 937,57
	<b>2022/23</b>	<b>R 29 568 134,00</b>
	AIS	R 29 568 134,00
	<b>2023/24</b>	<b>R 642 232 952,66</b>
	AIS	R 170 691 872,00
	SEZ FUND	R 471 541 080,66
	<b>2024/25</b>	<b>R 136 399 266,00</b>
	AIS	R 136 399 266,00
	<b>Grand Total</b>	<b>R 4 264 447 941,72</b>

**-END-**