

LEGAL NOTICE NO. 176

REPUBLIC OF TRINIDAD AND TOBAGO

THE FISCAL INCENTIVES ACT, CHAP. 85:01

ORDER

MADE BY THE PRESIDENT UNDER SECTION 10 OF THE
FISCAL INCENTIVES ACT

THE FISCAL INCENTIVES (ALUTECH LIMITED) ORDER, 2008

1. This Order may be cited as the Fiscal Incentives Citation
(Alutech Limited) Order, 2008.

2. In this Order “the Act” means the Fiscal Incentives Act.

Interpretation
Chap. 85:01

3. Automotive wheels and car parts are declared approved
products.

Declaration of
approved
products

4. Alutech Limited, a company incorporated in Trinidad and
Tobago (hereinafter referred to as “the Company”) is declared to be an
approved enterprise in respect of automotive wheels and car parts
(hereinafter referred to as the “approved products”) to be manufactured
at its factory located at Waller Field Industrial Estate, Arima, with
effect from 31st January, 2010 (hereinafter referred to as “the
production day”).

Declaration of
approved
enterprise

5. The Company, classified as a highly capital intensive enterprise
under section 9(2) of the Act, is granted in respect of the approved
products, for a period of ten (10) years commencing from the production
day—

Classification
and benefits

(a) total relief from customs duty; and

(b) subject to section 16 of the Act, total relief from income tax
on dividends or other distributions, other than interest, out
of profits or gains derived from the manufacture of the
approved products.

6. The Company shall—

(a) undertake locally or cause to be undertaken locally, the
minimum manufacturing process set out in the Schedule;

Conditions
imposed on
approved
enterprise
Schedule

- (b) maintain to the satisfaction of the Board of Inland Revenue, accounts in respect of its business and the accounts so maintained shall allow for the transactions relating to the manufacture of the approved products to be clearly identifiable from the transactions relating to any other business of the Company;
- (c) submit annually, notwithstanding the relief from tax under this Order, a return of the income so exempt from tax, at the same time and in the same manner as would have been required had income not been so exempt;
- (d) observe the practice and policy prevailing in Trinidad and Tobago as regards labour relations and conditions of employment;
- (e) comply with the requirements of the Environmental Management Authority on the environmental codes of conduct for the industry and obtain a Certificate of Environmental Clearance;
- (f) submit to the Ministry of Trade and Industry any information requested in the manner directed and at such times as the Ministry may request; and
- (g) obtain all statutory approvals from the Town and Country Planning Division, Ministry of Planning, Housing and the Environment.

SCHEDULE

[Clause 6(a)]

MINIMUM MANUFACTURING PROCESS

The process at ALUTECH begins by receiving and melting solid aluminum, in two gas furnaces, where alloys are added, such as silicon and magnesium. The liquid metal alloy then goes to a filtering unit where it is cleaned. It is then sent to a rotating casting machine where the liquid aluminum is solidified into a bar by water spray. The bar is then processed through a Conform extrusion machine that produces 6 to 8 inch diameter billets that are cut in line with an automatic saw from 12 to 18 inch lengths. The billets are then sold to customers as a finished product or further processed by preheating them in a preheater to a semi-solid state where the billet is liquid in the inside and solid on the outside. The billets are then transferred to a hydraulic press that will press the semisolid aluminum billet through a die mould to produce wheels or other automotive parts. The subsequent process steps are as follows:

1. An X-ray machine checks the wheel for possible defects.
2. A vertical drilling machine drills out the aluminum to form the centre hole of the wheel.

3. A heat treat furnace heats and cools the wheel until the proper mechanical properties such as temper, tensile strength and elongation are reached.
4. A Computer Numerical Control (CNC) station will machine the wheels to a bright surface and drill the lug bolt and air stem valve holes.
5. A paint line applies powder and a clear coat paint to the wheel.

Dated this 21st day of November, 2008.

A. LEUNG WOO-GABRIEL
Secretary to Cabinet