

Tax Alert

12 October 2009

Tax Proposals for 2010/2011

National Treasury has invited proposals for amendments to any of the tax acts for inclusion in Annexure C of the 2010 Budget Review. Annexure C contains miscellaneous and technical proposals that address unintended anomalies and loopholes and not major changes. Proposed Annexure C amendments must fit within the current tax policy framework and should not have a significant revenue impact.

PwC – Facilitating the process

PwC will be making submissions and engaging with National Treasury in this regard. We have a strong and mutually respectful relationship with National Treasury and are able to engage with National Treasury closely on matters of concern. In order for us to address any issues faced by our clients, PwC invites you to submit to us any concerns that you may have with existing tax legislation and any proposals for amendments which you may wish to bring to the attention of National Treasury. We will consider and discuss such concerns or proposals with you to the extent considered necessary and make any appropriate submissions on your behalf. No disclosure of clients' details will be made without prior consent.

Subsequent to the submission and review of the proposals, National Treasury will schedule a workshop to discuss and clarify issues raised in the submissions. PwC will be present at this workshop.

Format of submissions

National Treasury has requested that the submissions received be in a prescribed format and should contain the following:

(i) the nature of the problem;



- (ii) a detailed factual description of the relevant transaction;
- (iii) a description of what the transaction seeks to commercially achieve;
- (iv) the nature of the businesses impacted by the problem; and
- (v) the relevant urgency of the matter at hand.

Submission date

The deadline for submissions to National Treasury is 30 October 2009. Accordingly, we request that any clients who wish to utilise this service provide us with their proposals in the above format by 23 October 2009.

For further information, please contact:

Kyle Mandy 011-797-4977
kyle.mandy@za.pwc.com

Osman Mollagee 021-529-2061
osman.mollagee@za.pwc.com

David Lerner 021-529-2364
david.lerner@za.pwc.com