

LEGAL NOTICE No. 68

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 (CARIBBEAN METHANOL
COMPANY LIMITED) ORDER, 1992

1. This Order may be cited as the Fiscal Incentives (Caribbean Methanol Company Limited) Order, 1992. Citation

2. Caribbean Methanol Company Limited, a company incorporated under the Companies Ordinance (hereinafter referred to as "the Company") is declared an approved enterprise in respect of the product Chemical Grade AA methanol (hereinafter referred to as "the approved product") manufactured by it at its factory situated at Goodrich Bay Road, Point Lisas, Couva (hereinafter referred to as "the factory") with effect from the 1st July, 1993 (hereinafter referred to as the "production day"). Declaration of approved enterprise and approved products

3. The Company, classified as a highly capital intensive enterprise in the natural gas processing industry in respect of the approved product, is granted for a period of five years commencing from the production day the following: Concession

- (a) total relief from corporation tax in relation to the approved product;
- (b) total relief from customs duty in relation to the approved product; and
- (c) loss offset in accordance with section 24 of the Fiscal Incentives Act.

4. The company shall:

- (a) undertake locally or cause to be undertaken locally the minimum manufacturing process as set out in the First 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 approved products to be clearly identifiable from the transactions relating to the business of the Company;

Obligations imposed on approved enterprise

First Schedule

Second Schedule

- (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 exempted;
- (d) comply with the conditions set out in the Second Schedule to this Order; and
- (e) observe the practice and policy prevailing in Trinidad and Tobago as regards labour relations and conditions of employment.

FIRST SCHEDULE

(Paragraph 4(a))

MINIMUM MANUFACTURING PROCESSES

The Minimum Manufacturing Processes to be undertaken by the Company are the following:

- (a) desulphurisation of natural gas and steam reforming of the desulphurised natural gas to make a hydrogen rich synthesis gas;
- (b) recovery of waste heat from the synthesis gas;
- (c) addition of carbon dioxide to the synthesis gas, compression of gas and synthesis of crude methanol from the synthesis gas in the methanol synthesis reactor;
- (d) purification of crude methanol to refined methanol by distillation.

SECOND SCHEDULE

(Paragraph 4(d))

CONDITIONS ATTACHED TO THE GRANT OF CONCESSIONS

1. The relief from customs duty in relation to the approved products granted to the Company is restricted to the duty free importation of machinery and equipment for the construction of the plant.

2. The machinery and equipment referred to in paragraph 1 are to be exported after use in construction of the plant.

Made this 12th day of March, 1992.

K. BOSWELL INNISS
Secretary to Cabinet