

LEGAL NOTICE No. 160

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 ISPAT LIMITED)  
ORDER, 1993

1. This Order may be cited as the Fiscal Incentives (Caribbean Ispat Citation Limited) Order, 1993.

2. Caribbean Ispat Limited, a company incorporated under the Companies Ordinance (hereinafter referred to as "the Company") is declared an approved enterprise in respect of its products, i.e., iron pellets, steel billets and steel wire rods (hereinafter referred to as "the approved products") manufactured by it at its factory situated at Point Lisas, Couva (hereinafter referred to as "the factory") with effect from the 1st January, 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 steel processing industry in respect of the approved products, is granted for a period of six years and four months commencing from the production day—

Concession

- (a) total relief from customs duty in relation to the approved products; and
- (b) 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 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;
- (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; and
- (e) observe the practice and policy prevailing in Trinidad and Tobago as regards labour relations and conditions of employment.

Obligations  
imposed on  
approved  
enterprise  
First  
Schedule

Second  
Schedule

## FIRST SCHEDULE

[Paragraph 4(a)]

## MINIMUM MANUFACTURING PROCESSES

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

- (a) reduction of iron ore to sponge iron in Direct Reduction Process;
- (b) making and casting of steel billets from sponge iron and scrap using electric arc furnaces;
- (c) rolling and drawing of billets to produce bars and rods.

## 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 the construction of the plant.
3. The Company shall not place unreasonable restrictions on the supply of its products as inputs to any local business operating in Trinidad and Tobago.

Made this 4th day of November, 1993.

A. L. WOO-GABRIEL  
*Acting Secretary to Cabinet*