

LEGAL NOTICE NO. 9

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 NITROGEN COMPANY  
LIMITED) ORDER, 1999

1. This Order may be cited as the Fiscal Incentives (Caribbean Nitrogen Company Limited) Order, 1999. Citation

2. Caribbean Nitrogen Company Limited, a company incorporated in Trinidad and Tobago (hereinafter referred to as “the Company”) is declared an approved enterprise in respect of anhydrous ammonia (hereinafter referred to as “the approved product”) to be manufactured at its plant to be constructed at the Point Lisas Industrial Estate, Point Lisas, with effect from 1st January, 2000 (hereinafter referred to as “the production day”). Declaration of approved enterprise and approved product

3. The Company, classified as a highly capital intensive enterprise, is granted for a period of five years commencing from the production day— Classification and benefits

- (a) total relief from corporation tax in relation to the approved product;
- (b) total relief from customs duty in relation to the approved product;
- (c) 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 manufacturer of the approved product during the tax holiday period.

4. The Company shall—

- (a) undertake locally or cause to be undertaken locally the minimum manufacturing processes set out in the 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 product 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;

Obligations imposed on approved enterprise Schedule

- (d) observe the practice and policy prevailing in Trinidad and Tobago as regards labour relations and conditions of employment; and
- (e) comply with the requirements of the Environmental Management Authority on the environmental codes of conduct for the industry.

## FIRST SCHEDULE

[Paragraph 4(a)]

**Minimum Manufacturing Processes**

The minimum manufacturing processes to be observed by the Company are as follows:

- (a) *Desulphurisation*: Feed gas is passed through a bed of catalyst in order to remove most of the sulphur;
- (b) *Reforming*: Desulphurised feed gas is mixed with steam and passed through tubes containing catalyst where the reaction converts to feed gas and steam into free hydrogen, carbon monoxide and carbon dioxide. Air is added to the secondary reformer to further shift the reaction and provide the nitrogen needed for syngas;
- (c) *Shift*: Gas from reforming is passed through additional catalysts beds where carbon monoxide is shifted to carbon dioxide;
- (d) *Carbon dioxide removal*: Carbon dioxide is removed from the gas stream by absorption/stripping or other means;
- (e) *Methanation*: Unreacted carbon monoxide and carbon dioxide which are poisonous the ammonia catalyst are reacted with hydrogen to form methane;
- (f) *Synthesis*: The syngas is compressed and passed through a converter containing catalyst in order to produce ammonia.

Made this 14th day of January, 1999.

M. LOOK LOY  
*Acting Secretary to Cabinet*