

REPORT OF THE INDEPENDENT AUDITOR¹ OF <NAME OF APPLICANT> TO THE INTERNATIONAL TRADE ADMINISTRATION COMMISSION OF SOUTH AFRICA (ITAC) IN CONNECTION WITH AN APPLICATION FOR PRODUCTIVE ASSET ALLOWANCE (PAA) OF THE MOTOR INDUSTRY DEVELOPMENT PROGRAMME (MIDP)

We have audited the accompanying application for Productive Asset Allowance Customs Duty Rebate Certificates (PAA Claim), of <name of applicant> (the applicant) for the year ended <insert date> in terms of Rebate Item 460.17/87.00/0 of Schedule 4 to the Customs and Excise Act, 1964 and in accordance with the *Guidelines in respect of the Productive Asset Allowance (PAA) (Info Doc H/2005)*² issued by the ITAC, (the Guidelines). We have initialled the PAA Claim for identification purposes.

Management's responsibility

Management <The directors /The members /The owners> of <insert name of applicant> is responsible for the preparation of the PAA Claim in accordance with the Rebate Item 460.17/87.00/0 of Schedule 4 to the Customs and Excise Act, 1964 and the Guidelines. This responsibility includes designing, implementing and maintaining internal controls relevant to the preparation of the PAA Claim that are sufficient to ensure that the PAA Claim is free from material misstatement, whether due to fraud or error.

Auditor's responsibility

Our responsibility is to express an opinion on the PAA Claim based on our audit. We conducted our audit in accordance with International Standards on Auditing. Those Standards require that we comply with ethical requirements and that we plan and perform the engagement to obtain reasonable assurance about whether the PAA Claim is free from material misstatement. An audit includes performing procedures to obtain audit evidence about the amounts and disclosures in the PAA Claim. The procedures selected depended on our judgement, including the assessment of the risks of material misstatement of the PAA Claim, whether due to fraud or error. In making the risk assessment we considered internal controls relevant to the applicant's preparation of the PAA Claim in order to design procedures that are appropriate in the circumstances, including the Illustrative Audit Procedures set out in Annexure A of the Guidelines, but not for the purposes of expressing an opinion on the effectiveness of the applicant's internal control.

We believe that the evidence we have obtained is sufficient and appropriate to provide a reasonable basis for our audit opinion.

Opinion

In our opinion, the Claim for Productive Asset Allowance Certificates, based on the capitalised value of approved assets, amounting to R<insert amount excluding> <including assets under construction> for the year ended <insert date> has been prepared, in all material respects, in accordance with the terms of the Rebate Item 460.17/87.00/0 of Schedule 4 to the Customs and Excise Act, 1964 and the Guidelines

Restriction in use and distribution of this report

Our report is solely for the information of the ITAC to assess the PAA Claim and should be used only for this purpose. This report may not be distributed to or used by parties other than ITAC, or quoted or referred to, without our prior written consent.

Name
Chartered Accountant (SA)
Registered Auditor
Director/Partner
Address
Date

¹ The independent auditor should be the appointed auditor of the entity

² Insert latest available version of the Information Document: *Guidelines in respect of the Productive Asset Allowance (PAA)* issued by the ITAC.