



INCENTIVES SA

Helping Your Business Grow

Support Programme for Industrial Innovation (SPII)

Definition:

The Support Programme for Industrial Innovation (SPII) is designed to promote technology development in South Africa's industry, through the provision of financial assistance for the development of innovative products and/or processes. SPII is focussed specifically on the development phase, which begins at the conclusion of basic research and ends at the point when a pre-production prototype has been produced.

The SPII offers three schemes namely, the:

- SPII Product Process Development (PPD) Scheme;
- SPII Matching Scheme; and
- SPII Partnership Scheme.

Criteria for SPII Support:

- Development should represent significant advance in technology;
- Development and subsequent production must take place within South Africa;
- Intellectual Property to reside in South African registered company;
- Participating businesses should (must) be South African registered enterprises;
- Government funded institutions (e.g. CSIR) do not directly qualify for support but may participate as subcontractor(s) and;
- No simultaneous applications from the same company.

The qualifying costs in SPII are as follows:

- Personnel Related Costs;
- Travel Expenses (defined maximum);
- Direct Material;
- Capital Items and Tooling;
- Software (not general software);
- Documentation;
- Testing and Trials;
- Licensing Costs;
- Quality Assurance and Certification;
- Patent Costs; and
- Subcontracting and Consulting.



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Non Qualifying Projects/costs:

- Projects receiving other government funding;
- Military projects; and
- Where SPII contribution is not significant (at least 20% of total project costs).
- Production and commercialisation related;
- Marketing and administrative costs;
- Product/process development for a single client;
- Basic and applied research;
- Projects which, at the time of application, are more than 50% (70% for PPD) complete; and
- All costs incurred prior to submitting a duly completed application.

The product process development scheme:

Applicants	Scheme limit	0% – 25% BEE ownership	25.1% – 50% BEE ownership OR >50% ownership by women/people with disabilities	>50% BEE ownership
<p>• Provides financial assistance to small, very small and micro-enterprises and individuals in the form of a non-repayable grant.</p> <p>• A percentage of 'qualifying' costs incurred in the pre-competitive development activities associated with a specific project.</p>	R2 million (maximum grant)	50% of 'qualifying' costs incurred	75% of 'qualifying' costs incurred	85% of 'qualifying' costs incurred



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The matching scheme:

Applicants	Scheme limit	0% – 25% BEE ownership	25.1% – 50% BEE ownership OR >50% ownership by women/people with disabilities	>50% BEE ownership
<ul style="list-style-type: none"> - Provides financial assistance to all enterprises and individuals in the form of a non-repayable grant. - A percentage of 'qualifying' costs incurred in the development activities of a specified development project. 	R 5 million (maximum grant)	50% of 'qualifying' costs incurred	65% of 'qualifying' costs incurred	75% of 'qualifying' costs incurred

The Partnership Scheme

Applicants	Scheme limit	0% – 25% BEE ownership	25.1% – 50% BEE ownership OR >50% ownership by women/people with disabilities	>50% BEE ownership
<ul style="list-style-type: none"> - Provides financial assistance to all enterprises and individuals in the form of a conditionally repayable grant. - The repayment is a levy based on the percentage of sales over a fixed number of years. - The levy percentage and repayment period are established upfront. 	R 10 million (minimum conditionally repayable grant)	50% of 'qualifying' costs incurred	50% of 'qualifying' costs incurred	50% of 'qualifying' costs incurred

To apply for this grant please contact Incentive SA on the following numbers:

Cape Town: 021 6714400

Gauteng: 012 0041819

KZN: 031 5357282

www.incentivesa.co.za