

Policy & Advocacy Programme

FISCAL BENEFITS PROJECT SECTION 37C

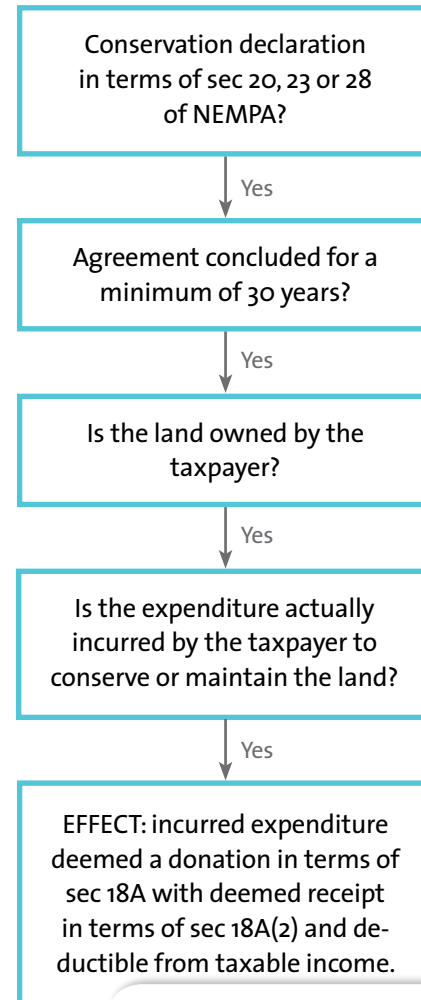
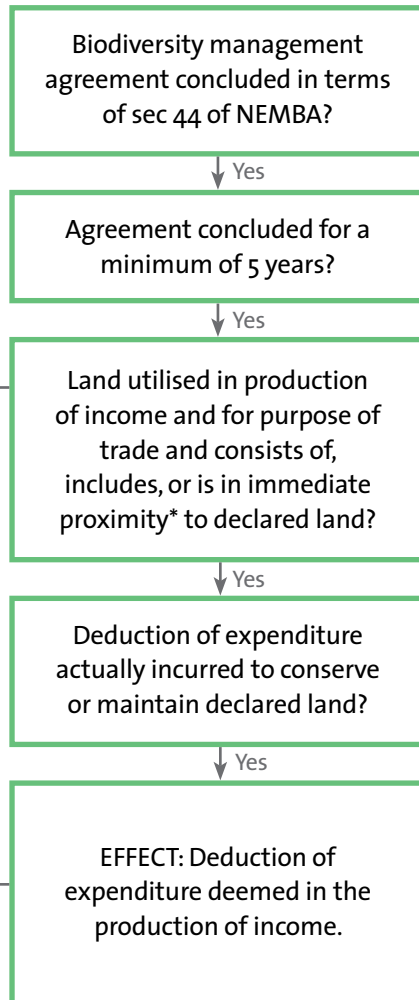
Deduction in respect of environmental conservation and maintenance

The following shows the individual requirements of sec 37C. Each requirement must be met in order to access the incentive:

Primary question: What type of agreement is entered into?

37C(1) **BIODIVERSITY MANAGEMENT AGREEMENT**

PROTECTED AREA: National Park, Nature Reserve, Protected Environment 37C(3)



NB: Where the answer to a requirement is NO, the section is no longer applicable and no incentive may be appropriated.

If the taxpayer is in breach or 'violates' the BDS agreement the penalty in 37C(4) ensues.

*Immediate proximity is not defined but the ordinary interpretation should be followed: not necessarily adjoining or contiguous land but easily accessible within a short period of time (e.g.natural corridors).

Deduction may not exceed income in any given year of assessment = creates roll-over effect.