

10th May 2017

Mr. E Mazansky
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Sandton

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Dear Ernest

DAVIS TAX COMMITTEE (DTC) - CALL FOR WRITTEN SUBMISSIONS ON POSSIBLE WEALTH TAXES FOR SOUTH AFRICA

The South African Property Owners Association (SAPOA) is a non-profit organization that represents almost 90% of the commercial property owners in South Africa. Our members own and control about 90% of all commercial, retail, office and industrial properties in South Africa to the value of approximately R500bn and constitute some of the largest ratepayers in South Africa. Such commercial property owners equate to 1300 companies organisations (some of which include ABSA, Nedbank, Investec Property Group, Old Mutual Properties, Liberty Properties, Eskom, Transnet, East London IDZ, Growthpoint Properties, the V&A Waterfront Company, ACSA, Eris Property Group, Encha Properties, Zenprop, Redefine Properties, Hyprop and Resilient Properties etc.). Our membership also includes property managers, property developers, property brokers and varied professionals in the commercial, retail and industrial property sector.

While our strategic focus is to ensure that we are the voice of the commercial property sector, it is our mission that we achieve this through creating networking platforms for our members. SAPOA is also focused on strategic lobbying of various stakeholders in the property sector which includes government at national, provincial and local level. We endeavor at all times to consult with an intension to seek an amiable solution to issues that infringe on our or prejudice the mutual interest of our membership.

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Board of Directors: N Radebe (President), P Levett (President Elect), M Deighton (Immediate Past President), N Gopal (Chief Executive Officer), S Mosenekke, I Mkhari, D Green, J Aling, J Zidel, V Hako, P Engelbrecht, N Byrd
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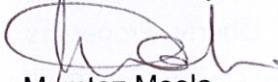
We refer to the telephone conversation this morning between your Mr Mazansky and the writer hereof and attach the Media Statement issued by the DTC. In terms of the attached statement, the Davis TC invites submissions by **31 May 2017** on the desirability and feasibility of the following possible forms of wealth tax:

1. 1.A land tax
2. A national tax on the value of property (over and above municipal rates)
3. An annual wealth tax

SAPOA would like to instruct you to assist with drafting the submissions, however before we can proceed kindly provide us with an indication of your fees.

We look forward to hearing from you.

Yours sincerely



Mumtaz Moola
Legal Manager