

# INVESTMENT POLICIES

## WHY

### Thailand?



1. Strategic Location & Connectivity



2. Strong Economic Fundamentals



3. Business-friendly Environment



4. Excellent Infrastructure



5. Attractive Incentives

### Revised Investment Promotion Act (effective as of 25 Jan 2017)

Exemption of CIT up to 13 years for R&D, advance technology and innovation

50% reduction of CIT up to 10 years

Investment Tax Allowance

Special packages for targeted core technology

100-300 % tax deduction for R&D expenses and technology and workforce development

### Competitiveness Enhancement Act (effective as of 14 Feb 2017)

Exemption of CIT up to 15 years

10,000 million Baht matching fund for targeted industries.

Import duty exemption.

All other privileges under old and revised IPA.

### The EEC Act (enter into force on as of 15 May 2018)

Exemption from corporate income tax for up to 13 years and 17% personal income tax which is the lowest in ASEAN

Matching grants for investment, R&D, innovation, human resource development for targeted industries

Smart Visa Issuance for Talents, Foreign Investors, Foreign Executives and Startups.

International university establishment in high technology field.

## Incentives

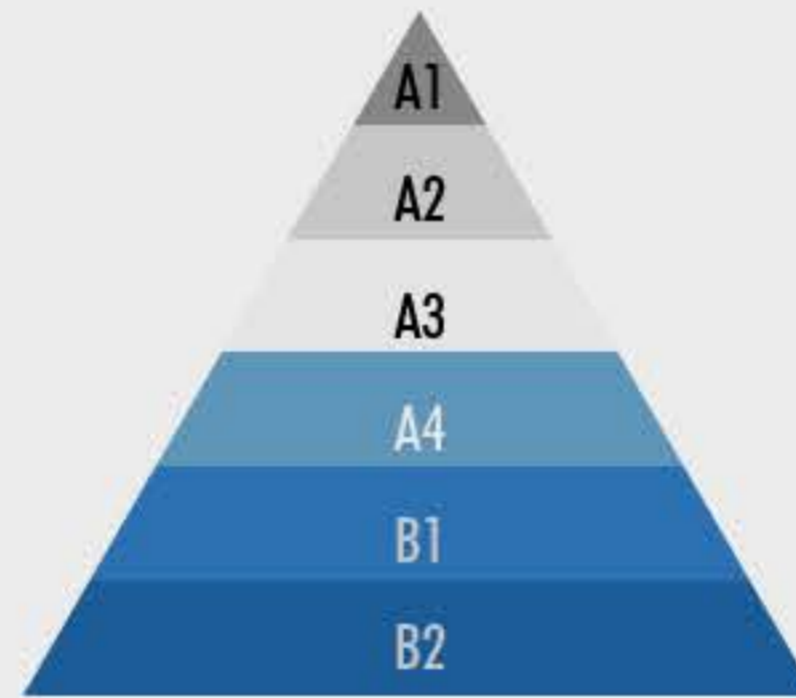
(BOI)

### Merit-based

Grant additional incentives to encourage investment that benefit the country or overall industry

1. Competitiveness Enhancement
2. Decentralization
3. Industrial Area Development

### Activity-based



Classified incentives based on importance of activities

including...

### Tax and Non-Tax Incentives

0 - 8 years of CIT Exemption

300% tax deduction on R&D investment

Smart Visa for investors/experts/startups

Exemption of import duties on machinery

## Special Economic Zones (SEZ)

### Super Clusters

+ many more  
 - INCENTIVES - 8 years of CIT Exemption + 50% reduction for further 5 years



Food Innopolis



Digital Parks



Automotive and Parts



Eco-friendly Petrochemicals and Chemicals



Medical



Electrical Appliances, Electronics and Telecommunication Equipment

### SEZ's border provinces



Chiang Rai  
Tak  
Kanchanaburi  
Nong Khai  
Nakhon Panhom  
Mukdahan  
Sa Keow  
Trat  
Song Khla  
Narathiwat

## 2019 Thailand Investment Year



### Special Investment Measures

Objectives :  
To stimulate investments in targeted industries that will drive economic transformation.

### Additional Incentives

### CIT reduction

50%  
3 Years

### Criteria

1. Total investment value (excluding land and working capital)  $\geq$  1 Billion THB
2. Activities in categories entitled to 5 to 8 years of CIT exemption [Group A1-A3]
3. Located outside Bangkok
4. Application submitted during 19 Nov 2018 - 30 Dec 2019

### Other Clusters

- INCENTIVES - 3-8 years of CIT Exemption + 50% reduction for further 5 years

### Targeted Industries

Each zone with different targeted activities depending on competencies



1. Agricultural, fishery and targeted industries



2. Ceramic products



3. Textile, garment, and leather industries



4. Manufacture of furniture



5. Gems and jewelry



6. Medical equipment



7. Automotive, machinery and parts



8. Electrical appliances and electronics



9. Plastics



10. Medicine



11. Logistics



12. Industrial estates/zones



13. Tourism related industry