

# INVESTMENT POLICIES

## WHY Thailand?



### 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 year	Investment Tax Allowance	Special Packages for targeted core technology	100-300% tax deduction for R&D expenses and technology and workforce development
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### Competitiveness Enhancement Act (effective as of 14 Feb 2017)

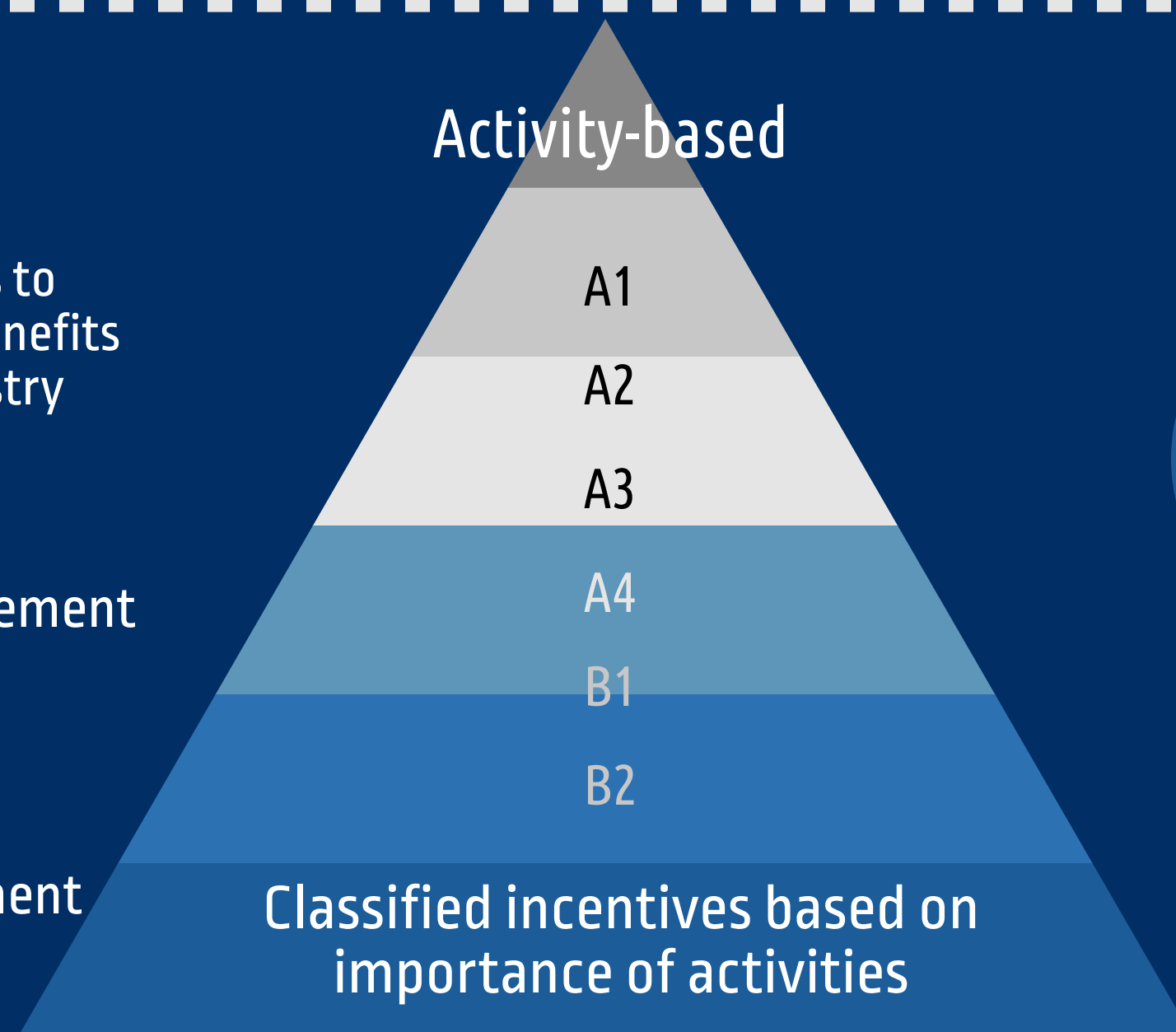
Exemption of CIT up to 15 years	10,000 million Baht matching fund for targeted industries	Import duty exemption	All other privileges under old and revised Investment Promotion Act
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### The EEC Act (enter into force on as of 15 May 2018)

Exemption from CIT 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
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## Incentives (BOI)

- Merit-based**  
Grant additional incentives to encourage investment that benefits the country or overall industry
1. Competitiveness Enhancement
  2. Decentralization
  3. Industrial Area Development



**Tax and Non-Tax Incentives**

including...

- 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



### SEZ's border provinces

Chiang Rai  
Tak  
Kanchanaburi  
Nong Khai  
Nakhon Phanom  
Mukdahan  
Sa Kaeo  
Trat  
Song Khla  
Narathiwat

## Productivity Enhancement Incentives

Measure for Improvement of Production Efficiency

Objectives: Existing projects, whether BOI or non-BOI promoted.

Additional Incentives	CIT reduction
	50%
	3 Years

Exemption of import duties on machinery

### Criteria

1. Replace or upgrade machinery for energy conservation, alternative energy utilization, reduction of environment impact
2. Invest or spend in R&D/ advanced engineering designs for efficiency improvement and sustainable development
3. Production efficiency improvement through machinery upgrade e.g. Automation, Digitalization
4. Implementation of international sustainability standards through all the supply chain e.g. GAP, FSC, PEFCs, ISO 22000, ISO 14061 (SFM)

Application must be submitted by 30 Dec 2022

## 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