

# INVESTMENT POLICIES

## WHY

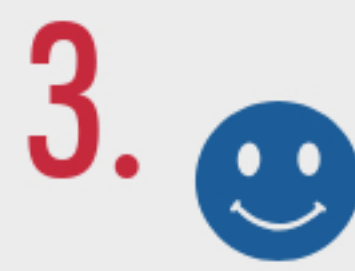
### Thailand?



1. Strategic Location & Connectivity



2. Strong Economic Fundamentals



3. Business-friendly Environment



4. Excellent Infrastructure



5. Attractive Incentives

## Foreign Direct Investment (FDI)

2017 (Jan.-Dec.) 2018 (Jan.-Mar.)

Total  
**818** **215** projects

Value  
**282.7** **24.9** bil. baht

### 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 (entered into force on 15 May 2018)

Exemption from corporate income tax for up to 15 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.

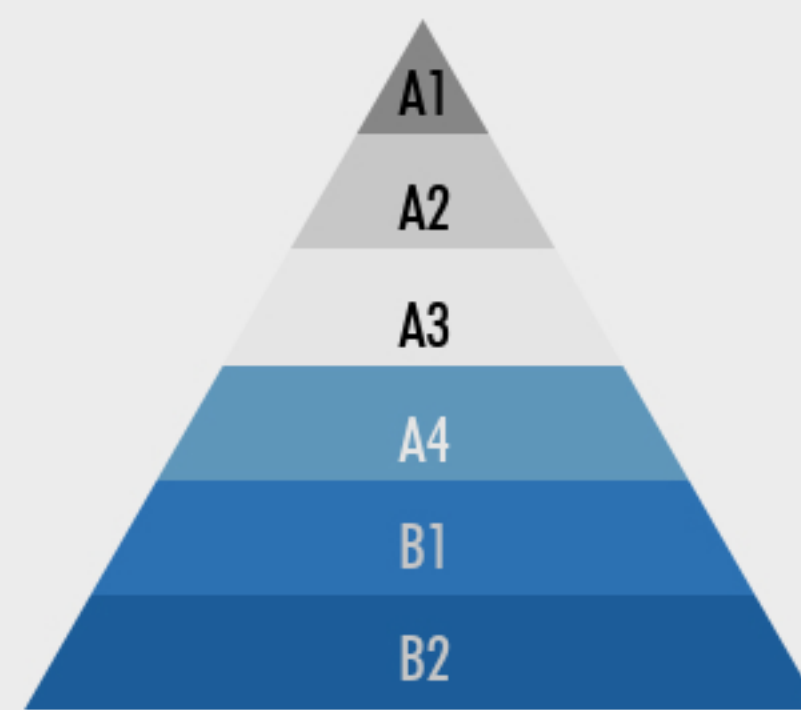
## Incentives

### 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

### 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 »



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

## The Royal Coast /Thailand Riviera

4 provinces : Chumphon, Ranong, Prachuap Khiri Khan and Phetchaburi

### Tourism



Nature  
Culture  
History  
Sport  
Community

Focus on sustainable and eco-friendly tourism as well as attract high-end tourists to the area by rail and car

Vision : World's Leading Health Tourism Destination

### Measures

1. Development of Hua Hin Airport
2. Golf Tourism
3. Community based
4. Infrastructure development (land, rail, air and water)

## Targeted Industries

Each zone with different targeted activities depending on competencies

### Other Clusters

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



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