

** Includes Transformer, Main DB and Sub DB for general factory & office electrics only. Excludes production equipment/machinery power

*** Includes cost of communal air conditioning, general electrics and sanitation

**** Based on the fitting out of approximate 500m² offices

Source: (1) Tilleke & Gibbins International Limited, as of 21 April 2014: www.tillekeandgibbins.com

(2) CBRE Research, Q1 2014: www.cbre.co.th

(3) Tractus Asia Ltd., as of May 2014

TAX RATES AND DOUBLE TAXATION AGREEMENTS

Tax Rates

Corporate Income Tax		Rate
A. Tax on net corporate profits		
1)	Ordinary company	
	- For the next two accounting periods starting on or after the 1 January 2013	20%
2)	Small company (paid up capital not exceeding 5 million baht and revenue not exceeding 30 million baht)	
	- Net profit not exceeding 300,000 baht	Exempt
	- Net profit over 300,000 baht but not exceeding 1 million baht	15%
	- Net profit exceeding 1 million baht	20%
	<i>Note: For the accounting periods starting on or after the 1 January 2013</i>	
3)	Regional Operating Headquarters (ROH)	10%
4)	Bank deriving profits from International Banking Facilities (BIBF)	10%
B. Tax on gross receipts		
1)	Association and foundation	
	- For income under Section 40 (8)	2%
	- Otherwise	10%
2)	Foreign company engaging in international transportation	3%
C. Remittance tax		
	Foreign company disposing profits out of Thailand	10%
D. Foreign company not carrying on business in Thailand receiving income from Thailand		
1)	Dividends	10%
2)	Interests	15%
3)	Professional fees	15%
4)	Rents from hiring property	15%
5)	Royalties from goodwill, copyright and other rights	15%
6)	Service fees	15%
Personal Income Tax		
Level of taxable income (baht)		Marginal Tax Rate
1 – 300,000		5%
300,001 – 500,000		10%
500,001 – 750,000		15%
750,001 – 1,000,000		20%
1,000,001 – 2,000,000		25%
2,000,001 – 4,000,000		30%
Over 4,000,000		35%

Notes: - Net income of 150,000 baht is exempted

- Expatriates working for ROH can elect to be taxed at the rate of 15% on gross income for 4 years instead of normal progressive tax rates

Withholding Tax from Bank Deposits		Rate
A.	For individuals	15%
B.	For companies	1%
C.	For foundations	10%

Value Added Tax	Rate
Level of taxable income (baht)	
Over 1,800,000	7%

Double Taxation Agreements Exist With the Following Countries:

Armenia, Australia, Austria, Bahrain, Bangladesh, Belgium, Bulgaria, Canada, China, Cyprus, Czech Republic, Chile, Denmark, Finland, France, Germany, Hong Kong, Hungary, India, Indonesia, Israel, Italy, Japan, Korea, Kuwait, Laos, Luxembourg, Malaysia, Mauritius, Nepal, The Netherlands, New Zealand, Norway, Oman, Pakistan, The Philippines, Poland, Romania, Russia, Seychelles, Singapore, Slovenia, South Africa, Spain, Sri Lanka, Sweden, Switzerland, Turkey, Ukraine, United Arab Emirates, United Kingdom of Great Britain and Northern Ireland, United States, Uzbekistan, Vietnam, Myanmar, and Chinese Taipei

Source: Revenue Department, as of 14 May 2014: www.rd.go.th

Excise Tax

(Examples of excise tax ... for full list, contact www.excise.go.th)

Product	Tax Rate
Petroleum and petroleum products	
<i>Gasoline and similar products</i>	
· Unleaded gasoline	7.00 baht per liter
· Gasoline other than unleaded gasoline	7.00 baht per liter
· Gasohol with not less than 9 percent of ethanol	6.30 baht per liter
· Gasohol E20	5.60 baht per liter
· Gasohol E85	1.05 baht per liter
<i>Kerosene and similar lighting oil</i>	
· Kerosene and similar lighting oil	3.055 baht per liter
<i>Fuel oil for jet plane</i>	
· Fuel oil for jet airplane which is not aircraft	3.00 baht per liter
· Fuel oil for jet airplane for domestic aircraft per regulations, procedures, and conditions specified by Director General	0.20 baht per liter
<i>Diesel and other similar types of oil</i>	
· Diesel with sulphuric content exceeding 0.005% by weight	5.310 baht per liter
· Diesel with sulphuric content not exceeding 0.005% by weight	0.005 baht per liter
· Diesel with Methyl Esters biodiesel of fatty acid not less than 4% as per rules, procedures and conditions specified by Director General	0.005 baht per liter
<i>Natural gas liquid (NGL) and similar products</i>	
· NGL and similar products	5.31 baht per liter
· NGL and similar products to be used in refining process of a refinery	exempted
<i>Liquid petroleum gas (LPG), propane and similar products</i>	
· LPG and propane, and similar products	2.17 baht per kg
· Liquid propane and similar products	2.17 baht per kg
Electrical Appliances	
Air-conditioning unit with motor-driven fan and thermostat, whether or not with humidity control unit with capacity of not exceeding 72,000 BTU/hour	
(1) for used in vehicle	15%
(2) others from (1)	exempted
Automobile	
<i>Passenger car</i>	
· with cylindrical volume not exceeding 2,000 cc and engine power not exceeding 220 horse power (HP)	30%
· with cylindrical volume exceeding 2,000 cc but not exceeding 2,500 cc and engine power not exceeding 220 horse power (HP)	35%
· with cylindrical volume exceeding 2,500 cc but not exceeding 3,000 cc and engine power not exceeding 220 horse power (HP)	40%
· with cylindrical volume exceeding 3,000 cc or with engine power of exceeding 220 horse power (HP)	50%
<i>Pick-up passenger vehicle (PPV)</i>	
· with cylindrical volume not exceeding 3,250 cc	20%

Product	Tax Rate
· with cylindrical volume exceeding 3,250 cc	50%
<i>Double cab vehicle with specifications as per specified by the Ministry of Finance</i>	
· with cylindrical volume not exceeding 3,250 cc	12%
· with cylindrical volume exceeding 3,250 cc	50%
<i>Passenger car with specification as per specified by the Ministry of Finance which is made from pick-up truck or chassis with windshield of pick-up truck or modified from pick-up truck</i>	
· Manufactured or modified by industrial entrepreneurs with cylindrical volume not exceeding 3,250 cc	3%
· Manufactured or modified by industrial entrepreneurs with cylindrical volume exceeding 3,250 cc	50%
<i>Passenger car or public transport vehicle with and seating not exceeding 10 seats</i>	
· Passenger car or public transport vehicle with seating not exceeding 10 seats used as ambulance of government agency, hospital or charitable organization as per terms and condition and number specified by the Ministry of Finance	exempted
<i>Eco Car</i>	
· Hybrid electric vehicle	
- with cylindrical volume not exceeding 3,000 cc	10%
- with cylindrical volume exceeding 3,000 cc	50%
· Electric powered vehicle	10%
· Fuel cell powered vehicle	10%
<i>Economy car meeting international standards (From October 1, 2009 onwards)</i>	
- Gasoline engine with cylindrical volume not exceeding 1,300 cc	17%
- Diesel engine with cylindrical volume not exceeding 1,400 cc	17%
<i>Passenger car or public transport vehicle with seating not exceeding 10 seats using alternative energy with cylindrical volume not exceeding 3,000 cc with specification as per specified by the Ministry of Finance</i>	
· Using no less than 20 percent of ethanol mix with gasoline available generally in gas stations according to the criteria and conditions set by Director General	
- with cylindrical volume not exceeding 2,000 cc and engine power not exceeding 220 horse power (HP)	25%
- with cylindrical volume not exceeding 2,000 cc but not exceeding 2,500 cc and engine power not exceeding 220 horse power (HP)	30%
- with cylindrical volume exceeding 2,500 cc but not exceeding 3,000 cc and engine power not exceeding 220 horse power (HP)	35%
· Being capable of operating on natural gas	20%
<i>Boat</i>	
· Yacht and boat used for leisure purpose	exempted
<i>Motorcycles</i>	
· With cylindrical volume not exceeding 150 cc.	3%
· With cylindrical volume exceeding 150 cc. but not exceeding 500 cc.	5%
· With cylindrical volume exceeding 500 cc. but not exceeding 1,000 cc.	10%
· With cylindrical volume exceeding 1,000 cc.	20%
· Others	exempted
<i>Perfume and Cosmetics</i>	
· Essential oil and fragrant essence, excluding of perfume and fragrant essence produced domestically	15%
· Essential oil	exempted
· Perfume and fragrant essence which is the local products and produced domestically	exempted
<i>Other Commodities</i>	
· Carpet and animal hair floor covering materials	20%
· Marble and granite	exempted
· Batteries	10%
<i>Golf Course</i>	
· Membership fee	10%
· Course usage fee	10%
· Other incomes	exempted

Source: Excise Department, as of May 2014: www.excise.go.th