

# INVESTMENT POLICIES

## WHY

Thailand?



## 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
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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 IPA.
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### 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.
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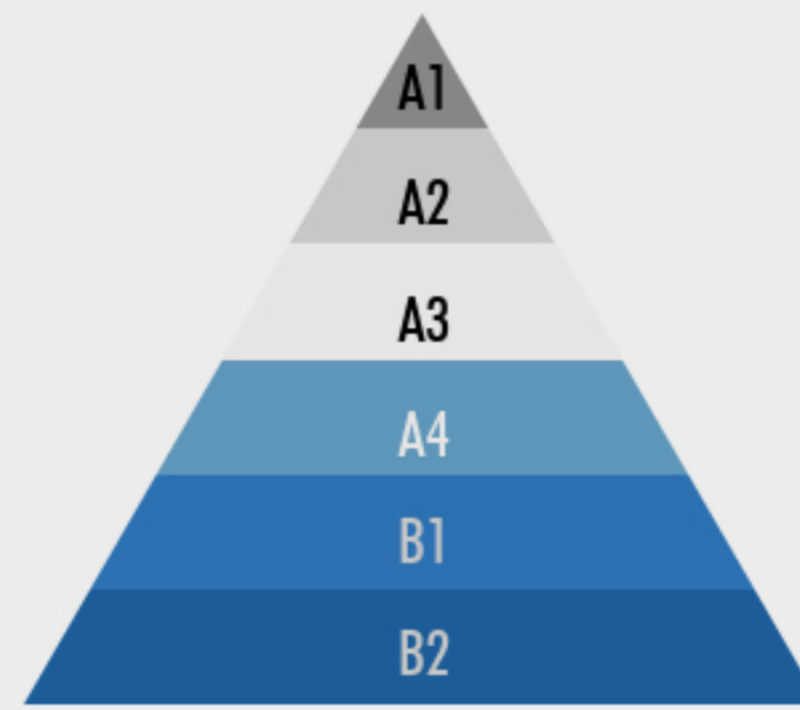
## Incentives

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

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

## 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)

## 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