

(Unofficial Translation)

Announcement of the Board of Investment

No. Sor. 3/2547

Re: Modification of Conditions and Definition of Activity 5.8: Software

It is hereby deemed appropriate to modify the conditions and definition of Activity 5.8: Software. By virtue of Section 16, Paragraph 2 of the Investment Promotion Act B.E. 2520, the Board of Investment hereby announces as follows:

1. Provisions under Activity 5.8 on the list of activities eligible for investment promotion attached to the Board of Investment Announcement No. 2/2543 regarding the types, sizes and conditions of activities eligible for promotion, dated August 1, 2000, are hereby revoked and replaced with the following:

Activity	Conditions
5.8 Software: 5.8.1 Enterprise Software 5.8.2 Digital Content (1) Animation, Cartoons & Characters (2) Computer-generated Imagery (3) Web-based Applications (4) Interactive Applications (5) Games: incl. Windows-based, Mobile Platform, Console, PDA, Online Games, Massive Multi-Player Online Games (6) Wireless Location-Based Service Content (7) Visual Effects (8) Multimedia Video Conferencing Applications (9) E-Learning Content via Broadband and Multimedia (10) Computer-Aided Instruction 5.8.3 Embedded Software	1. Classified as a priority activity and crucial to the country's development. Approved activities will be exempted from import duties on machinery and will receive an 8-year corporate income tax exemption with no cap on amount exempted, as specified in Paragraph 2 of Section 31. 2. Projects must include software development process as specified or approved by the Software Industry Promotion Agency (SIPA). 3. Projects which have an investment of 10 million baht or over (excluding cost of land and working capital) must obtain a quality standard certificate from SIPA or receive a Capacity Maturity Model (CMM) quality standard certificate or any equivalent international standard, approved by SIPA.

2. Any income from selling products or providing services related to the software activity directly promoted is regarded as income gained from investment promoted activities.

Effective from 11 June 2004, onwards.

Announced on 1 July 2004.

(-General Chavalit Yongjaiyut-)
Deputy Prime Minister
Acting Chairman of the Board of Investment