

(Unofficial Translation)

**Announcement of the Board of Investment
No. Sor. 11/2547
Re: Promotion of 4-Stroke Motorcycle Assembly**

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Whereas it is deemed appropriate to promote the assembly of 4-stroke motorcycles as an activity eligible for investment promotion:

By virtue of Section 16, Paragraph 2, of the Investment Promotion Act of B.E. 2520, the Board of Investment hereby announces that Office of the Board of Investment Announcement No. Ngor. 1/2545, dated 23 August 2002, be repealed and that the assembly of 4-stroke motorcycles in Category 4.8 of the list of businesses eligible for investment promotion attached to the Board of Investment Announcement No. 2/2543, dated 1 August 2000, regarding the types, sizes, and conditions of activities eligible for promotion, continue to be eligible for investment promotion with the conditions as follows:

Activity	Conditions
4.9 Assembly of 4-stroke motorcycles	<ol style="list-style-type: none">1. Must be motorcycles with 4-stroke engines.2. Production capacity must not be less than 50,000 units per year.3. Thai nationals must hold shares totaling not less than 60 percent of the registered capital.4. Production processes must be complete from body frame welding and painting.5. Plan for parts production and sourcing of parts must be approved by the BOI.6. Must have plan to develop Thai parts manufacturers.7. If located in Zone 1 or Zone 2:<ol style="list-style-type: none">7.1 Projects will receive an exemption of import duty on machinery.7.2 Projects will receive no exemption of corporate income tax.8. If located in Zone 3:<ol style="list-style-type: none">8.1 Projects will receive an exemption of import duty on machinery.8.2 Projects will receive a 3-year corporate income tax exemption under Section 31, Paragraph 1.8.3 Projects will receive a 5-year corporation income tax exemption under Section 31, Paragraph 1, in the following cases:<ol style="list-style-type: none">8.3.1 Thai nationals must hold not less than 70 percent of total shares.8.3.2 Projects must propose a plan for production and use of

	<p>major parts, such as engines, transmission systems, fuel injection systems, vibration systems, and brake systems, and get approval from the BOI.</p> <p>9. Other privileges will be granted according to Board of Investment Announcement No. 1/2543.</p> <p>10. No change of rights or additional periods of corporate income tax exemption will be allowed after project is promoted, regardless of whether the investments are made in accordance with the Skill, Technology and Innovation (STI) policy.</p>
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Effective from 29 November 2004, onwards.

Announced on 28 December 2004.

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