

## Section 3: Light Industry

Activities	Conditions	Incentives
3.1 Manufacture of textile products or parts		
3.1.1 Manufacture of natural or synthetic fibers		
3.1.1.1 Manufacture of technical fiber or functional fiber	Projects must be approved by related agencies, e.g. Thailand Textile Institute, National Innovation Agency.	A 2
3.1.1.2 Manufacture of recycled fiber	Projects must use domestic scraps or waste only.	A 4
3.1.1.3 Manufacture of other fibers		B 1
3.1.2 Manufacture of yarn or fabric		
3.1.2.1 Manufacture of functional yarn or functional fabric	Projects must be approved by related agencies, e.g. Thailand Textile Institute, National Innovation Agency.	A 3
3.1.2.2 Manufacture of other yarn or fabric	<ol style="list-style-type: none"> <li>Projects with investments or expenditures on research, design or product development of not less than 0.5% of the project's total revenue of the first 3 years combined.</li> </ol>	A 4
	<ol style="list-style-type: none"> <li>Projects with no investment or expenditures on research, design or product development or if the investment on research, design or product development is less than 0.5% of the project's total revenue of the first 3 years combined.</li> </ol>	B 1
3.1.3 Bleaching, dyeing and finishing, or printing and finishing, or printing	<ol style="list-style-type: none"> <li>Projects must be located or expand in industrial estates or promoted industrial zones that have waste treatment and environmental protection and control systems according to the announcement of the Ministry of Industry.</li> <li>In case projects are not located in 1., only expansion of existing projects will be permitted. Projects must also have measures to reduce environmental impact.</li> <li>As for the textile industry, digital printing businesses can be located in all areas.</li> </ol>	A 3

Activities	Conditions	Incentives
3.1.4 Manufacture of garments, clothing accessories, and household textiles	<ol style="list-style-type: none"> <li>4. Projects applying for investment promotion under the Measure to Promote Improvement of Production Efficiency by reducing environmental impact are allowed to be located in the existing business area, whether the business is located in industrial estates or promoted industrial zones according to Section 30 of the announcement of the Ministry of Industry or not.</li> <li>5. Environment-friendly technology must be used in all cases.</li> <li>1. Projects with investments or expenditures on research, design or product development of not less than 0.5% of the project's total revenue of the first 3 years combined.</li> <li>2. Projects with no investment or expenditures on research, design or product development or if the investment on research, design or product development is less than 0.5% of the project's total revenue of the first 3 years combined.</li> </ol>	<p style="text-align: center;">A 4</p> <p style="text-align: center;">B 1</p>
3.2 Manufacture of non-woven fabric or hygienic products made of non-woven fabric		A 4
3.3 Manufacture of bags or shoes or products made of leather or artificial leather	<ol style="list-style-type: none"> <li>1. Projects with investments or expenditures on research, design or product development of not less than 0.5% of the project's total revenue of the first 3 years combined.</li> <li>2. Projects with no investment or expenditures on research, design or product development or if the investment on research, design or product development is less than 0.5% of the project's total revenue of the first 3 years combined.</li> </ol>	<p style="text-align: center;">A 4</p> <p style="text-align: center;">B 1</p>
3.4 Manufacture of sports equipment or parts		B 1
3.5 Manufacture of musical instrument		B 1

Activities	Conditions	Incentives
3.6 Manufacture of furniture or parts	<ol style="list-style-type: none"> <li>1. Projects with investment or expenditures on research, design or product development of not less than 0.5% of the project's total revenue of the first 3 years combined.</li> <li>2. Projects with no investment or expenditures on research, design or product development or if the investment on research, design or product development is less than 0.5% of the project's total revenue of the first 3 years combined.</li> </ol>	<p>A 4</p> <p>B 1</p>
3.7 Manufacture of toys	<ol style="list-style-type: none"> <li>1. Projects with investments or expenditures on research, design or product development of not less than 0.5% of the project's total revenue of the first 3 years combined.</li> <li>2. Projects with no investment or expenditures on research, design or product development or if the investment on research, design or product development is less than 0.5% of the project's total revenue of the first 3 years combined.</li> </ol>	<p>A 4</p> <p>B 1</p>
3.8 Manufacture of gems and jewelry or parts including raw materials and prototype		A 4
3.9 Creative product design and development center	<ol style="list-style-type: none"> <li>1. Projects must consist of 2 components, as follows:               <ol style="list-style-type: none"> <li>1.1 Information system for design</li> <li>1.2 Conceptual design and creation system.</li> </ol> </li> <li>2. Projects must consist of one of the following components:               <ol style="list-style-type: none"> <li>2.1 Engineering design system</li> <li>2.2 Prototype design creation and performance testing system</li> <li>2.3 Prototype standard testing and user acceptance testing system.</li> </ol> </li> <li>3. At least 70% of total employees in the project must be Thai.</li> <li>4. Projects must have expenses for salaries for creative product design and development personnel of at least 1,500,000 baht per year.</li> </ol>	A 1

Activities	Conditions	Incentives
	5. Project located in the science and technology park promoted by BOI or one that is approved by the Board will receive an additional 50 percent reduction in corporate income tax for 5 years after the end of its corporate tax exemption period.	
<p>3.10 Manufacture of lenses</p> <p>3.10.1 Manufacture of lenses that are not medical devices, sunglass lenses or cosmetic lenses, e.g. camera lenses</p> <p>3.10.2 Manufacture of sunglass lenses, cosmetic lenses, eyeglass frames and parts</p>		<p>A 4</p> <p>B 1</p>
<p>3.11 Manufacture of medical devices or parts</p> <p>3.11.1 Manufacture of high-risk or high-technology medical devices, (e.g. x-ray machine, MRI machine, CT scan machine and implants) or medical devices that are commercialized from public sector research or collaborative public-private sector research</p> <p>3.11.2 Manufacture of other medical devices (except for medical devices made of fabrics or fibers)</p> <p>3.11.3 Manufacture of medical devices made of fabrics or fibers, e.g. gowns, drapes, caps, face masks, gauze and cotton wool</p>	<p>1. In case projects include R&amp;D and innovation</p> <p>2. In case projects include R&amp;D and innovation</p> <p>Manufacture of gauze or cotton wool must start from raw cotton fabric or cotton yarn.</p>	<p>A 1</p> <p>A 2</p> <p>A 3</p> <p>A 4</p>