

Section 7: Service and Public Utilities

Activities	Conditions
<p>7.1 Public utilities and basic services</p> <p>7.1.1 Production of electricity or steam power</p> <p>7.1.2 Production of tap water or water supply for industry</p> <p>7.1.3 Concession roads</p> <p>7.1.4 Loading/unloading facilities for sea transport</p> <p>7.1.5 Container yards or inland container depots</p> <p>7.1.6 Commercial airports</p> <p>7.1.7 Satellite telecommunications</p> <p>7.1.8 Telephone services</p> <p>7.1.9 Gas separation plants</p>	<p><u>Conditions</u></p> <p>Projects must be approved by relevant government agencies.</p> <p><u>Rights and benefits</u></p> <ol style="list-style-type: none"> 1. Classified as a priority activity 2. The production of electricity or steam power only for cases that use alternative energy, such as energy from agricultural material, biogas and wind energy shall be classified as a priority activity of special importance and benefits to the country. 3. Satellite telecommunication projects shall receive the following incentives: <ol style="list-style-type: none"> 3.1 Eight-year corporate income tax exemption only for the overseas income 3.2 Other rights and benefits shall be according to the Board of Investment announcement No. 1/2543 dated August 1, 2000. 4. Telephone service projects shall receive only non-tax incentives.
<p>7.2 Natural Gas service stations</p>	<p><u>Rights and benefits</u></p> <ol style="list-style-type: none"> 1. Regarding tax incentives, only exemption of import duty on machinery, regardless of zone shall be granted. 2. Other rights and benefits shall be according to the Board of Investment Announcement No. 1/2543 dated August 1, 2000.
<p>7.3 Tourism promotion services</p> <p>7.3.1 Ocean marina services</p> <p>7.3.2 Tour boat or yacht renting</p>	<p><u>Conditions</u></p> <p>Projects must have facilities including ship lifter, inland berthing, ship dock for maintenance and repair</p> <p><u>Rights and benefits</u></p> <ol style="list-style-type: none"> 1. Exemption of import duty on machinery, regardless of zone 2. Exemption of corporate income tax for: <ol style="list-style-type: none"> (1) Five years if located in Zone 1 (2) Seven years if located in Zone 2 (3) Eight years if located in Zone 3 3. Other rights and benefits shall be according to the Board of Investment Announcement No. 1/2543 dated August 1, 2000. <p><u>Conditions</u></p> <p>Projects must be approved by relevant government agencies.</p> <p><u>Rights and benefits</u></p> <ol style="list-style-type: none"> 1. Exemption of import duty on machinery, regardless of zone 2. Five-year corporate income tax exemption, regardless of zone 3. Other rights and benefits shall be according to the

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7.3.3 Amusement parks	<p>Board of Investment Announcement No. 1/2543 dated August 1, 2000.</p> <p><u>Conditions</u></p> <ol style="list-style-type: none"> 1. Projects must have a minimum investment (excluding cost of land and working capital) of not less than 500 million baht. 2. Project details must be approved by the Board <p><u>Rights and benefits</u></p> <ol style="list-style-type: none"> 1. Exemption of import duty on machinery, regardless of zone 2. Exemption of corporate income tax for: <ol style="list-style-type: none"> (1) Five years if located in Zone 1 (2) Seven years if located in Zone 2 (3) Eight years if located in Zone 3 3. Other rights and benefits shall be according to the Board of Investment Announcement No. 1/2543 dated August 1, 2000.
7.3.4 Cultural centers	<p><u>Conditions</u></p> <p>Projects must have a minimum investment (excluding cost of land and working capital) of not less than 20 million baht.</p> <p><u>Rights and benefits</u></p> <ol style="list-style-type: none"> 1. Exemption of import duty on machinery, regardless of zone 2. Exemption of corporate income tax for: <ol style="list-style-type: none"> (1) Five years if located in Zone 1 (2) Seven years if located in Zone 2 (3) Eight years if located in Zone 3 3. Other rights and benefits shall be according to the Board of Investment Announcement No. 1/2543 dated August 1, 2000.
7.3.5 Aquariums	<p><u>Conditions</u></p> <ol style="list-style-type: none"> 1. Projects must have a minimum investment (excluding cost of land and working capital) of not less than 100 million baht. 2. An environmental impact assessment report must be submitted. <p><u>Rights and benefits</u></p> <ol style="list-style-type: none"> 1. Exemption of import duty on machinery, regardless of zone 2. Exemption of corporate income tax for: <ol style="list-style-type: none"> (1) Five years if located in Zone 1 (2) Seven years if located in Zone 2 (3) Eight years if located in Zone 3 3. Other rights and benefits shall be according to the Board of Investment Announcement No. 1/2543 dated August 1, 2000.
7.3.6 Racing tracks	<p><u>Conditions</u></p>

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<p>7.3.7 Open zoos</p>	<ol style="list-style-type: none"> 1. The projects must be approved by relevant government agencies. 2. The projects must obtain a standard certificate from FIA (Federation Internationale de L Automobile) or FIM (Federation Internationale de Motocyclisme). 3. The project must have appropriate preventive and controlling measures against environmental damage or against danger or trouble to neighbors. 4. An environmental impact assessment report must be submitted. <p><u>Rights and benefits</u></p> <ol style="list-style-type: none"> 1. Exemption of import duty on machinery, regardless of zone 2. Exemption of corporate income tax for: <ol style="list-style-type: none"> (1) Five years if located in Zone 1 (2) Seven years if located in Zone 2 (3) Eight years if located in Zone 3 3. Other rights and benefits shall be according to the Board of Investment Announcement No. 1/2543 dated August 1, 2000. <p><u>Conditions</u></p> <ol style="list-style-type: none"> 1. Projects must have a minimum investment (excluding cost of land and working capital) of not less than 500 million baht, with total area of not less than 500 rai. 2. Project details must be approved by the Board. 3. Fifteen percent of the total area must be allocated as green area and another 15 percent as car park. <p><u>Rights and benefits</u></p> <ol style="list-style-type: none"> 1. Exemption of import duty on machinery, regardless of zone 2. Exemption of corporate income tax for: <ol style="list-style-type: none"> (1) Five years if located in Zone 1 (2) Seven years if located in Zone 2 (3) Eight years if located in Zone 3 3. Other rights and benefits shall be according to the Board of Investment Announcement No. 1/2543 dated August 1, 2000.
<p>7.3.8 Cable cars</p>	<p><u>Conditions</u></p> <p>Projects must be approved by relevant government agencies.</p> <p><u>Rights and benefits</u></p> <ol style="list-style-type: none"> 1. Exemption of import duty on machinery, regardless of zone 2. Exemption of corporate income tax for: <ol style="list-style-type: none"> (1) Five years if located in Zone 1 (2) Seven years if located in Zone 2 (3) Eight years if located in Zone 3 3. Other rights and benefits shall be according to the Board of Investment Announcement No. 1/2543 dated August 1, 2000.

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<p>7.4 Activities to support tourism</p> <p>7.4.1 Convention halls</p>	<p><u>Conditions</u></p> <ol style="list-style-type: none"> 1. The total convention area must not be less than 4,000 square meters. Total area of the largest hall must not be less than 3,000 square meters. 2. Convention hall facilities and equipment must be approved by the Board. 3. Blueprints must be approved by the Board. <p><u>Rights and benefits</u></p> <ol style="list-style-type: none"> 1. Exemption of import duty on machinery, regardless of zone 2. Exemption of corporate income tax for: <ol style="list-style-type: none"> (1) Five years if located in Zone 1 (2) Seven years if located in Zone 2 (3) Eight years if located in Zone 3 3. Other rights and benefits shall be according to the Board of Investment Announcement No. 1/2543 dated August 1, 2000.
<p>7.4.2 International exhibition centers</p>	<p><u>Conditions</u></p> <ol style="list-style-type: none"> 1. An indoor exhibition area must not be less than 25,000 square meters. 2. Each hall must have meeting room. <p><u>Rights and benefits</u></p> <ol style="list-style-type: none"> 1. Exemption of import duty on machinery, regardless of zone 2. Exemption of corporate income tax for: <ol style="list-style-type: none"> (1) Five years if located in Zone 1 (2) Seven years if located in Zone 2 (3) Eight years if located in Zone 3 3. Other rights and benefits shall be according to the Board of Investment Announcement No. 1/2543 dated August 1, 2000.
<p>7.4.3 Hotels</p>	<p><u>Conditions</u></p> <p>Each hotel must have at least 100 rooms or the minimum investment (excluding cost of land and working capital) of not less than 500 million baht.</p> <p><u>Rights and benefits</u></p> <ol style="list-style-type: none"> 1. Projects located in Zone 1, Zone 2, Hat Yai district of Songkhla or Muang district of Chiang Mai shall receive only non-tax incentives. 2. Projects located in Zone 3 (excluding those specified in No. 1 and No. 3) shall receive only an exemption of import duty on machinery and other non-tax privileges. 3. Projects located in Kalasin, Nakhon Phanom, Narathiwat, Nan, Buri Ram, Pattani, Phayao, Phrae, Maha Sarakham, Yasothon, Yala, Roi Et, Si Sa Ket, Sakon Nakhon, Satun, Surin, Nongbualamphu, Chaiyaphum, Nongkhai, Ubon Ratchathani, Udon Thani and Amnat Charoen shall receive rights and benefits according to the BOI Announcement No.1/2543 dated August 1, 2000.

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<p>7.4.4 Retirement homes and care centers</p> <p>7.4.5 Dedicated health centers</p> <p>7.4.6 Long-stay business</p>	<p><u>Conditions</u> Projects must achieve standards set by relevant government agencies.</p> <p><u>Rights and benefits</u> Regarding tax incentives, only exemption of import duty on machinery according to the BOI Announcement No.1/2543 dated August 1, 2000 shall be granted.</p> <p><u>Conditions</u> Projects must achieve standards set by relevant government agencies.</p> <p><u>Rights and benefits</u> Regarding tax incentives, only exemption of import duty on machinery according to the BOI Announcement No.1/2543 dated August 1, 2000 shall be granted.</p> <p><u>Conditions</u> 1. Projects must be approved by relevant government agencies. 2. Promoted projects must provide a variety of services such as lodging, health care, travel services etc.</p> <p><u>Rights and benefits</u> Only non-tax privileges shall be granted.</p>
<p>7.5 Medium or low income housing</p>	<p><u>Conditions</u> 1. Projects must comprise a minimum of 50 residential units in every location. 2. For Zone 1, any condominium must have area per unit of not less than 28 square meters with sales price not exceeding 1 million baht (including land cost). For any town house or detached house, area per unit must not be less than 70 square meters with sales price not exceeding 1.2 million baht (including land cost). 3. For projects located in Zones 2 and 3, a minimum area per unit must not be less than 31 square meters with sales price not exceeding 600,000 baht (including land cost). 4. Blueprints must be approved by the Board. 5. Projects must obtain building permits under the Building Control Act or other related laws.</p> <p><u>Rights and benefits</u> Exemption of corporate income tax for: 1. Five years if located in Zone 1 and 2 2. Eight years if located in Zone 3</p>
<p>7.6 Thai motion picture production, motion picture supporting services, or multimedia services</p>	<p><u>Conditions</u> The project must have machinery, equipment and scope of business as specified by the Board as follows: 1. Motion pictures shall include documentaries, television programs and other television commercials. 2. The promoted Thai motion pictures production shall</p>

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	<p>not include commercial spots.</p> <p>3. The motion picture supporting services or multimedia services shall include documentaries, television programs and other television commercials. This includes activities which have machinery, equipment and scope of business as follows:</p> <p>(1) Rental services of movie production equipment and/or movie production props must have main equipment /machinery, that is, camera, light set, electric generator and camera accessories.</p> <p>(2) Film development and duplicate services must have main equipment/machinery, that is, film development machine, film duplication machine, film coloring machine, film cutting machine and film cleaning machine.</p> <p>(3) Sound recording services must have main equipment and machinery, that is, digital sound recorder, digital sound editing machine, digital sound mixing machine and standard recording room.</p> <p>(4) Picture technical services must have machines and equipment capable of creating special pictures that are not possible with cameras for movie production and television programs. The service providers must have main equipment and machinery, that is, standard definition/high definition digital recorders, telecine, editing suites, digital compositing and special effect creation.</p> <p>(5) Coordination services for foreign movie production in Thailand must include coordinating with related government agencies for permits, location scouting, and sourcing of staff and movie equipment.</p> <p>(6) Studio rental services for movie and television program production</p> <p><u>Rights and benefits</u></p> <p>1. Exemption of import duties on machinery, regardless of location</p> <p>2. Five-year corporate income tax exemption, regardless of location. If located in Movie Town industrial zone, projects shall be granted eight-year corporate income tax exemption</p> <p>3. Other rights and benefits shall be according to the BOI Announcement No. 1/2543 dated August 1, 2000.</p>
7.7 Hospitals	Promotion of hospital projects shall be temporary withheld according to the BOI announcement No. Ngor 1/2554 dated March 24, 2011

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<p>7.8 Real estate development for industrial use</p> <p>7.8.1 Industrial zones</p>	<p><u>Conditions</u></p> <ol style="list-style-type: none"> 1. Projects in Bangkok and Samut Prakarn are not eligible for promotion. 2. The total land area of the project must not be less than 500 rai. 3. Factory-designated area must not be less than 60 percent and not more than 75 percent of the total area, except project with the total area of over 1,000 rai. 4. Other conditions as specified by the Board are as follows: <ol style="list-style-type: none"> 4.1 The main road <ol style="list-style-type: none"> (1) If the total area is over 1,000 rai, the road must have four-way lanes of not less than 30 meters wide, including road surface of not less than 14 meters wide, traffic island and pavement of not less than 2 meters wide each side and road shoulder or surface wide enough for an emergency stop. (2) If the total area is over 500 up to 1,000 rai, the road must have two-way lanes with road surface of not less than 20 meters wide, including road surface of not less than 7 meters wide and pavement of not less than 2 meters wide each side and a road shoulder or surface wide enough for an emergency stop. (3) If the total area is over 100 up to 500 rai, the road must have two-way lanes with road surface of not less than 16 meters wide, including road surface of not less than 7 meters wide and pavement of not less than 2 meters wide each side and a road shoulder or surface wide enough for an emergency stop. 4.2 The minor road must have a road surface of not less than 8.5 meters wide and a road shoulder of not less than 2 meters wide each side. 4.3 Wastewater treatment must be suitable for wastewater characteristics and according to legal effluent standard. The project must have post-treatment effluent pool. 4.4 Wastewater discharge system must be completely separate from rainwater discharge system. 4.5 The project must have an approved system of collection and elimination of garbage as approved by the Board. 4.6 Factories located in industrial zones must be according to target industries and forbidden

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<p>7.8.2 Factory Development for Industrial Plants and/or Warehouses</p>	<p>industries specified in the environmental impact assessment report approved by Expert Review Committee of the Office of Natural Resources and Environmental Policy and Planning (ONEP).</p> <p>4.7 The zone must provide sufficient public utilities, electricity, water, telephone service and post office, for factories located in the zone.</p> <p>4.8 The zone must develop about 25 percent of its total land area or as approved by the Board for public utility services within two years from the date of investment promotion certificate issuance.</p> <p><u>Rights and benefits</u> Shall be according to the BOI Announcement No. 1/2543 dated August 1, 2000.</p> <p><u>Conditions</u></p> <ol style="list-style-type: none"> 1. Building must be constructed in an industrial estate, a promoted industrial zone or a promoted logistics park. 2. Blueprints must be approved by the Board. 3. Construction of buildings must be in accordance with factory law and construction control law. 4. In the case of multi-story a factory, the building must not be more than 12 stories high. <p><u>Rights and benefits</u></p> <ol style="list-style-type: none"> 1. The project shall not be granted reduction or exemption of import duty on machinery, regardless of zone. 2. In cases where projects are located in a logistics park, the projects shall be granted the same corporate income tax exemption as industrial estates or promoted industrial zones. 3. Other rights and benefits shall be according to the BOI Announcement No. 1/2543 dated August 1, 2000.
<p>7.8.3 Free Trade Zones and Free Zones</p>	<p><u>Conditions</u></p> <ol style="list-style-type: none"> 1. Total project area must not be less than 200 rai. 2. Projects in Bangkok are not eligible for promotion. 3. Projects in Samut Prakan are eligible for promotion only in an area for industrial use as approved by the Ministry of Industry. 4. Projects must be approved by relevant government agencies prior to submission of application for promotion. <p><u>Rights and benefits</u> Projects shall be granted the same rights and benefits as industrial estates or promoted industrial zones.</p>
<p>7.8.4 Software parks</p>	<p><u>Conditions</u></p> <ol style="list-style-type: none"> 1. Projects must have high-speed fiber-optic main

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<p>7.8.5 Gem and jewelry industrial zones</p>	<p>communications systems throughout the area.</p> <p>2. Main telecommunications system must have a high-speed cable from the software park to domestic and international telecommunications centers.</p> <p>3. Continuous back-up of electricity supply must be installed.</p> <p>4. The total area must not be less than 10,000 square meters.</p> <p><u>Rights and benefits</u></p> <p>Classified as a priority activity of special importance and benefits to the country</p> <p><u>Conditions</u></p> <p>1. The total area must not be less than 100 rai.</p> <p>2. Area for operations related to gem or jewelry must not be less than 40 percent of the total area.</p> <p>3. Projects must have a sales area for gem and jewelry.</p> <p>4. Projects must provide appropriate security systems.</p> <p>5. Projects must have meeting rooms, exhibition halls and business centers.</p> <p>6. Projects must have adequate parking space.</p> <p><u>Rights and benefits</u></p> <p>1. Classified as a priority activity of special importance and benefits to the country</p> <p>2. Gem and jewelry-related manufacturing projects located in the promoted gem and jewelry industrial zones shall receive:</p> <p style="padding-left: 40px;">2.1 Exemption of import duty on machinery, regardless of zone</p> <p style="padding-left: 40px;">2.2 Exemption of corporate income tax for</p> <p style="padding-left: 80px;">(1) Five years if located in Zone 1</p> <p style="padding-left: 80px;">(2) Seven years if located in Zone 2</p> <p style="padding-left: 80px;">(3) Eight years if located in Zone 3</p> <p style="padding-left: 40px;">2.3 Other rights and benefits shall be according to the Board of Investment Announcement No.1/2543 dated August 1, 2000.</p>
<p>7.8.6 Industrial zones for environmental preservation</p> <p>(1) Industrial estates for integrated production of the textile industry</p> <p>(2) Industrial estates for tanneries</p> <p>(3) Industrial estates for surface treatment or anodize surface treatment</p>	<p><u>Conditions</u></p> <p>1. Projects must be approved by the Industrial Estate Authority of Thailand prior to submission of investment promotion application.</p> <p>2. Projects of industrial estates for textile integrated production must have a land area of not less than 500 rai.</p> <p><u>Rights and benefits</u></p> <p>1. Classified as a priority activity</p> <p>2. Textile-manufacturing or other related projects (except bleaching, dyeing and finishing projects) located in industrial estates for integrated production of the textile industry shall receive:</p> <p style="padding-left: 40px;">2.1 Exemption of import duty on machinery, regardless of zone</p> <p style="padding-left: 40px;">2.2 Exemption of corporate income tax for</p> <p style="padding-left: 80px;">(1) Five years if located in Zone 1</p>

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<p>7.8.7 Printing industrial zones</p>	<p>(2) Seven years if located in Zone 2 (3) Eight years if located in Zone 3 2.3 Other rights and benefits shall be according to the Board of Investment Announcement No.1/2543 dated August 1, 2000.</p> <p><u>Conditions</u></p> <ol style="list-style-type: none"> 1. A minimum area of 500 rai, with the factory area covering not less than 60 percent and not more than 75 percent of the total area. 2. The area for operating printing-related businesses shall not be less than 80 percent of the total factory area 3. The project must have the following services and facilities: <ol style="list-style-type: none"> 3.1 Pre-press, after-press, and machinery-repair services 3.2 Print training facilities 3.3 A center for the distribution of printed matter that provides 24-hour service and is located within the zone 3.4 Public utilities and services of the same standard as promoted industrial zones or as prescribed by the Industrial Estate Authority of Thailand particularly for this activity <p><u>Rights and benefits</u></p> <ol style="list-style-type: none"> 1. Exemption of import duty on machinery, regardless of zone 2. Exemption of eight-year corporate income tax, regardless of zone 3. Other rights and benefits shall be according to the Board of Investment Announcement No.1/2543 dated August 1, 2000. 4. Printing-related businesses located in printing industrial estates or promoted printing industrial zones shall receive: <ol style="list-style-type: none"> 4.1 Exemption of import duty on machinery, regardless of zone 4.2 Exemption of corporate income tax for <ol style="list-style-type: none"> (1) Five years if located in Zone 1 (2) Seven years if located in Zone 2 (3) Eight years if located in Zone 3 4.3 Other rights and benefits shall be according to the Board of Investment Announcement No.1/2543 dated August 1, 2000.
<p>7.8.8 Movie towns</p>	<p><u>Conditions</u></p> <ol style="list-style-type: none"> 1. Must provide the following facilities: <ol style="list-style-type: none"> 1.1 Indoor studio and outdoor studio 1.2 Post production services i.e. film developing and duplicating, special effects, computer animation, sound lab <p><u>Rights and benefits</u></p> <ol style="list-style-type: none"> 1. Exemption of import duty on machinery,

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<p>7.8.9 Science and Technology Parks</p>	<p>regardless of zone 2. Exemption of eight-year corporate income tax, regardless of zone 3. Other rights and benefits shall be according to the Board of Investment Announcement No.1/2543 dated August 1, 2000.</p> <p><u>Conditions</u> 1. Must have an incubation center 2. Must have a modern system for both domestic and international communications and telecommunications 3. Must have a continuous electricity backup system 4. Must have other facilities, as approved by the Board</p> <p><u>Rights and benefits</u> 1. Classified as a priority activity of special importance and benefits to the country 2. Fifty percent reduction of corporate income tax for net profit for five years after the exemption period</p>
<p>7.8.10 Logistics parks</p>	<p><u>Conditions</u> 1. The total area must not be less than 200 rai and the project must invest in establishing a warehouse for lease or sale with a total area of not less than 50,000 square meters. 2. Must be located either within 50 kilometers of a port, an airport, a customs checkpoint and an Inland Container Depot (ICD) or in Free Zone 3. The project must designate some or the entirety of its area as Free Zone. 4. The project must have a station to load and unload containers, or a truck terminal and a container depot that can handle at least 50 containers. 5. The project must install main telecommunication infrastructure that provides hi-speed communications that link the logistics park to domestic and international communication hubs. 6. Thai nationals must hold not less than 51 percent of the total registered capital. 7. The project must be approved by relevant government agencies.</p> <p><u>Rights and benefits</u> 1. Exemption of import duty on machinery, regardless of zone 2. Exemption of eight-year corporate income tax, regardless of zone 3. Other rights and benefits shall be according to the Board of Investment Announcement No.1/2543 dated August 1, 2000.</p>
<p>7.8.11 Service industrial zones</p>	<p><u>Conditions</u> 1. Total land area must not be less than 500 rai. 2. The area allocated for factories must not be more than 10 percent of total area. 3. Public utilities and facilities must be provided as</p>

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<p>7.8.12 Agro-industry processing zones</p> <p>7.8.13 Data Center³</p>	<p>prescribed by the Industrial Estate Authority of Thailand.</p> <p><u>Rights and benefits</u> shall be according to the Board of Investment Announcement No.1/2543 dated August 1, 2000</p> <p><u>Conditions</u></p> <ol style="list-style-type: none"> 1. Total land area must not be less than 500 rai. 2. Area for factories must not be less than 60 percent and not more than 75 percent of the total area. 3. Total factory area for projects under Section 1 of the list of activities eligible for investment promotion must not be less than 80 percent of the total area. 4. Other conditions as specified by the Board <p><u>Rights and benefits</u> Classified as a priority activity</p> <p><u>Conditions</u></p> <ol style="list-style-type: none"> 1. There must be hi-speed fiber optic telecommunications connection throughout data center. 2. The main hi-speed telecommunications system must link data center with domestic and international telecommunications centers. 3. There must be continuous power distribution backup system and back up power generator to support normal operation of information technology system. 4. There must be high-efficiency air conditioning and filter system to support efficient device operation. 5. Area of data center must not be less than 5,000 square meters. 6. Complementary services for customers located in the project e.g. server co-location, managed service, customer's server backup service, disaster recovery services (DRC), data center professional consultation etc. must be provided. <p><u>Rights and benefits</u> Classified as a priority activity</p>
<p>7.9 Mass transit systems and transportation of bulk goods</p> <p>7.9.1 Mass transit electric trains and commercial trains services (only with rail systems or with joint rail-road systems)</p> <p>7.9.2 Pipeline Transportation</p> <p>7.9.3 Air transportation services</p> <p>7.9.4 Maritime transportation services</p> <p>7.9.5 Ferry services</p> <p>7.9.6 Tug boat services</p>	<p><u>Conditions</u></p> <ol style="list-style-type: none"> 1. Projects must be approved by relevant government agencies 2. For air transportation services, aircraft must not be more than 14 years old from the date of production to the date of investment application submission <p><u>Rights and benefits</u> Classified as a priority activity</p>

³ Please see Board of Investment Announcement No. Sor 2/2553 dated October 22, 2010

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7.10 Distribution centers (DC)	<p><u>Conditions</u></p> <ol style="list-style-type: none"> 1. Projects must be modern distribution centers controlled by a computer system that is approved by the Board. 2. Projects can store only imported goods that have had duties paid or goods that have already been through customs clearance using other privileges, such as goods exempt from import duty under investment promotion measures or other items specified by the Director-General of Customs Department. <p><u>Rights and benefits</u></p> <p>Regarding tax incentives, only exemption of import duty on machinery, regardless of zone shall be granted.</p>
7.11 International distribution centers (IDC)	<p><u>Conditions</u></p> <ol style="list-style-type: none"> 1. The center must provide transportation/ delivery, storage, packing and inventory control services for customers. 2. The center must distribute goods to at least five countries. 3. The center must have modern storage and loading equipment. 4. The project must have a modern computerized inventory system and an on-line (Track and Trace) tracking system as approved by the Board. 5. The project must be approved by relevant government agencies. <p><u>Rights and benefits</u></p> <ol style="list-style-type: none"> 1. Exemption of import duty on machinery, regardless of zone 2. If located inside a logistics park, a project shall be granted an eight-year corporate income tax exemption. If located outside a logistics park, a five-year corporate income tax exemption shall be granted, regardless of zone. Revenues to be exempt from corporate income tax must derive from administration and management only. Revenues generated from domestic transportation, customs procedures and sea/air freight bookings are not included. 3. If located outside a logistics park but submitting an application by December 31, 2009, the project shall be entitled to an eight-year corporate income tax exemption, regardless of zone.
7.12 International procurement offices (IPO)	<p><u>Conditions</u></p> <ol style="list-style-type: none"> 1. Must have or rent warehouse(s) and utilize a computerized inventory system 2. Must include procurement, quality control and packaging activities 3. Goods must be procured from various suppliers, including domestic sources.

Activities	Conditions
	<p>4. The minimum registered capital must not be less than 10 million baht.</p> <p><u>Rights and benefits</u></p> <ol style="list-style-type: none"> 1. Exemption of import duty on machinery, regardless of zone 2. Privileges under Section 36(1) and 36(2)
<p>7.13 Regional operating headquarters (ROH)</p>	<p><u>Conditions</u></p> <ol style="list-style-type: none"> 1. Must provide services to associated enterprises in foreign countries or its foreign branches in at least three countries 2. Must have registered capital of at least 10 million baht 3. May be majority or wholly foreign-owned 4. Must obtain operating licenses from relevant government agencies 5. Must have business plan and scope of business as approved by the Board as follows: <ol style="list-style-type: none"> 5.1 Organizational administration and management business planning 5.2 Sourcing of raw materials, parts and finished products and other sourcing-related services 5.3 Research and Development activities that do not apply for investment promotion under activity 7.20 5.4 Technical Support 5.5 Marketing and sales promotion 5.6 Regional Human resources training and development 5.7 Business Advisory services e.g. financial management, marketing, accounting system etc. 5.8 Conducting investment feasibility studies and economic and investment analysis 5.9 Loan management 5.10 Other services as approved by the BOI on a case by case basis <p><u>Rights and benefits</u></p> <ol style="list-style-type: none"> 1. Exemption of import duty on machinery for R&D and training activities 2. Other non-tax incentives only
<p>7.14 International trading companies</p>	<p><u>Conditions</u></p> <ol style="list-style-type: none"> 1. Thai nationals must hold shares of not less than 51 percent of the registered capital. 2. Projects must be approved by the International Trade Promotion Committee. <p><u>Rights and benefits</u></p> <ol style="list-style-type: none"> 1. Exemption of import duty on machinery, regardless of zone 2. Privileges under Section 36(1) and 36(2) 3. Exemption of corporate income tax for a period

Activities	Conditions
	<p>deemed appropriate by the International Trade Promotion Committee</p> <p>4. Financial support, in accordance with the company's performance, as stipulated</p>
<p>7.15 Trade and investment support offices</p>	<p><u>Conditions</u></p> <ol style="list-style-type: none"> 1. Projects must be approved by relevant government agencies. 2. Annual operating expenses must not be less than 10 million baht. 3. Must have a business plan and scope of business as approved by the Board as follows: <ol style="list-style-type: none"> 3.1 Monitoring and/or servicing affiliates including providing or letting office or factory building to company's subsidiary 3.2 Advisory services on business operations except those engaged in buying and selling securities and foreign currency exchange. As for accounting, legal, advertising, architectural and civil engineering businesses, business licenses must be obtained from the Department of Business Development or related governmental agencies prior to submitting a investment promotion application Information services on goods sourcing 3.4 Engineering and technical services, except those related to architecture and civil engineering 3.5 Testing and certifying standards of products, production and services that do not qualify for investment promotion under activity 7.21 3.6 Export trading 3.7 Business activities related to machinery, engines, tools and equipment such as: <ol style="list-style-type: none"> (1) Importing for wholesaling (2) Training services (3) Installation, maintenance and repairs (4) Calibration that does not qualify for investment promotion under activity 7.22 of the list of promotional activities attached to this Announcement 3.8 Software design and development that does not qualify for investment promotion under software activity. 3.9 Wholesaling products manufactured in the country <p><u>Rights and benefits</u></p> <p>Only non-tax incentives shall be granted.</p>
<p>7.16 International business process outsourcing (IBPO)</p>	<p><u>Conditions</u></p> <p>The services must be provided through the</p>

Activities	Conditions
	<p>telecommunications network. Services may include administrative support, finance and accounting, human resources, sales and marketing, customer support, international call centers, data processing, etc</p> <p><u>Rights and benefits</u> Only non-tax incentives shall be granted</p>
<p>7.17 Energy Service Companies (ESCO)</p>	<p><u>Conditions</u> Projects must be approved by the Ministry of Energy prior to submission of investment promotion application.</p> <p><u>Rights and benefits</u> Classified as a priority activity of special importance and benefit to the country</p>
<p>7.18 Human resource development</p> <p>7.18.1 Vocational training centers</p> <p>7.18.2 International schools</p> <p>7.18.3 Hotel training institutes</p> <p>7.18.4 Maritime training institutes</p>	<p><u>Conditions</u></p> <p>1. Scope of business must be approved by the Board as follows:</p> <p>1.1 Vocational training centers that teach technical courses on specific field including design training center</p> <p>1.2 Hotel training institutes that teach courses on hotels and have the number of students in these courses not less than 50 percent of the total number of students</p> <p>1.3 Maritime training institutes that teach courses on maritime training and have the number of students in these courses not less than 50 percent of the total number of students</p> <p>1.4 Must have necessary materials, equipment, laboratory and others</p> <p><u>Rights and benefits</u> Classified as a priority activity of special importance and benefits to the country</p>
<p>7.19 Biotechnology</p> <p>7.19.1 Research and Development (R&D) activity and/or manufacturing of seed industry, plant and animal improvement industry using biotechnology</p> <p>7.19.2 R&D activity and/or manufacturing of biopharmaceutical agents using biotechnology</p> <p>7.19.3 R&D activity and/or manufacturing of diagnostic kits for health, agriculture, food and environment</p> <p>7.19.4 R&D activity and manufacturing of bio molecule and bioactive compounds using microorganisms, plant cells and animal cells</p> <p>7.19.5 Manufacture of raw materials and/or essential materials used in molecular biological experiment or test</p> <p>7.19.6 Biological substances analysis and/or</p>	<p><u>Conditions</u> Projects must use modern biotechnology as approved by the National Science and Technology Development Agency (NSTDA) or the Thailand Centre of Excellence for Life Sciences (TCELS)</p> <p><u>Rights and benefits</u></p> <p>1. Classified as a priority activity that has special importance and benefits to the country</p> <p>2. Projects that are located in science and technology parks shall receive a five-year additional 50 percent corporate income tax reduction for net profits after the end of corporate income tax exemption period</p>

Activities	Conditions
synthesis services	
7.20 Research and development	<p><u>Conditions</u></p> <p>1. Must have scope of business as approved by the Board as follows:</p> <p>1.1 Basic research refers to theoretical or operational activities that are conducted to explore new knowledge from basic natural phenomena and factual observation, without initially considering the application.</p> <p>1.2 Applied Science refers to research to explore new knowledge with an objective to put it in practice for specific use.</p> <p>1.3 Experimental development refers to a systematic operation based on the knowledge from research and/or experience with the objective of producing new materials, products or inventions; to install new procedures, systems and services; or to substantially improve the existing products</p> <p>1.4 Scope of research and development process and number of researchers, including qualifications and experiences must be provided.</p> <p><u>Rights and benefits</u></p> <p>1. Classified as a priority activity that has special importance and benefits to the country</p> <p>2. Revenue derived from sales or the provision of services that are directly related to a promoted business or that are from downstream production for commercial purposes, either carried by the promoted company or sub-contractors, shall be regarded as revenue of such promoted businesses</p>
7.21 Scientific laboratories	<p><u>Rights and benefits</u></p> <p>Classified as a priority activity that has special importance and benefits to the country</p>
7.22 Calibration services	<p><u>Rights and benefits</u></p> <p>Classified as a priority activity that has special importance and benefits to the country</p>
7.23 Product design	<p><u>Rights and benefits</u></p> <p>Classified as a priority activity that has special importance and benefits to the country</p>
7.24 Design centers	<p><u>Conditions</u></p> <p>1. Business scopes will have the following areas and facilities for their main activities:</p> <p>1.1 Lifestyle centers: showcase, display and distribution areas</p> <p>1.2 Creative space: Areas for exhibitions of knowledge/information regarding design and</p>

Activities	Conditions
	<p>product development</p> <p>1.3 Design shop: Areas for the distribution of books, information, equipment, products and merchandise, in accordance with design</p> <p>1.4 Business center: Areas for offering</p> <ol style="list-style-type: none"> (1) Business-related advice, including issues on law, business operations, joint-ventures, and purchase/sales agreements (2) Offering advice for entrepreneurs on product development (3) Offering information centers and libraries for product development (4) Preparing special courses on product design and development (5) Holding international seminars on continuous product development (6) Leasing to private entrepreneurs who wish to operate businesses on product design and development as well as presentation of new products <p>1.5 The area must not be less than 3,000 square meters.</p> <p>1.6 A plan and blueprint must be submitted for approval from the Board.</p> <p>1.7 Other facilities must be provided as prescribed by the Board.</p> <p><u>Rights and benefits</u> Classified as a priority activity that has a special importance and benefits to the country.</p>
7.25 Products sterilization services	<p><u>Rights and benefits</u> Shall be according to the Board of Investment Announcement No. 1/2543 dated August 1, 2000.</p>
7.26 Waste water treatment, disposal services or transport of industrial waste or toxic chemicals	<p><u>Conditions</u> Projects must be approved by relevant government agencies.</p> <p><u>Rights and benefits</u> Classified as a priority activity</p>
<p>7.27 Recycling and reuse of unwanted materials</p> <ol style="list-style-type: none"> 7.27.1 Separation of scraps 7.27.2 Gathering of scraps 7.27.3 Reuse of unwanted materials 7.27.4 Recycling of unwanted materials 7.27.5 Recovery of valuable substances from scraps 	<p><u>Conditions</u></p> <ol style="list-style-type: none"> 1. Projects must be approved by the relevant government agencies. 2. Projects must be located in an industrial estate or promoted industrial zone. Exceptions to this requirement may be granted by the Board on a case-by-case basis. 3. Promoted activities cover only the separation, gathering, re-use, recycling and recovery of valuable substances from unwanted materials, which must be sourced domestically. This category does not include

Activities	Conditions
	further production of goods. <u>Rights and benefits</u> Classified as a priority activity
7.28 Coating or thickening of pipes for petroleum	<u>Rights and benefits</u> Shall be according to the Board of Investment Announcement No. 1/2543 dated August 1, 2000.