

www.boi.go.th

Think Asia, Invest Thailand

Thailand, a perfect place for your business to grow



Dr. Atchaka Sibunruang
Secretary General
Thailand Board of Investment
Investment Incentives and Opportunities in Thailand
25 January 2012



Presentation Outline

- Thailand in Brief
- Why Thailand
- Investment Incentives
- Role of BOI in Promoting Investment between Thailand-India

THINK ASIA, INVEST THAILAND

www.boi.go.th



THAILAND BOARD OF INVESTMENT

Thailand in Brief

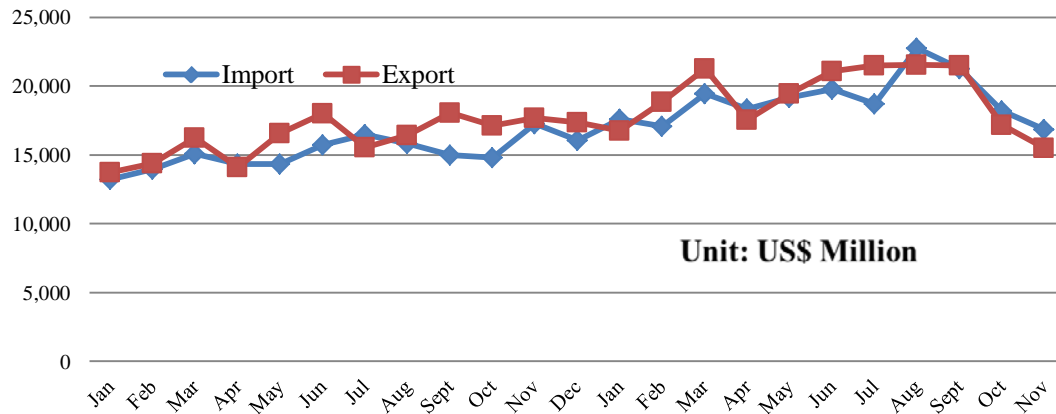
Thailand in Brief



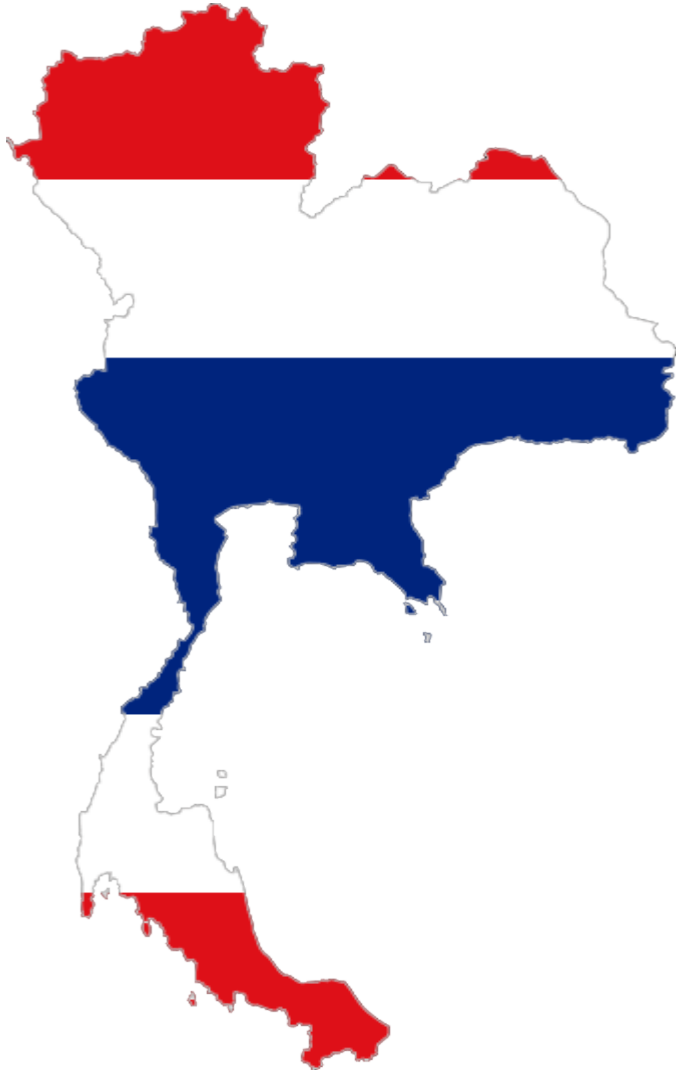
Population: 67 Million
Labor Force: 39 Million



Imports : Exports, 2010 - Nov 2011



Per capita GDP(2010):
US\$4,721
(Thailand is an upper middle income country)



THAILAND is the world's

- 19th largest manufacturer
- 33rd largest exporter
- 35th largest economy

And the 2nd largest economy in
ASEAN

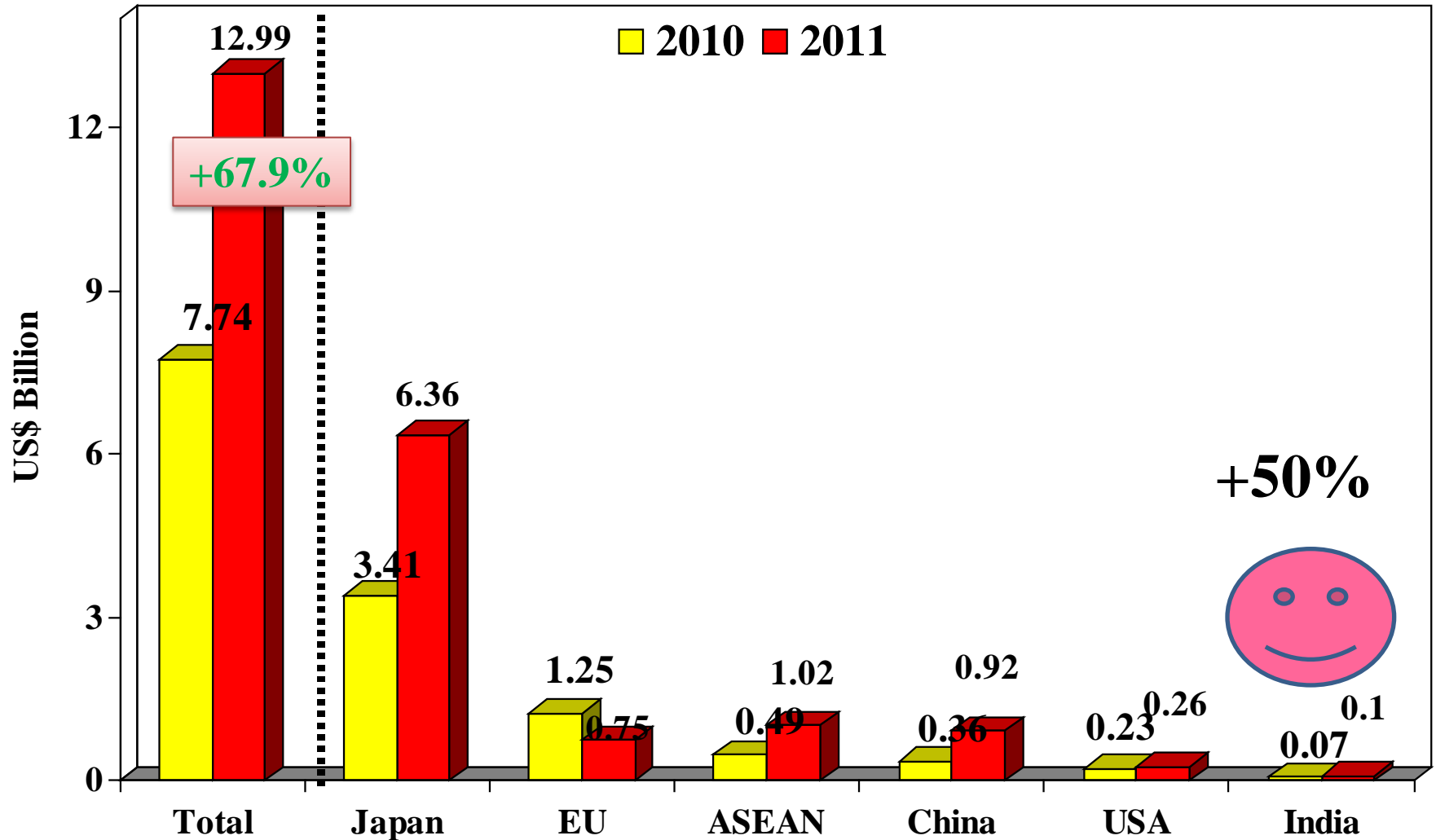




Economic Performance 2010 - 2012

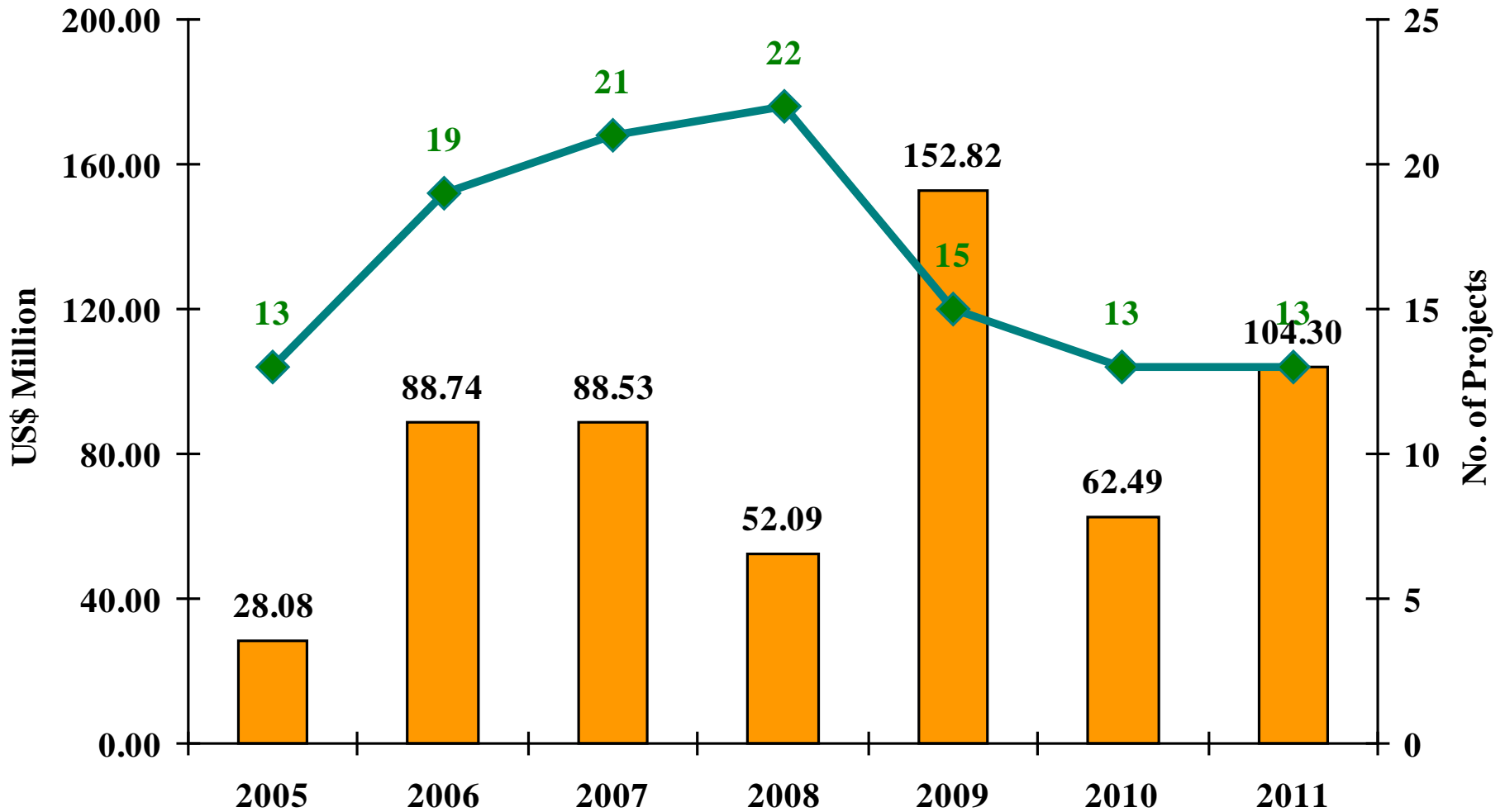
(%YoY)	2010	2011E	2012E
GDP Growth	7.8	2.6	4.1
- Private Consumption	4.8	2.2	3.7
- Private Investment	13.8	9.6	8.8
- Public Consumption	6.0	1.0	4.9
- Public Investment	-2.2	-1.6	12.8
- Exports of Goods and Services	14.7	13.6	4.0
- Imports of Goods and Services	21.5	14.9	7.6
- Value of Exports (F.O.B.)	28.5	20.1	7.9
- Value of Imports (C.I.F.)	36.7	28.2	11.7
- Trade Balance (Billion USD)*	32.2	26.0	19.9
- Current Account (Billion USD)	13.7	7.1	-1.7

Foreign Direct Investment Applications





Trend of Indian Applications



THINK ASIA, INVEST THAILAND

www.boi.go.th



THAILAND BOARD OF INVESTMENT

Why Thailand

THINK ASIA, INVEST THAILAND

www.boi.go.th



THAILAND BOARD OF INVESTMENT



Doing business in a
more transparent world

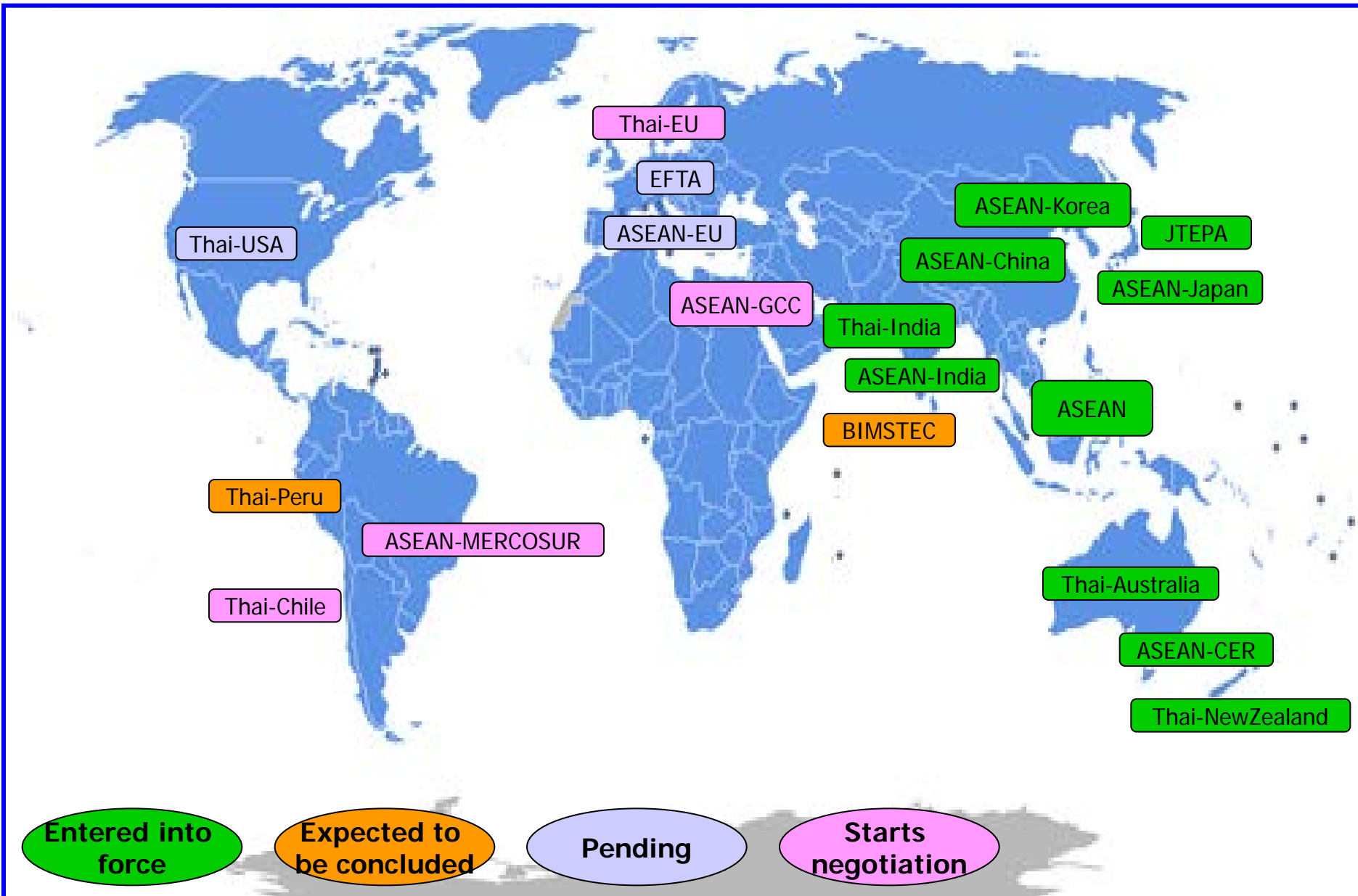
The World Bank Ranks
Thailand the 3rd Easiest
Place in Asia to do Business
and 17th in the World

Thailand:
Ranked by UNCTAD as the 10th most attractive
destination in the world



Source: UNCTAD Top host economies for FDI 2011-2013

An Expanding FTA Regime

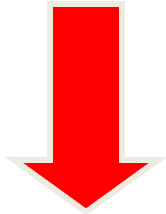


ASEAN Economic Community (AEC)

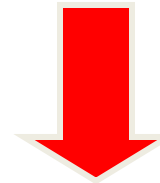
AEC



**A Single Market &
Production base**



Transform ASEAN into a stable, prosperous and highly competitive region with equitable economic development, and reduced poverty and socio-economic disparities



- Free flow of **goods**
- Free flow of **services**
- Free flow of **investment**
- Free flow of **capital**
- Free flow of **skilled labor**

THINK ASIA, INVEST THAILAND

www.boi.go.th



THAILAND BOARD OF INVESTMENT

Investment Incentives



Low Tax Rates:

Legislation is pending, but
Cabinet has approved reduction
of corporate income tax rates

For company and juristic partnerships in general, a reduction of corporate income tax rate from 30% of net taxable profit to

- **23%** for the accounting period of 2012, which ends at 31 December 2012 or later, and to
- **20%** for the accounting period which starts from 1 January, 2013 and thereafter.



BOI's support to investors investing in Thailand

TAX Incentives

- **Import duty reductions or exemptions on machinery and raw materials**
- **Corporate income tax holidays up to 8 years; additional 50% reductions for 5 years**
- **Double deduction of public utility costs**
- **Deductions for construction/installation costs infrastructure**

NON-TAX Incentives

- **100% ownership land rights for foreign investors**
- **Permission to bring in foreign experts and technicians → Work permit & VISA facilitation**

Provide business-related information/service

Activities Eligible for BOI Promotion



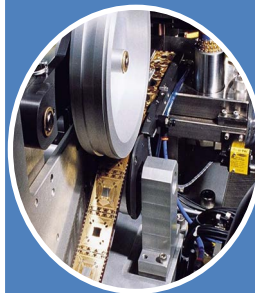
Agriculture



Mining,
Ceramics
Basic
Metals



Light
Industries



Metal
Products,
Machinery,
Transport



E&E



Chemicals,
paper,
plastics



Services





Role of BOI in Promoting Investment between Thailand - India

Role of BOI in Promoting Investment between Thailand - India

- **Promote both Outward & Inward Investment**
- **Established India Desk to facilitate Investment between 2 countries in 2005**
- **Established South Asia Desk (Including Bangladesh and Sri Lanka) in 2009**
- **BOI will establish new office in Mumbai in the second half of 2012.**

BOI's South Asia Desk Activities Plan in 2012

- **Organized 5 investment missions to :**

1. India (Delhi Bangalore Mumbai Chennai Kolkata Hyderabad)

3 missions

2. Bangladesh (Dhaka Chittagong)

1 mission

3. Sri lanka (Colombo)

1 mission

- **Activities :**

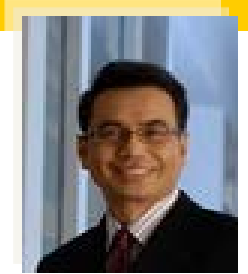
- ✓ **Conduct investment seminar on ICT, Agro, Auto & Parts and service sectors with FICCI and CII**
- ✓ **Arrange business meeting between Thai & potential partners**
- ✓ **Factory visit on target sectors**

4. Plan to establish the BOI office in India

BOI South Asia Desk Contact Point

02-553-8111 ext. 8154, 8186, 8119

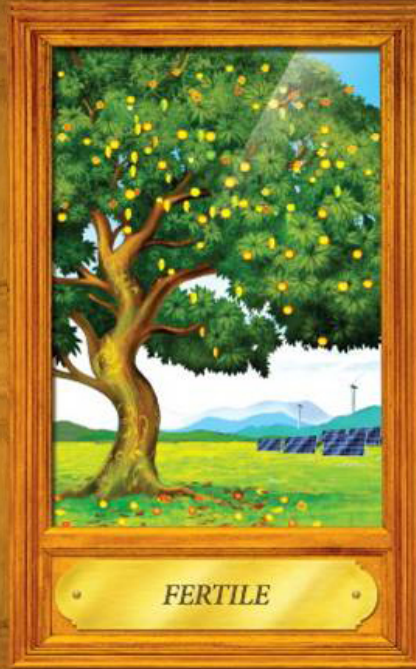
- **Mr. Chokedee Kaewsang**
Deputy Secretary General & Head of South Asia Desk
- **Dr. Bonggot Anuroj**
Executive Director, Investment Marketing Bureau & Sub-Head of South Asia Desk
- **Ms. Nakrisorn Klaikeaw**
Secretariat
- **Mr. Kritawit Madhyamankura**
Desk member



www.boi.go.th

Think Asia, Invest Thailand

Thailand, a perfect place for your business to grow



THANK YOU