

(Unofficial Translation)

Announcement of the Board of Investment

No. 2/2560

Changes to Additional Rights and Privileges for Merit-based Incentives

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In order to stimulate and motivate investment or expenses incurred in the interest of enhancing the technological capacity, and by virtue of the provision under the second paragraph of Section 16, Section 18, Section 31, and Section 31/1 of the Investment Promotion Act B.E. 2520 (1977), the Board of Investment hereby prescribes that changes shall be made to the additional rights and privileges for merit-based incentives under Announcement of the Board of Investment No. 2/2557 (2014) dated December 3, 2014, whereby the additional corporate income tax exemption to be granted shall be calculated as follows:

(1) For research and development, technology and innovations, whether undertaken by the promoted entity or a person engaged by the promoted entity in Thailand or by means of a joint research and development project with an international organization, the existing proportion of 200 percent shall be changed to 300 percent of the investment capital or expense incurred;

(2) For royalty fees for using technologies developed in Thailand, the existing proportion of 100 percent shall be changed to 200 percent of the investment capital or expense incurred;

(3) For IP acquisition/licensing fees for commercializing technology developed in Thailand, the existing promotion of 100 percent shall be changed to 200 percent of the investment capital or expense incurred;

(4) For the development of local suppliers with at least 51% Thai shareholding in advanced technology training and technical assistance, the existing proportion of 100 percent shall be changed to 200 percent of the investment capital or expense incurred; and

(5) For the Product and Packaging design: In house or Outsourced in Thailand, as approved by the Board, the existing proportion of 100 percent shall be changed to 200 percent of the investment capital or expense incurred.

This Announcement shall be effective from February 8, 2017 onwards.

Announced on March 14, 2017.

(General Prayut Chan-o-cha)

Chairman of the Board of Investment