

(UNOFFICIAL TRANSLATION)
Based on
Board of Investment Announcement
No. 10 / 2552
Types, Sizes and Conditions of Activities Eligible for Promotion

The Board of Investment deems it appropriate to adjust criteria for activities eligible for promotion in order to respond to the current economic and investment situation.

By virtue of Section 16 paragraph 2 of the Investment Promotion Act B.E. 2520, the Board of Investment hereby announces that:

1. Announcement of the Board of Investment No. 2/2543 dated August 1, 2000 regarding types, sizes and conditions of activities eligible for promotion shall be revoked.
2. Activities on the list attached to this announcement are eligible for investment promotion.
3. A minimum level of investment capital (excluding cost of land and working capital) of one million baht shall be required for all types of activities eligible for promotion.
4. Promoted projects must comply with the conditions specified for each type of activity.
5. The rights and benefits provided for promoted projects shall be in accordance with Board of Investment Announcement No. 1/2543 regarding policies and criteria for investment promotion, except that which is specified in the list of activities attached to this announcement.
6. Projects designated as priority activities shall be entitled to the following privileges:
 - 6.1 Exemption of import duty on machinery, regardless of zone
 - 6.2 Eight-year corporate income tax exemption, regardless of zone
 - 6.3 Other rights and benefits shall be granted according to BOI Announcement No. 1/2543 dated August 1, 2000.
7. Activities classified as being of special importance and benefits to the country shall be granted the following tax incentives:
 - 7.1 Exemption of import duties on machinery, regardless of zone
 - 7.2 Eight-year corporate income tax exemption, regardless of zone, NOT subject to the corporate income tax exemption cap
 - 7.3 Other rights and benefits shall be granted according to BOI Announcement No. 1/2543 dated August 1, 2000.
8. Activities in electronics and electrical appliance industry shall be granted the rights and benefits according to BOI Announcement No. 4/2549 dated March 20, 2006 regarding investment promotion policy for electronics and electrical appliances industry.
9. The Board may announce the suspension of any activity on the investment promotion list attached to this announcement when it considers that promotion is no longer necessary. The Board may also add new activities to the list if it considers that such activities should be promoted.
10. This announcement shall be applicable to applications submitted from September 14, 2009 onwards.
11. For projects in any activity that have already submitted the application for promotion or have been promoted prior to September 14, 2009, if such projects have not yet used their tax privileges prior to September 14, 2009, they can apply to be administered under the new investment promotion list and follow the new conditions specified therein. Letter of intention must be submitted to the Office of the Board of Investment within December 30, 2009.
12. All BOI announcements that refer to the Announcement of the Board of Investment No. 2/2543 dated August 1, 2000 regarding types, sizes and conditions of activities eligible for promotion shall be referred to this announcement instead.

Announced on October 15, 2009

(Mr. Abhisit Vejjajiva)
Prime Minister
Chairman of the Board of Investment

List of Activities Eligible for Investment Promotion and the Conditions for Promotion

Section 1: Agriculture and Agricultural Products

Activities	Conditions
1.1 Plant propagation and development	<u>Conditions</u> Project must have plant research and development process. <u>Rights and benefits</u> Classified as a priority activity
1.2 Hydroponics cultivation	<u>Rights and benefits</u> Classified as a priority activity
1.3 Forestry plantation	<u>Conditions</u> 1.1 Total plantation area must not be less than 500 rai. 1.2 Approvals from relevant government agencies are required prior to issuance of investment promotion certificate. <u>Rights and benefits</u> Classified as a priority activity of special importance and benefits to the country
1.4 Manufacture of biological fertilizers, organic fertilizers or soil conditioner	<u>Rights and benefits</u> Classified as a priority activity
1.5 Animal breeding or Animal husbandry 1.5.1 Livestock 1.5.2 Aquatic (except shrimp)	<u>Rights and benefits</u> Classified as a priority activity
1.6 Manufacture of animal feed or mixes for animal feed	<u>Rights and benefits</u> Classified as a priority activity
1.7 Crop drying and silo facilities	<u>Rights and benefits</u> Classified as a priority activity of special importance and benefits to the country
1.8 Deep sea fishery	<u>Rights and benefits</u> Classified as a priority activity
1.9 Slaughtering	<u>Rights and benefits</u> Classified as a priority activity
1.10 Tanneries, leather finishing, or fur dressing	<u>Conditions</u> Tanneries must be located in an industrial estate specified by the Industrial Estate Authority of Thailand <u>Rights and benefits</u> Classified as a priority activity

<p>1.11 Manufacture or preservation of food or food ingredients, using modern technology (except drinking water and ice cream)</p> <p>1.11.1 Manufacture or preservation of food made from animals</p> <p>1.11.2 Manufacture or preservation of food made from plants, vegetables or fruits</p> <p>1.11.3 Manufacture or preservation of food made from rice or cereal</p> <p>1.11.4 Manufacture of beverages from plants, vegetables or fruits (except alcoholic beverages)</p> <p>1.11.5 Manufacture of products from raw milk</p> <p>1.11.6 Manufacture of food ingredients</p> <p>1.11.7 Manufacture of sweeteners (except sugar)</p> <p>1.11.8 Manufacture or preservation of ready-to-eat or semi ready-to-eat food</p> <p>1.11.9 Manufacture of candy, chocolate or gum</p> <p>1.11.10 Manufacture of medical food</p>	<p><u>Conditions</u> The manufacture of candy, chocolate or gum must locate factory in industrial estates or promoted industrial zones.</p> <p><u>Rights and benefits</u></p> <ol style="list-style-type: none"> 1. Classified as a priority activity 2. The manufacture or preservation of ready-to-eat or semi-ready-to-eat food is classified as a priority activity of special importance and benefits to the country. 3. The manufacture of candy, chocolate or gum shall receive only exemption of import duty on machinery, regardless of zone without other tax privileges.
<p>1.12 Manufacture of oil or fat from plants or animals</p>	<p><u>Rights and benefits</u> Classified as a priority activity</p>
<p>1.13 Manufacture of flour or starch made from plants, dextrin or modified starch</p>	<p><u>Rights and benefits</u> Classified as a priority activity</p>
<p>1.14 Grading, packaging and storage of plants, vegetables, fruits or flowers, using modern technology</p>	<p><u>Rights and benefits</u> Classified as a priority activity</p>
<p>1.15 Manufacture of products from herbs (except soap, shampoo, toothpaste and cosmetics)</p>	<p><u>Rights and benefits</u> Classified as a priority activity</p>
<p>1.16 Manufacture of natural rubber products</p>	<p><u>Rights and benefits</u> Classified as a priority activity</p>
<p>1.17 Manufacture of products from agricultural by-products or waste</p>	<p><u>Rights and benefits</u> Classified as a priority activity</p>
<p>1.18 Manufacture of alcohol or fuel from agricultural products, including scrap, garbage and/or waste</p>	<p><u>Rights and benefits</u> Classified as a priority activity of special importance and benefits to the country</p>
<p>1.19 Cold storage or cold storage and cold storage transportation</p>	<p><u>Rights and benefits</u> Classified as a priority activity of special importance and benefits to the country</p>
<p>1.20 Trading centers for agricultural goods</p>	<p><u>Conditions</u></p> <ol style="list-style-type: none"> 1. Total area must not be less than 50 rai. 2. Operational locations must be approved by the

	<p>Board.</p> <p>3. The area for operations and services related to agricultural goods must not be less than 60 per cent of the total land area. Space must be allocated for agricultural exhibition or trade, auction center, cold storage and silos. Inspection, grading and pesticide residue inspection services of agricultural products must be provided.</p> <p><u>Rights and benefits</u> Classified as a priority activity</p>
1.21 Farm management	<p><u>Rights and benefits</u> Classified as a priority activity of special importance and benefits to the country</p>

Section 2: Mining, Ceramics and Basis Metals

Activities	Conditions
2.1 Mineral ore prospecting	<p><u>Conditions</u></p> <p>1. Must have Thai nationals holding shares totaling not less than 51 per cent of the registered capital</p> <p>2. Prospecting license (Prospecting Atchayabat: PA) or special prospecting license (Special Atchayabat: SA) must be obtained prior to submission of investment promotion application.</p> <p><u>Rights and benefits</u></p> <p>Shall be according to the Board of Investment Announcement No. 1/2543 dated August 1, 2000</p>
2.2 Mining or ore dressing (except tin)	<p><u>Conditions</u></p> <p>For mining:</p> <p>1. Must have Thai nationals holding shares totaling not less than 51 per cent of the registered capital</p> <p>2. Mining license (Prathanabat) or Mining Sublease license must be obtained prior to submission of investment promotion application.</p> <p><u>Rights and benefits</u></p> <p>Shall be according to the Board of Investment Announcement No. 1/2543 dated August 1, 2000</p>
2.3 Marble or granite mining	<p><u>Conditions</u></p> <p>1. Must have Thai nationals holding shares totaling not less than 51 per cent of the registered capital.</p> <p>2. Mining license (Prathanabat) or Mining Sublease license must be obtained prior to submission of promotion application.</p> <p><u>Rights and benefits</u></p> <p>Shall be according to the Board of Investment Announcement No. 1/2543 dated August 1, 2000</p>
2.4 Smelting	<p><u>Rights and benefits</u></p> <p>Shall be according to the Board of Investment Announcement No. 1/2543 dated August 1, 2000</p>
2.5 Manufacture of ceramics products (except earthenware) 2.5.1 Ceramic 2.5.2 Ceramic roof tiles 2.5.3 Advanced ceramics	<p><u>Rights and benefits</u></p> <p>1. Shall be according to the Board of Investment Announcement No. 1/2543 dated August 1, 2000</p> <p>2. The manufacture of advanced ceramics is classified as a priority activity of special importance and benefits to the country.</p>
2.6 Manufacture of glass or glass products	<p><u>Rights and benefits</u></p> <p>Shall be according to the Board of Investment Announcement No. 1/2543 dated August 1, 2000</p>

2.7 Manufacture of fire-resistant materials or heat insulation (except lightweight brick, lightweight concrete block and aerated concrete block)	<u>Rights and benefits</u> Shall be according to the Board of Investment Announcement No. 1/2543 dated August 1, 2000
2.8 Manufacture of gypsum board or gypsum products	<u>Rights and benefits</u> Shall be according to the Board of Investment Announcement No. 1/2543 dated August 1, 2000
2.9 Manufacture of pre-stressed concrete products for public utilities projects	<u>Rights and benefits</u> Shall be according to the Board of Investment Announcement No. 1/2543 dated August 1, 2000
2.10 Manufacture of metal powder	<u>Rights and benefits</u> Shall be according to the Board of Investment Announcement No. 1/2543 dated August 1, 2000
2.11 Manufacture of ferro-alloy	<u>Rights and benefits</u> Shall be according to the Board of Investment Announcement No. 1/2543 dated August 1, 2000
2.12 Manufacture of up-stream and intermediate steel 2.12.1 Manufacture of up-stream steel such as Hot Metal, Pig Iron, Sponge Iron, Direct Reduction Iron (DRI) and Hot Briquetted Iron (HBI) 2.12.2 Manufacture of intermediate steel such as Slab, Billet and Bloom	<u>Conditions</u> Investment project in up-stream steel and investment project in intermediate steel which also has up-stream steel manufacturing process must have a debt ratio to registered capital not more than 2:1 <u>Rights and benefits</u> 1. Project manufacturing up-stream steel and project manufacturing intermediate steel which also contains up-stream steel manufacturing process shall be granted the following privileges: 1.1 Project is classified as a priority activity of special importance and benefits to the country. 1.2 if located factory in zone 3, project shall be granted privileges under section 35(1), 35(2) and 35(3) 2. Project manufacturing intermediate steel shall be granted the following incentives according to the Board of Investment Announcement No. 1/2543 dated August 1, 2000
2.13 Manufacture of down-stream steel products 2.13.1 Manufacture of long steel products such as steel wire rods, wires, shafts and bars 2.13.2 Manufacture of flat rolled steel products such as hot and cold rolled stainless steel sheets, steel plates, hot or cold rolled steel sheets and coated	<u>Rights and benefits</u> Shall be according to the Board of Investment Announcement No. 1/2543 dated August 1, 2000

steel sheets	
2.14 Manufacture of steel pipes or stainless steel pipes	<u>Rights and benefits</u> 1. Shall be according to the Board of Investment Announcement No. 1/2543 dated August 1, 2000 2. The manufacture of seamless steel pipes or seamless stainless steel pipes is classified as a priority activity.
2.15 Manufacture of iron or steel casting	<u>Rights and benefits</u> 1. Shall be according to the Board of Investment Announcement No. 1/2543 dated August 1, 2000 2. Casting of metal parts using an induction furnace is classified as a priority activity
2.16 Manufacture of forged steel parts	<u>Rights and benefits</u> Classified as a priority activity
2.17 Rolling, drawing, casting or forging of non-ferrous metals	<u>Rights and benefits</u> Shall be according to the Board of Investment Announcement No. 1/2543 dated August 1, 2000
2.18 Coil center	<u>Rights and benefits</u> Shall be granted privileges under section 36(1) and 36(2) and other non-tax privileges
2.19 Manufacture of nano materials or products from manufactured nano materials	<u>Conditions</u> Must obtain approval from National Nanotechnology Center <u>Rights and benefits</u> Classified as a priority activity of special importance and benefits to the country

Section 3: Light Industry

Activities	Conditions
<p>3.1 Manufacture of textile products or parts</p> <p>3.1.1 Manufacture of natural or synthetic fibers</p> <p>3.1.2 Yarn spinning</p> <p>3.1.3 Manufacture of fabrics</p> <p>3.1.4 Bleaching, dyeing and finishing</p> <p>3.1.5 Printing and finishing</p> <p>3.1.6 Manufacture of garments</p> <p>3.1.7 Manufacture of parts or accessories for garments</p> <p>3.1.8 Manufacture of household textiles</p> <p>3.1.9 Manufacture of carpets</p> <p>3.1.10 Manufacture of trawling nets</p>	<p><u>Conditions</u></p> <p>1. Bleaching, dyeing and finishing project must be</p> <p style="padding-left: 20px;">1.1 Located in an industrial estate specified by the Industrial Estate Authority of Thailand or promoted industrial zones which have waste elimination systems and environmental conservation according to legal standards</p> <p style="padding-left: 20px;">1.2 Only the promoted companies that plan to expand the project in the existing location must obtain ISO 14000 certification within 2 years from the start-up date.</p> <p><u>Rights and benefits</u></p> <p>1. Shall be according to the Board of Investment Announcement No. 1/2543 dated August 1, 2000</p> <p>2. Projects located in industrial estates for integrated production of the textile (except Bleaching, dyeing and finishing) shall be granted:</p> <p style="padding-left: 20px;">2.1 Exemption of import duty on machinery, regardless of zone</p> <p style="padding-left: 20px;">2.2 Exemption of corporate income tax for:</p> <p style="padding-left: 40px;">(1) five years if located in Zone 1</p> <p style="padding-left: 40px;">(2) seven years if located in Zone 2</p> <p style="padding-left: 40px;">(3) eight years if located in Zone 3</p> <p style="padding-left: 20px;">2.3 Other rights and benefits shall be granted according to the BOI Announcement No. 1/2543 dated August 1, 2000.</p> <p>3. Only the manufacture of functional fiber and functional yarn shall be classified as a priority activity.</p> <p>4. Bleaching, dyeing and finishing projects that are located in an industrial estate specified by the Industrial Estate Authority of Thailand and industrial estates for integrated production of the textile shall be granted:</p> <p style="padding-left: 20px;">4.1 Exemption of import duty on machinery</p> <p style="padding-left: 20px;">4.2 Eight-year corporate income tax exemption</p> <p style="padding-left: 20px;">4.3 Other rights and benefits shall be granted according to the BOI Announcement No. 1/2543 dated August 1, 2000.</p>
<p>3.2 Manufacture of sanitary napkins and absorbing pads</p>	<p><u>Rights and benefits</u></p> <p>Shall be according to the Board of Investment Announcement No. 1/2543 dated August 1, 2000</p>
<p>3.3 Manufacture of shoes or parts</p>	<p><u>Rights and benefits</u></p> <p>Shall be according to the Board of Investment Announcement No. 1/2543 dated August 1, 2000</p>

3.4 Manufacture of luggage or parts	<u>Rights and benefits</u> Shall be according to the Board of Investment Announcement No. 1/2543 dated August 1, 2000
3.5 Manufacture of sports equipment or parts	<u>Rights and benefits</u> Shall be according to the Board of Investment Announcement No. 1/2543 dated August 1, 2000
3.6 Manufacture of products from leather or artificial leather	<u>Rights and benefits</u> Shall be according to the Board of Investment Announcement No. 1/2543 dated August 1, 2000
3.7 Production related to the gem and jewelry industry	<u>Rights and benefits</u> 1. Shall be according to the Board of Investment Announcement No. 1/2543 dated August 1, 2000 2. Projects located inside a gem and jewelry industrial estate or promoted gem and jewelry industrial zone shall be granted: 2.1 Exemption from import duty on machinery, regardless of zone 2.2 Exemption of corporate income tax for: (1) five years if located in Zone 1 (2) seven years if located in Zone 2 (3) eight years if located in Zone 3 2.3 Other privileges will be granted according to Board of Investment Announcement No. 1/2543 dated August 1, 2000
3.8 Manufacture of lenses or spectacles or parts (except optical lenses)	<u>Rights and benefits</u> Shall be according to the Board of Investment Announcement No. 1/2543 dated August 1, 2000
3.9 Manufacture of medical equipment	<u>Rights and benefits</u> Classified as a priority activity of special importance and benefits to the country
3.10 Manufacture of scientific equipment	<u>Rights and benefits</u> Classified as a priority activity of special importance and benefits to the country
3.11 Manufacture of stationery or parts	<u>Rights and benefits</u> Shall be according to the Board of Investment Announcement No. 1/2543 dated August 1, 2000
3.12 Manufacture of toys	<u>Rights and benefits</u> Shall be according to the Board of Investment Announcement No. 1/2543 dated August 1, 2000
3.13 Manufacture of musical instrument	<u>Rights and benefits</u> Shall be according to the Board of Investment Announcement No. 1/2543 dated August 1, 2000
3.14 Manufacture of artificial goods (except made from restricted trees)	<u>Rights and benefits</u> Shall be according to the Board of Investment

	Announcement No. 1/2543 dated August 1, 2000
3.15 Manufacture of furniture or parts (except made from restricted trees)	<u>Rights and benefits</u> Shall be according to the Board of Investment Announcement No. 1/2543 dated August 1, 2000
3.16 Manufacture of abrasive paper	<u>Rights and benefits</u> Shall be according to the Board of Investment Announcement No. 1/2543 dated August 1, 2000

Section 4: Metal Products, Machinery and Transport Equipment

Activities	Conditions
4.1 Manufacture of hand tools and measuring tools	<p><u>Rights and benefits</u> Shall be according to the Board of Investment Announcement No. 1/2543 dated August 1, 2000</p>
4.2 Manufacture of machinery, equipment and parts 4.2.1 Manufacture of machinery, equipment or parts that have engineering design 4.2.2 Manufacture of farm machinery or equipment and food processing machinery or equipment 4.2.3 Manufacture of energy-conserving machinery or equipment and machinery or equipment which uses alternative energy 4.2.4 Manufacture or repair of mould and die 4.2.5 Manufacture of other machinery, equipment and parts	<p><u>Conditions</u> The manufacture of energy-conserving machinery or equipment and machinery or equipment which uses alternative energy must be according to the list approved by the Ministry of Energy.</p> <p><u>Rights and benefits</u> 1. The following activities are classified as priority activity of special importance and benefits to the country:</p> <ul style="list-style-type: none"> 1.1 Manufacture of machinery, equipment and parts that have engineering design 1.2 Manufacture of farm machinery or equipment and food processing machinery or equipment 1.3 Manufacture of energy-conserving machinery or equipment and machinery or equipment which uses alternative energy <p>2. The following activities are classified as priority activity:</p> <ul style="list-style-type: none"> 2.1 Manufacture or repair of mould and die 2.2 Manufacture of other machinery, equipment and parts
4.3 Manufacture of metal products, including metal parts	<p><u>Rights and benefits</u> 1. Shall be according to the Board of Investment Announcement No. 1/2543 dated August 1, 2000 2. The manufacture of sintered products and the manufacture of steel products or parts that contain metal casting process using induction furnace or forging process in the project are classified as a priority activity</p>
4.4 Surface treatment or anodized surface treatment	<p><u>Conditions</u> Must use modern manufacturing process as approved by the Board</p> <p><u>Rights and benefits</u> 1. Shall be according to the Board of Investment Announcement No. 1/2543 dated August 1, 2000 2. Projects located in industrial estates specified by the Industrial Estate Authority of Thailand shall be classified as priority activity</p>

4.5 Heat treatment	<u>Conditions</u> Projects that use cyanide must be located in industrial estates or promoted industrial zones <u>Rights and benefits</u> Classified as a priority activity
4.6 Building or repair of ships 4.6.1 Building or repair of ships of not less than 500 tons gross 4.6.2 Building or repair of ships of less than 500 tons gross (except wooden or steel ships)	<u>Conditions</u> If located in zone 1, the project of any size must obtain ISO 14000 certification within 2 years from the start-up date. <u>Rights and benefits</u> Classified as a priority activity that has special importance and benefits to the country
4.7 Manufacture of electric-powered vehicles (except those that cannot register under Motor Vehicle Act of B.E. 2522)	<u>Rights and benefits</u> Shall be according to the Board of Investment Announcement No. 1/2543 dated August 1, 2000
4.8 Manufacture of trains or electric trains or equipment or parts (only with rail system)	<u>Rights and benefits</u> Classified as a priority activity that has special importance and benefits to the country
4.9 Manufacture, repair or conversion of aircraft, including aircraft parts and equipment or onboard equipment	<u>Conditions</u> Aircraft conversion must be type-certification conversion. <u>Rights and benefits</u> Classified as a priority activity that has special importance and benefits to the country
4.10 Manufacture of vehicle parts 4.10.1 Manufacture of vehicle parts 4.10.2 Manufacture of 4-stroke motorcycles engines 4.10.3 Manufacture of automobile engines 4.10.4 Manufacture of automobile parts for international-standard eco-cars	<u>Rights and benefits</u> 1. Shall be according to the Board of Investment announcement No. 1/2543 dated August 1, 2000 2. Manufacture of the following is classified as a priority activity: 2.1 ABS 2.2 Substrate for catalytic converters 2.3 Electronic fuel injection systems 2.4 Automobile transmission 2.5 Battery for electric-powered vehicles 2.6 Traction motor for automobile such as hybrid or fuel cell cars 2.7 Electronic Stability Control (ESC) 2.8 Regenerative Braking System 2.9 Electric air conditioning system for automobile 2.10 Rubber tires for vehicles 2.11 Aircraft tread tires 3. Manufacture of automobile parts for international-standard eco-cars shall receive the following rights and benefits:

	<p>3.1 Exemption of import duty on machinery for the period approved by the Board</p> <p>3.2 Exemption of corporate income tax for not more than 8 years, regardless of zone</p> <p>3.3 Reduction of import duty on raw materials and finished parts for not more than 90 percent depending on the suitability of each type and for the period approved by the Board.</p> <p>3.4 Other rights and benefits shall be according to the Board of Investment announcement No. 1/2543 dated August 1, 2000</p>
<p>4.11 Manufacture of motorcycles</p> <p>4.11.1 Manufacture of 4-stroke motorcycles</p>	<p><u>Manufacture of 4-stroke motorcycles</u></p> <p><u>Conditions</u></p> <ol style="list-style-type: none"> 1. Must be motorcycles with four-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 per cent 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 Board. 6. Must have plan to develop Thai parts manufacturers 7. Not entitled to additional corporate income tax exemption under the STI (skill, technology, and innovation) scheme <p><u>Rights and benefits</u></p> <ol style="list-style-type: none"> 1. Exemption on import duty on machinery, regardless of zone 2. Exemption on corporate income tax as follows: <ol style="list-style-type: none"> 2.1 No exemption of corporate income tax, if located in Zone 1 or 2 2.2 If located in Zone 3, project shall receive 3-year corporate income tax exemption. If located in Zone 3, project shall receive 5-year corporate income tax exemption in the following cases: <ol style="list-style-type: none"> (1) Thai nationals must hold not less than 70 per cent of total shares. (2) Project must propose a plan for production and use of major parts, such as engines, transmission systems, fuel injection systems, vibration systems, and brake systems, and receive approval from the Board. 3. Other rights and benefits shall be according to

<p>4.12.3 Manufacture of passenger cars</p>	<p>3. Manufacture of vehicle parts and/or automobile engines will exclusively support the automobile manufacturing that is part of the Package.</p> <p><u>Rights and benefits</u></p> <p>1. <u>Manufacture of automobile:</u></p> <p>1.1 Exemption of import duty on machinery, regardless of zone</p> <p>1.2 No exemption or reduction of corporate income tax</p> <p>1.3 Other rights and benefits shall be granted according to the Board of Investment announcement No. 1/2543 dated August 1, 2000.</p> <p>2. <u>Manufacture of vehicle parts and/or automobile engine</u></p> <p>2.1 Exemption of import duty on machinery, regardless of zone</p> <p>2.2 Corporate income tax incentives and other rights and benefits shall be granted according to Activity 4.10.1 Manufacture of vehicle parts and/or 4.10.3 Manufacture of automobile engines.</p> <p><u>Manufacture of passenger cars</u></p> <p><u>Conditions</u></p> <p>1. The actual production must not be less than 100,000 units/year in any year during the first five years of the operation.</p> <p>2. All production must be based on the same platform approved by the Board.</p> <p>3. The total investment during the first 5 years of corporate income tax exemption must not be less than 15 billion baht, excluding cost of land and working capital.</p> <p>4. An investment plan for parts production and a plan for parts utilization must be submitted and approved by the Board.</p> <p>5. Not entitled to additional corporate income tax exemption under the STI (skill, technology, and innovation) scheme</p> <p>6. If the projects fail to meet the minimum actual production required under condition No.1, the corporate income tax exemption shall be withdrawn according to the criteria set forth by the Board.</p> <p><u>Rights and benefits</u></p> <p>1. Exemption of import duty on machinery, regardless of zone</p> <p>2. Five-year corporate income tax exemption, regardless of zone</p>
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4.12.4 Manufacture of new automobile models

3. Not entitled to reduction of corporate income tax under section 35 (1)
4. Other rights and benefits shall be granted according to BOI Announcement No.1/2543 dated August 1, 2000

Manufacture of new automobile models

Conditions

1. The actual production must not be less than 100,000 units/year in any year within the first five years of operation.
2. Project must contain investment in new assembly line
3. The minimum investment must not be less than 10,000 million baht excluding the cost of land and working capital.
4. Project must manufacture new model of automobile that has never been produced locally and has new technology such as Hybrid Drive, Brake Energy Regeneration or Electronic Stability Control as approved by the Board.
5. An investment plan for parts production and a plan for parts utilization must be submitted and approved by the Board.
6. No extension of project implementation period as specified in the investment promotion certificate is allowed.
7. Not entitled to additional corporate income tax exemption under the STI (skill, technology, and innovation) scheme
8. The application must be submitted within December 31, 2010.

Rights and benefits

1. Exemption of import duty on machinery, regardless of zone
2. Five-year corporate income tax exemption, regardless of zone for project with investment of not less than 10,000 baht excluding the cost of land and working capital.
3. Six-year corporate income tax exemption, regardless of zone for project with investment of not less than 15,000 baht excluding the cost of land and working capital.
4. One additional year of corporate income tax exemption shall be granted to project that submits the application within December 31, 2009.
5. Not entitled to reduction of corporate income tax under section 35 (1)
6. Other rights and benefits shall be granted according to BOI Announcement No.1/2543 dated

	August 1, 2000
4.13 Manufacture of multi-purpose engines and equipment	<u>Rights and benefits</u> Shall be according to the Board of Investment Announcement No. 1/2543 dated August 1, 2000
4.14 Manufacture of Natural Gas Vehicles (NGV) and machinery and equipment that use natural gas 4.14.1 Manufacture of natural gas buses and trucks 4.14.2 Manufacture of Compressed Natural Gas (CNG) containers or Liquefied Natural Gas (LNG) containers 4.14.3 Manufacture of engines, parts and equipment for Natural Gas Vehicles (NGV) 4.14.4 Manufacture of machinery or equipment for NGV service station	<u>Conditions</u> The manufacture of CNG containers or LNG containers, engines, parts and equipment for NGV and machinery or equipment for NGV service station must receive standard certification from related agencies. <u>Rights and benefits</u> 1. Manufacture of natural gas buses and trucks shall be granted: 1.1 Exemption of import duty on machinery, regardless of zone 1.2 Other rights and benefits shall be granted according to BOI Announcement No.1/2543 dated August 1, 2000. 2. The manufacture of the following shall be classified as a priority activity: 2.1 CNG containers or LNG containers 2.2 Engines, parts and equipment for NGV 2.3 Machinery or equipment for NGV service station
4.15 Manufacture of fuel cells	<u>Rights and benefits</u> Classified as a priority activity of special importance and benefits to the country
4.16 Repair of vehicle parts, electrical or electronic equipment	<u>Conditions</u> Projects must be located in IEAT Free zone, Free Trade Zone, bonded warehouse or Customs Free zone. <u>Rights and benefits</u> Shall be according to the Board of Investment Announcement No. 1/2543 dated August 1, 2000
4.17 Repair of industrial machinery or equipment	<u>Conditions</u> Must be capable of repairing essential parts of machines <u>Rights and benefits</u> Shall be according to the Board of Investment Announcement No. 1/2543 dated August 1, 2000
4.18 Manufacture, repair or maintenance of containers	<u>Rights and benefits</u>

	<ol style="list-style-type: none"> 1. Shall be according to the Board of Investment Announcement No. 1/2543 dated August 1, 2000 2. Classified as a priority activity if located in Logistics Park
4.19 Fabrication of metal structure products or platform repair	<p><u>Rights and benefits</u></p> <ol style="list-style-type: none"> 1. Exemption of import duty on machinery, regardless of zone 2. Corporate income tax exemption for: <ol style="list-style-type: none"> 2.1 Five years if located in Zone 1 2.2 Five years if located in Zone 2 or seven years if located in industrial estates Zone 2 2.3 Eight years if located in Zone 3 3. Other rights and benefits shall be granted according to BOI Announcement No.1/2543 dated August 1, 2000.
4.20 Manufacture of Completely Built Units(CBU) or Completely Knocked Down(CKD) of houses	<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. Non-tax incentives

Section 5: Electronic Industry and Electrical Appliance

Activities	Conditions
5.1 Manufacture of electrical equipment for industrial use	<u>Rights and benefits</u> Shall be according to investment promotion policy for electronics and electrical appliances industry
5.2 Manufacture of electrical products	<u>Rights and benefits</u> Shall be according to investment promotion policy for electronics and electrical appliances industry
5.3 Manufacture of parts or equipment used for electrical products 5.3.1 Manufacture of electric lamps 5.3.2 Manufacture of batteries (except vehicle batteries) 5.3.3 Manufacture of electric wires or enamel wires 5.3.4 Manufacture of parts or equipment for other appliances	<u>Rights and benefits</u> Shall be according to investment promotion policy for electronics and electrical appliances industry
5.4 Manufacture of electronic products 5.4.1 Manufacture of consumers electronics 5.4.2 Manufacture of office electronics 5.4.3 Manufacture of industrial electronics 5.4.4 Manufacture of telecommunication equipment 5.4.5 Manufacture of agricultural electronics 5.4.6 Manufacture of other electronic products	<u>Rights and benefits</u> 1. Shall be according to investment promotion policy for electronics and electrical appliances industry 2. The manufacture of industrial electronics, telecommunication equipment and agricultural electronics shall receive the following rights and benefits: 2.1 Classified as a priority activity 2.2 Exemption of import duty on machinery according to investment promotion policy for electronics and electrical appliances industry
5.5 Manufacture of electronic parts and/or equipment or parts and/or equipment used for electronic apparatus 5.5.1 Manufacture of semiconductors 5.5.2 Manufacture of memory storage equipment (1) Manufacture of Hard Disk Drive(HDD) and Hard Disk Drive parts (2) Manufacture of other memory storage equipment 5.5.3 Manufacture of transmission cables or cable sets 5.5.4 Manufacture of parts for telecommunication equipment 5.5.5 Manufacture of parts for medical electronics 5.5.6 Manufacture of parts for agricultural electronics	<u>Conditions</u> 1. Investment in reconditioning machinery in the following activities shall be regarded as part of investment promoted projects. 1.1 Manufacture of Integrated Circuit 1.2 Manufacture of Hard Disk Drive and parts for Hard Disk Drive 1.3 Manufacture of media/platter for Hard Disk Drive 2. The following activities must have the manufacturing process as approved by the Board: 2.1 Manufacture of flexible printed circuit or multi layer printed circuit board 2.2 Manufacture of solar cells 2.3 Manufacture of media/platter for Hard Disk

<p>5.5.7 Manufacture of electronic parts for vehicles</p> <p>5.5.8 Manufacture of flexible printed circuit or multi layer printed circuit board</p> <p>5.5.9 Manufacture of other electronic parts and/or equipment or parts and/or equipment used for electronic apparatus</p> <p>5.5.10 Manufacture of solar cells and raw materials for solar cells</p> <p>(1) Manufacture of solar cells</p> <p>(2) Manufacture of raw materials for solar cells i.e. solar-grade silicon (99.9999%), wafers and Transparent Conductive Oxide (TCO) coating glass</p> <p>5.5.11 Manufacture of media/platter for Hard Disk Drive</p> <p>5.5.12 Manufacture of flat panel display</p>	<p>Drive</p> <p>2.4 Manufacture of flat panel display</p> <p><u>Rights and benefits</u></p> <p>1. Shall be according to investment promotion policy for electronics and electrical appliances industry</p> <p>2. The following:</p> <p>2.1 Manufacture of semiconductors</p> <p>2.2 Manufacture of Hard Disk Drive(HDD) and Hard Disk Drive parts</p> <p>2.3 Manufacture of parts for telecommunication equipment</p> <p>2.4 Manufacture of parts for medical electronics</p> <p>2.5 Manufacture of parts for agricultural electronics</p> <p>2.6 Manufacture of electronic parts for vehicles</p> <p>2.7 Manufacture of flexible printed circuit or multi layer printed circuit board</p> <p>Shall receive rights and benefits as follows:</p> <p>(1) Classified as a priority activity</p> <p>(2) Exemption of import duty on machinery according to investment promotion policy for electronics and electrical appliances industry</p> <p>3. The following:</p> <p>3.1 Manufacture of solar cells and raw material for solar cells</p> <p>3.2 Manufacture of media/platter for Hard Disk Drive</p> <p>3.3 Manufacture of flat panel display</p> <p>Shall receive rights and benefits as follows:</p> <p>(1) Classified as a priority activity of special importance and benefits to the country</p> <p>(2) Exemption of import duty on machinery according to investment promotion policy for electronics and electrical appliances industry</p>
<p>5.6 Manufacture of material for microelectronics</p> <p>5.6.1 Wafer</p> <p>5.6.2 Thin film technology</p>	<p><u>Conditions</u></p> <p>1. Must have the manufacturing process as approved by the Board</p> <p>2. Investment in reconditioning machinery shall be regarded as part of investment promoted project.</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. Exemption of import duty on machinery according to investment promotion policy for electronics and electrical appliances industry</p>

<p>5.7 Electronic design</p> <p>5.7.1 Micro electronics design</p> <p>5.7.2 Prototype design</p> <p>5.7.3 Embedded system design</p>	<p><u>Conditions</u></p> <p>Revenues derived from sales or the provision of services that are directly related to a promoted business or which are from downstream production for commercial purposes, either carried by the promoted companies or sub-contractors, will be regarded as revenue of such promoted business.</p> <p><u>Rights and benefits</u></p> <ol style="list-style-type: none"> 1. Classified as a priority activity of special importance and benefits to the country 2. Exemption of import duty on machinery according to investment promotion policy for electronics and electrical appliances industry
<p>5.8 Software</p> <p>5.8.1 Enterprise Software</p> <p>5.8.2 Digital Content</p> <ol style="list-style-type: none"> (1) Animation, cartoon & character (2) Computer-Generated Imagery (CGI) (3) Web-based applications and cloud computing (4) Interactive Application (5) Games such as Windows-based, mobile platform, console, PDA, online games, massive multi-player online games(MMOG) (6) Wireless location-based service content (7) Visual effects (8) Multimedia video conferencing application (9) E-learning content via broadband and multimedia <p>5.8.3 Embedded software</p>	<p><u>Conditions</u></p> <ol style="list-style-type: none"> 1. Projects must include software development processes specified by the Software Industry Promotion Agency (SIPA) 2. Project with an investment of 10 million baht or more (excluding cost of land and working capital) must obtain a quality standard certificate from SIPA or receive a Capability Maturity Model Integration (CMMI) quality standard certificate or any equivalent standard within 2 years from the start-up date. If the project fails to meet such condition, one-year corporate income tax exemption shall be withdrawn. 3. Revenues derived from sales or the provision of services that are directly related to a promoted software business shall be regarded as revenue of such promoted businesses. <p><u>Rights and benefits</u></p> <p>Classified as a priority activity of special importance and benefit to the country</p>
<p>5.9 E-commerce business</p>	<p><u>Rights and benefits</u></p> <p>Exemption from import duty on machinery only according to investment promotion policy for electronics and electrical appliances industry</p>

Section 6: Chemicals, Paper and Plastics

Activities	Conditions
6.1 Manufacture of chemicals	The production must utilize a chemical process.
6.2 Manufacture of industrial chemicals	<u>Rights and benefits</u> Shall be according to the Board of Investment Announcement No. 1/2543 dated August 1, 2000
6.3 Manufacture of eco-friendly chemicals	<u>Conditions</u> 1. The production must have a chemical process or biotechnological process or involve the manufacture of raw materials or essential materials for related industries. 2. The products must have less overall impact on the environment throughout their life cycle, for example, 2.1 Using raw materials from renewable Resources 2.2 Using sustainable green chemistry in the production process 2.3 Being a biodegradable product that does not generate toxic substances 2.4 Having lower toxicity to life and ecology systems, which can be assessed by the Life Cycle Assessment (LCA) method in accordance to ISO 14040 series or by the standards specified by Thai Industrial Standards Institute 3. Project must be approved by relevant agencies, such as National Science and Technology Development Agency or National Innovation Agency etc. <u>Rights and benefits</u> Classified as a priority activity of special importance and benefits to the country
6.4 Manufacture of Eco-friendly products 6.4.1 Eco-friendly packaging 6.4.2 Eco-friendly plastics or polymers	<u>Conditions</u> Must be eco-friendly packaging products or products made from plastics or polymers proved to have less impact on the environment throughout their life cycles by the Life Cycle Assessment (LCA) method in accordance with ISO14040 series or the standards specified by Thai Industrial Standard Institute <u>Rights and benefits</u> Classified as priority activity of special importance and benefits to the country
6.5 Manufacture of Medicine and/or Active Ingredients in Medicine	<u>Conditions</u> 1. The promoted project must achieve GMP standard

	<p>prescribed by PIC/S within two years of the date the project commences operations.</p> <p>2. For the improvement of existing projects:</p> <p>2.1 Existing machinery can be used in the promoted project but its value shall not be included in the investment eligible for corporate income tax exemption.</p> <p>2.2 Not entitled to additional incentives under the STI (skill, technology, and innovation) scheme</p> <p><u>Rights and benefits</u></p> <p>1. Exemption of import duty on machinery, regardless of zone</p> <p>2. Exemption of corporate income tax for:</p> <p>2.1 Five years if located in Zone 1</p> <p>2.2 Six years if located in Zone 2 and Seven years if located in an industrial estate or promoted industrial zone in Zone 2</p> <p>2.3 Eight years if located in Zone 3</p> <p>3. Other rights and benefits shall be according to the Board of Investment Announcement No. 1/2543 dated August 1, 2000.</p>
6.6 Manufacture of chemical fertilizers	<p><u>Rights and benefits</u></p> <p>Shall be according to the Board of Investment Announcement No. 1/2543 dated August 1, 2000</p>
6.7 Manufacture of pesticides or herbicides	<p><u>Rights and benefits</u></p> <p>Shall be according to the Board of Investment Announcement No. 1/2543 dated August 1, 2000</p>
6.8 Manufacture of colorants 6.8.1 Dye and dyestuff 6.8.2 Pigment 6.8.3 Paint and ink	<p><u>Rights and benefits</u></p> <p>Shall be according to the Board of Investment Announcement No. 1/2543 dated August 1, 2000</p>
6.9 Manufacture of body care products	<p><u>Rights and benefits</u></p> <p>Shall be according to the Board of Investment Announcement No. 1/2543 dated August 1, 2000</p>
6.10 Oil refineries	<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>
6.11 Manufacture of petrochemicals	<p><u>Rights and benefits</u></p> <p>Shall be according to the Board of Investment Announcement No. 1/2543 dated August 1, 2000</p>
6.12 Manufacture of plastic or plastic coated products	<p><u>Conditions</u></p> <p>Must have plastic forming or coating process</p> <p><u>Rights and benefits</u></p>

	Shall be according to the Board of Investment Announcement No. 1/2543 dated August 1, 2000
6.13 Manufacture of pulp	<p><u>Rights and benefits</u> Shall be according to the Board of Investment Announcement No. 1/2543 dated August 1, 2000</p>
6.14 Manufacture of paper	<p><u>Conditions</u> The manufacture of Hygienic paper must obtain GMP standard certification within two years from the start-up date. Project that fails to meet such condition shall be granted rights and benefits according to the Board of Investment Announcement No. 1/2543 dated August 1, 2000.</p> <p><u>Rights and benefits</u></p> <ol style="list-style-type: none"> 1. Shall be according to the Board of Investment Announcement No. 1/2543 dated August 1, 2000 2. The manufacture of Hygienic paper shall receive the following: <ol style="list-style-type: none"> 2.1 Exemption of import duty on machinery, regardless of zone 2.2 Exemption of corporate income tax for: <ol style="list-style-type: none"> (1) Five years if located in Zone 1 (2) Six years if located in Zone 2 and seven years if located in Zone 2 in an industrial estate or promoted industrial zone (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.
6.15 Manufacture of fiber or paper articles	<p><u>Conditions</u> The manufacture of Hygienic paper articles must obtain GMP standard certification within two years from the start-up date. Project that fails to meet such condition shall be granted rights and benefits according to the Board of Investment Announcement No. 1/2543 dated August 1, 2000.</p> <p><u>Rights and Benefits</u></p> <ol style="list-style-type: none"> 1. Shall be according to the Board of Investment Announcement No. 1/2543 dated August 1, 2000 2. The manufacture of Hygienic paper articles shall receive the following: <ol style="list-style-type: none"> 2.1 Exemption of import duty on machinery, regardless of zone 2.2 Exemption of corporate income tax for: <ol style="list-style-type: none"> (1) Five years if located in Zone 1 (2) Six years if located in Zone 2 and seven years if located in Zone 2 in an industrial estate or promoted industrial zone

	<p>(3) Eight years if located in Zone 3</p> <p>2.3 Other rights and benefits shall be according to the Board of Investment Announcement No. 1/2543 dated August 1, 2000.</p>
<p>6.16 Production of printed matter</p>	<p><u>Conditions</u> Must have modern production processes, as approved by the Board, covering any one or more of the following:</p> <ul style="list-style-type: none"> - Pre-press process - Press process - After press process <p><u>Rights and benefits</u></p> <ol style="list-style-type: none"> 1. Shall be according to the Board of Investment Announcement No. 1/2543 dated August 1, 2000 2. Projects that are located in a printing industrial estate or promoted printing industrial zone shall receive the following: <ol style="list-style-type: none"> 2.1 Exemption of import duty on machinery, regardless of zone 2.2 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 2.3 Other rights and benefits shall be according to the Board of Investment Announcement No. 1/2543 dated August 1, 2000.

7.3.3 Amusement parks

Rights and benefits

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 Board of Investment Announcement No. 1/2543 dated August 1, 2000.

Conditions

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

Rights and benefits

1. Exemption of import duty on machinery, regardless of zone
2. Exemption of corporate income tax for:
 - (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

Conditions

Projects must have a minimum investment (excluding cost of land and working capital) of not less than 20 million baht.

Rights and benefits

1. Exemption of import duty on machinery, regardless of zone
2. Exemption of corporate income tax for:
 - (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

Conditions

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.

Rights and benefits

1. Exemption of import duty on machinery, regardless of zone
2. Exemption of corporate income tax for:
 - (1) Five years if located in Zone 1
 - (2) Seven years if located in Zone 2

7.3.6 Racing tracks

- (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.

Conditions

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.

Rights and benefits

1. Exemption of import duty on machinery, regardless of zone
2. Exemption of corporate income tax for:
 - (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.

7.3.7 Open zoos

Conditions

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 per cent of the total area must be allocated as green area and another 15 per cent as car park.

Rights and benefits

1. Exemption of import duty on machinery, regardless of zone
2. Exemption of corporate income tax for:
 - (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.

7.3.8 Cable cars

Conditions

Projects must be approved by relevant government agencies.

	<p>(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).</p> <ol style="list-style-type: none"> 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><u>Rights and benefits</u> Exemption of corporate income tax for:</p> <ol style="list-style-type: none"> 1. Five years if located in Zone 1 and 2 2. Eight years if located in Zone 3
<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:</p> <ol style="list-style-type: none"> 1.1 Motion pictures shall include documentaries, television programs and other television commercials. 1.2 The promoted Thai motion pictures production shall not include commercial spots. 1.3 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: <ol style="list-style-type: none"> (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. (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. (3) Sound recording services must have main equipment and machinery, that is, digital sound recorder, digital sound editing machine, digital sound mixing

	<p>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> <ol style="list-style-type: none"> 1. Exemption of import duties on machinery, regardless of location 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 3. Other rights and benefits shall be according to the BOI Announcement No. 1/2543 dated August 1, 2000.
7.7 Hospitals	<p><u>Conditions</u></p> <ol style="list-style-type: none"> 1. Projects must have a minimum of 50 beds. 2. Projects must achieve standards set by the Ministry of Public Health. <p><u>Rights and benefits</u></p> <p>Shall be according to the BOI Announcement No. 1/2543 dated August 1, 2000.</p>
7.8 Real estate development for industrial use 7.8.1 Industrial zones	<p><u>Industrial zones</u></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 per cent and not more than 75 per cent 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:

4.1 The main road

- (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 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).

4.7 The zone must provide sufficient public utilities, electricity, water, telephone service and post office, for factories located in the

7.8.4 Software parks

Conditions

1. Projects must have high-speed fiber-optic main communications systems throughout the area.
2. Main telecommunications system must have a high-speed cable from the software park to domestic and international telecommunications centers.
3. Continuous back-up of electricity supply must be installed.
4. The total area must not be less than 10,000 square meters.

Rights and benefits

Classified as a priority activity of special importance and benefits to the country

7.8.5 Gem and jewelry industrial zones

Conditions

1. The total area must not be less than 100 rai.
2. Area for operations related to gem or jewelry must not be less than 40 per cent of the total area.
3. Projects must have a sales area for gem and jewelry.
4. Projects must provide appropriate security systems.
5. Projects must have meeting rooms, exhibition halls and business centers.
6. Projects must have adequate parking space.

Rights and benefits

1. Classified as a priority activity of special importance and benefits to the country
2. Gem and jewelry-related manufacturing projects located in the promoted gem and jewelry industrial zones shall receive:
 - 2.1 Exemption of import duty on machinery, regardless of zone
 - 2.2 Exemption of corporate income tax for
 - (1) Five years if located in Zone 1
 - (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.

7.8.6 Industrial zones for environmental preservation

- (1) Industrial estates for integrated production of the textile industry
- (2) Industrial estates for tanneries
- (3) Industrial estates for surface

Conditions

1. Projects must be approved by the Industrial Estate Authority of Thailand prior to submission of investment promotion application.
2. Projects of industrial estates for textile

treatment or anodize surface treatment

integrated production must have a land area of not less than 500 rai.

Rights and benefits

1. Classified as a priority activity
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:
 - 2.1 Exemption of import duty on machinery, regardless of zone
 - 2.2 Exemption of corporate income tax for
 - (1) Five years if located in Zone 1
 - (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.

7.8.7 Printing industrial zones

Conditions

1. A minimum area of 500 rai, with the factory area covering not less than 60 per cent and not more than 75 per cent of the total area.
2. The area for operating printing-related businesses shall not be less than 80 per cent of the total factory area
3. The project must have the following services and facilities:
 - 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

Rights and benefits

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:
 - 4.1 Exemption of import duty on machinery, regardless of zone
 - 4.2 Exemption of corporate income tax for
 - (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.

7.8.8 Movie towns	<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, 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.
7.8.9 Science and Technology Parks	<p><u>Conditions</u></p> <ol style="list-style-type: none"> 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><u>Rights and benefits</u></p> <ol style="list-style-type: none"> 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
7.8.10 Logistics parks	<p><u>Conditions</u></p> <ol style="list-style-type: none"> 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

	<p>international communication hubs.</p> <ol style="list-style-type: none"> 6. Thai nationals must hold not less than 51 per cent of the total registered capital. 7. 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. 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.
7.8.11 Service industrial zones	<p><u>Conditions</u></p> <ol style="list-style-type: none"> 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 prescribed by the Industrial Estate Authority of Thailand. <p><u>Rights and benefits</u> shall be according to the Board of Investment Announcement No.1/2543 dated August 1, 2000</p>
7.8.12 Agro-industry processing zones	<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 per cent and not more than 75 per cent 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 per cent 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>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>
7.10 Distribution centers (DC)	<p><u>Conditions</u></p> <ol style="list-style-type: none"> 1. Projects must be modern distribution centers

	<p>controlled by a computer system that is approved by the Board.</p> <ol style="list-style-type: none"> 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> 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"> The center must provide transportation/delivery, storage, packing and inventory control services for customers. The center must distribute goods to at least five countries. The center must have modern storage and loading equipment. The project must have a modern computerized inventory system and an on-line (Track and Trace) tracking system as approved by the Board. The project must be approved by relevant government agencies. <p><u>Rights and benefits</u></p> <ol style="list-style-type: none"> Exemption of import duty on machinery, regardless of zone 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. 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"> Must have or rent warehouse(s) and utilize a

	<p>computerized inventory system</p> <ol style="list-style-type: none"> 2. Must include procurement, quality control and packaging activities 3. Goods must be procured from various suppliers, including domestic sources 4. The minimum registered capital must not be less than 10 million baht. <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)
7.13 Regional operating headquarters (ROH)	<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
7.14 International trading companies	<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.

	<p>2. Projects must be approved by the International Trade Promotion Committee.</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) 3. Exemption of corporate income tax for a period deemed appropriate by the International Trade Promotion Committee 4. Financial support, in accordance with the company's performance, as stipulated
7.15 Trade and investment support offices	<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 3.3 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

	<p>not qualify for investment promotion under software activity</p> <p>3.9 Wholesaling products manufactured in the country</p> <p><u>Rights and benefits</u> Only non-tax incentives shall be granted.</p>
7.16 International business process outsourcing (IBPO)	<p><u>Conditions</u> The services must be provided through the 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>
7.17 Energy Service Companies (ESCO)	<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>
7.18 Human resource development 7.18.1 Vocational training centers 7.18.2 International schools 7.18.3 Hotel training institutes 7.18.4 Maritime training institutes	<p><u>Conditions</u></p> <ol style="list-style-type: none"> 1. Scope of business must be approved by the Board as follows: <ol style="list-style-type: none"> 1.1 Vocational training centers that teach technical courses on specific field including design training center 1.2 Hotel training institutes that teach courses on hotels and have the number of students in these courses not less than 50 per cent of the total number of students 1.3 Maritime training institutes that teach courses on maritime training and have the number of students in these courses not less than 50 per cent of the total number of students 1.4 Must have necessary materials, equipment, laboratory and others <p><u>Rights and benefits</u> Classified as a priority activity of special importance and benefits to the country</p>
7.19 Biotechnology 7.19.1 Research and Development (R&D) activity and/or manufacturing of seed industry, plant and animal improvement industry	<p><u>Conditions</u> Projects must use modern biotechnology as approved by the National Science and Technology Development Agency (NSTDA) or the Thailand</p>

<p>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/or 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 synthesis services</p>	<p>Centre of Excellence for Life Sciences (TCELS)</p> <p><u>Rights and benefits</u></p> <ol style="list-style-type: none"> 1. Classified as a priority activity that has special importance and benefits to the country 2. Projects that are located in science and technology parks shall receive a five-year additional 50 per cent corporate income tax reduction for net profits after the end of corporate income tax exemption period
<p>7.20 Research and development</p>	<p><u>Conditions</u></p> <ol style="list-style-type: none"> 1. Must have scope of business as approved by the Board as follows: <ol style="list-style-type: none"> 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. 1.2 Applied Science refers to research to explore new knowledge with an objective to put it in practice for specific use. 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 1.4 Scope of research and development process and number of researchers, including qualifications and experiences must be provided. <p><u>Rights and benefits</u></p> <ol style="list-style-type: none"> 1. Classified as a priority activity that has special importance and benefits to the country 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

7.21 Scientific laboratories	<u>Rights and benefits</u> Classified as a priority activity that has special importance and benefits to the country
7.22 Calibration services	<u>Rights and benefits</u> Classified as a priority activity of special importance and benefits to the country
7.23 Product design	<u>Rights and benefits</u> Classified as a priority activity of special importance and benefits to the country
7.24 Design centers	<u>Conditions</u> 1 Business scopes will have the following areas and facilities for their main activities: 1.1 Lifestyle centers: showcase, display and distribution areas 1.2 Creative space: Areas for exhibitions of knowledge/information regarding design and product development 1.3 Design shop: Areas for the distribution of books, information, equipment, products and merchandise, in accordance with design 1.4 Business center: Areas for offering (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 1.5 The area must not be less than 3,000 square meters. 1.6 A plan and blueprint must be submitted for approval from the Board. 1.7 Other facilities must be provided as prescribed by the Board. <u>Rights and benefits</u> Classified as a priority activity that has a special importance and benefits to the country.
7.25 Products sterilization services	<u>Rights and benefits</u>

	Shall be according to the Board of Investment Announcement No. 1/2543 dated August 1, 2000.
7.26 Waste water treatment, disposal services or transport of industrial waste or toxic chemicals	<u>Conditions</u> Projects must be approved by relevant government agencies <u>Rights and benefits</u> Classified as a priority activity
7.27 Recycling and reuse of unwanted materials 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	<u>Conditions</u> 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 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.