

(Unofficial Translation)
based on
Board of Investment Announcement
No. 9/2552
Investment Promotion Policy on Industrial Estates or Industrial Zones and
Projects Located in Industrial Estates or Industrial Zones in 3 Southern Provinces

To promote and develop industry in three southern provinces, namely, Pattani, Yala and Narathiwat, for social and security benefits of the country,

by virtue of section 16 of the Investment Promotion Act of B.E. 2520, the Board of Investment hereby announces the activity and condition for promotion as follows:

1. Promoted industrial estates or industrial zones development projects as well as promoted projects located in industrial estates or industrial zones in Pattani, Yala and Narathiwat shall receive rights and benefits according to the Investment Promotion Act of B.E. 2520 in special case as follows:

1.1 The first project shall receive tax incentives according to the Board of Investment Announcement No. 1/2543 dated August 1, 2000.

1.2 For expansion project that is applied by the same promoted persons as the first project according to the conditions specified by the Board, the first project and the expansion project can be combined into one project and receive tax incentives under the following criteria:

1.2.1 Rights and benefits:

1.2.1.1 Eight-year corporate income tax exemption and 50% corporate income tax reduction of net profit derived from its investment for 5 years after the exemption period.

1.2.1.2 Double deduction for transportation, electricity and water costs according to section 35(2) for 15 years from the first date of income derivation from promoted project.

1.2.1.3 Other rights and benefits shall be granted according to the Board of Investment Announcement No. 1/2543 dated August 1, 2000.

1.2.2 Conditions:

1.2.2.1 Those who are eligible for rights and benefits under 1.2 must submit the investment promotion application of the first project within **December 31, 2012**.

1.2.2.2 Promoted persons under 1.2.2.1 must implement the expansion project by submitting the application and have income from the expansion project before the end of corporate income tax exemption period of the first project.

2. Industrial estates or industrial zones in 3 southern provinces and projects of all activities eligible for investment promotion that locate their factories in promoted industrial estates or industrial zones in 3 southern provinces shall be considered priority activity that shall be granted corporate income tax exemption without cap.

3. The Office of the Board of Investment shall cancel the first investment promotion certificate and issue the new investment promotion certificate that combines both the first project and the expansion project.

Effective from July 15, 2009 onwards

Announced on August 25, 2009

(Mr. Abhisit Vejjajiva)

Prime Minister

Chairman of the Board of Investment