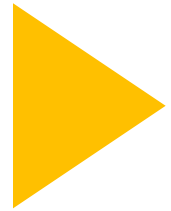


Investing in Thailand

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Investment Advisor
Thailand Board of Investment

July 2022



BOI Introduction

Investment Services & Facilitation

Introduction to the BOI



BOI is a government agency under the Office of the Prime Minister

Provides comprehensive information and advice on establishing operations in Thailand

Grants Investment Incentives

Coordinates between the foreign business community and other public agencies

Provides Business Support Services for Investors

BOI Offers Investors Highly Competitive Investment Tax Incentives and Non-tax Incentives



Tax Incentives

- Exemptions / Reductions of Corporate Income Tax
- Exemptions of Import Duties on Machinery
- Exemption of Import Duty on Raw or Essential Materials Used in Production for Export
- Exemption of Import Duties on Materials imported for R&D purposes
- Double Deduction on Cost of Transportation, Electricity and Water
- 25% Deduction on Installation or Construction of Facilities



Non-Tax Incentives

- Permit for Foreign National to Enter Kingdom to Study Investment Opportunities
- Permit to bring in Skilled Workers and Experts to Work in Investment Promoted Activities
- Permission to Own Land
- Permit to Remit Money Abroad in Foreign Currency
- No Local Content Requirement
- No Export Requirements
- No Restriction on Foreign Currency
- Visa Facilitation

Targeted S-curve Industries

5 New S-Curve



**Biofuels
and Biochemical**



Digital Economy



Medical Hub



**Automation
and Robotics**



**Aviation
and Logistics**

5 First S-Curve



**Agricultural
and Biotechnology**



Smart Electronics



**Affluent Medical
and Wellness Tourism**



**Next-Generation
Automotive**



Food for The Future

BOI Investment Incentive Scheme

Standard Incentives

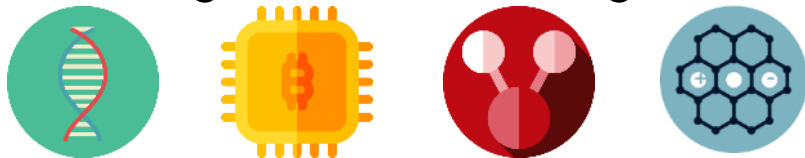
Activity-Based



≤ 8 years CIT exemption

Technology-Based

- Targeted Core Technologies -



Bio-Technology Digital Technology Nano-Technology Advanced Material Technology

10 years CIT exemption



Additional Incentives

Merit-Based

- Research & Development (R&D)
- Support academic / research institutes, or technology and human resource development fund
- IP licensing fee
- Advanced technology training
- Development of local suppliers
- Product and packaging design

Area-Based

- EEC 3 provinces
- SEZ 10 provinces
- Southern border provinces
- 20 provinces with lowest income
- Industrial Estates/Zones
- Science and Technology Parks (TSP, Food Innopolis, Space Krenovation Park, AIT, TISTR)

Agenda-based

- Investment Stimulation Measure
- Productivity Enhancement Measure
- Measures to support Grassroots Economy Development

The list of activities eligible for BOI promotion covers a wide range of businesses, not only s-curve industries.

BOI Incentive Packages

			Exemption CIT	Exemption Import duties on machinery	Exemption of import duties on raw materials used in R&D	Exemption Import duties on raw materials	Non-tax incentives
8 years	T8	Technology and Innovation Development includes targeted core technology development	10 + Merit years no cap	✓	✓	✓	✓
	A1	Knowledge-based activities focusing on R&D and design to enhance the country's competitiveness	8 + Merit years no cap	✓	✓	✓	✓
	A2	Infrastructure activities for the country's development, activities using technology to create value-added, with no or very existing investments in Thailand	8 + Merit years	✓	✓	✓	✓
	A3	High technology activities which are important to the development of the country, with a few investments already existing in Thailand	5 + Merit years	✓	✓	✓	✓
	A4	Activities with lower technology than A1-A3 but which add value to domestic resources and strengthen the supply chain	3 + Merit years	✓	✓	✓	✓
	B1	Supporting industry that does not use high technology, but is still important to the value chain	- + Merit	✓	-	✓	✓
	B2	Supporting industry that does not use high technology, but is still important to the value chain	-	-	-	✓	✓
0 year							

Incentives are based on several key factors including level of technology, role in supply chain, and location.

Enhanced Incentive Packages for Merit-Based Incentives



Additional Cap (Percentage of Investment or Expense)

Research, Technology Development and Innovation: In-house, outsourced in Thailand or joint R&D with overseas institutes

300%

Donations to technology and human resource development funds, educational institutes, specialized training centers, R&D institutes or government agencies in the S&T field in Thailand, as approved by the board

100%

Including donations to vaccine/ drug development programs



Apprenticeship programs for vocational/university students in Science and Technology field

200%

IP acquisition/ licensing fees for commercializing technology developed in Thailand

200%

Advanced technology training

200%

Development of local suppliers with at least 51% Thai shareholding in advanced technology training and technical assistance

200%

Product and packaging design: In-house or outsourced in Thailand, as approved by the Board

200%

Maximum
CIT exemption period
11 years



Additional CIT Exemption (with additional cap)



Additional CIT Exemption Cap Only

1% or < 200 million baht, whichever lower

1 year*

≥ 1% or ≥ 200 million baht, whichever lower

2 years*

≥ 2% or ≥ 400 million baht, whichever lower

3 years*

≥ 3% or ≥ 600 million baht, whichever lower

Example: Enhanced Incentives for R&D



Additional CIT Exemption
On top of a standard package



R&D Investment/ Expenses to total sales
In the first 3 years or minimum



Maximum CIT exemption period
13 years



No CIT Exemption Ceiling

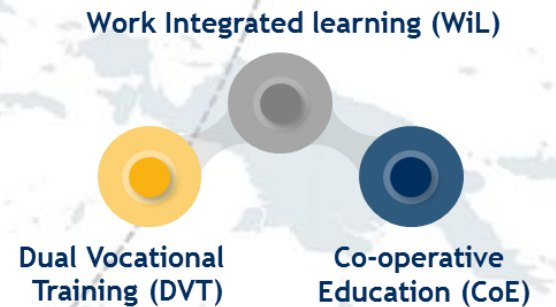


Tax Incentives Scheme under New EEC Packages

Target Activities	Conditions for Additional CIT Incentives		
	Human Resource in S&T Development Criteria	Location Criteria	
		EECa, EECi*, EECd, EECmd, EECg	Industrial Estates or Zones
Section 8 + Supporting Activities <i>(10-year CIT exemption)</i>	+2-year CIT exemption	+1-year CIT exemption	+1-year CIT exemption
A1/ A2 <i>(8-year CIT exemption)</i>	+3-year 50% CIT reduction	+2-year 50% CIT reduction	-
A3 <i>(5-year CIT exemption)</i>	+3-year 50% CIT reduction	+2-year 50% CIT reduction	+1-year CIT exemption

Note: • Projects located in EECi in an approved Science and Technology Park are eligible for additional incentives under the measure. In such a case, the projects must relocate to EECi by 30th December 2022.

* Targeted activities located in a Science and Technology Park in EECi such as electronics design, research and development, target technology development are eligible for additional incentives as a promoted Science and Technology zone (+ 5-year 50% CIT reduction or 2-year CIT exemption)



Extension of the incentive packages to the end of the year 2022



BOI Introduction



Investment Services & Facilitation

One Start One Stop Investment Center (OSOS)



Consolidating staff from numerous investment-related agencies



Easing & speeding procedures for new investors



Provides comprehensive information and advice on establishing operation in Thailand



Provides useful contacts with key public and private organizations



1-Stop for visas & work permits In 3 hours & “SMART Visa Program”



Assist investors with various applications

*More Convenience
Less Time
More Efficiency!*



18th Floor, Chamchuri Square Building, 319 Phayathai Road, Pathumwan Bangkok 10330, Thailand

Tel: 66(0)2 209 1100
Fax: 66(0)2 209 1199
Email: osos@boi.go.th

Smart Visa and Long-Term Resident Visa

Smart Visa: Taking Thailand to New Heights with Foreign Experts and Technology



SMART Visa Privileges



Maximum 4 year visa
*Except Smart S



Permission to work with no work permit required

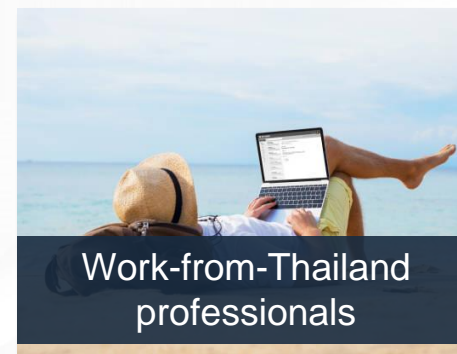


No re-entry required



Fast Track Service at International Airports

Long-term Resident Visa: New type of visa to attract 4 targeted groups



10-year visa & permission to work in Thailand



Spouse & children under 20 included



Additional privileges; reduced personal income tax rate, right to own land

SMART VISA - Attracting foreign talents and technologies



Privileges for SMART Visa



Maximum 4 years visa
(except Smart S)

No re-entry required



Permission to work with
no work permits required

Fast Track Service at
International Airports



Proposed Change

Expand the scope of application to cover more than the targeted S-curve industries such as technology management, startup ecosystem, food industry,

Long-Term Resident Visa Privileges



10* years renewable visa (max 5-year stay permit at a time)



Exemption from 4:1 employment ratio



Access to immigration and work permit services at One Stop Service Center for Visa and Work Permit



90-day report extended to 1-year report and exemption of re-entry permit



Permission to work in Thailand
(Digital Work permits will be granted to the visa holder and spouse)



Other benefits i.e. 17% Personal income tax for High-skilled professionals

One Start One Stop Investment Center (OSOS)

More Convenience

More Efficiency

Less Time



- **Comprehensive information** and advice on establishing operation in Thailand
- **1-Stop for visas & work permits** in 3 hours
- **Easing & speeding** procedures for new investors
- **Database** of useful contacts: public & private organizations
- Other applications for investors



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