



Thailand's Government Investment Incentives for Smart City Development

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Introduction To Thailand Board Of Investment



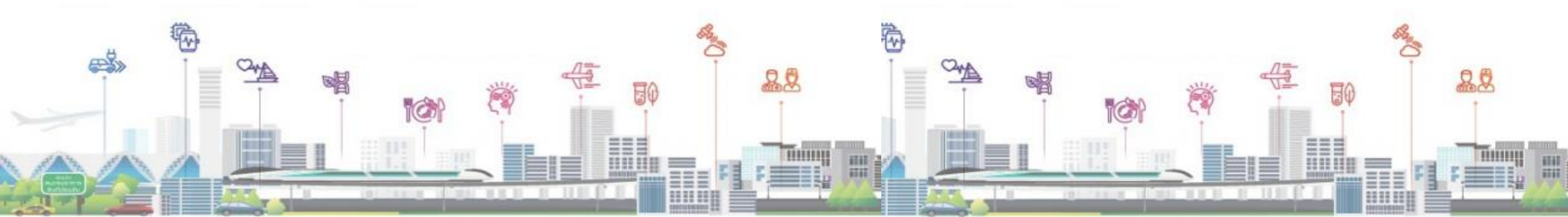
THAILAND
BOARD OF
INVESTMENT

Provides comprehensive information and advice on establishing operations in Thailand

Coordinates between the foreign business community and other public agencies

Provides Business Support Services for Investors

Grants “Tax-based incentives” and “Non-Tax incentives”



BOI Promotion Incentive

Tax Incentives

Corporate Income Tax

Corporate income tax exemption up to 13 years

50% CIT reduction within 10 years

Import Duty

Exemption of import duties on machinery

Exemption of import duties on raw or essential materials imported for export

Exemption of import duties on goods imported for R&D



Non-Tax Incentives

Land ownership

Work permit & visa facilitation

100% foreign ownership

No restriction on foreign currency

No local content requirements

No export requirements





Promoted Activities related to Smart City

1

Smart City Development
Smart System Service Providing



2

Smart Equipment Manufacturing
Software/Platform Development

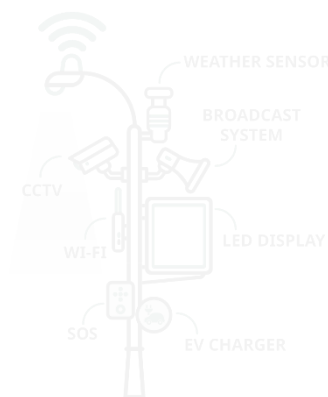




Promoted Activities related to Smart City

1

Smart City Development
Smart System Service Providing





Incentives and Requirements for Smart City Development

Requirements

Thai ownership > 51%



ICT infrastructure

Smart Environment



Smart Environment system plus at least one of 6 key systems



Open data platform



Approval from relevant agencies or committees before applying for the incentives



Public hearing and local community involvement plan



KPIs in line with area-specific development

Incentives

8 years CIT exemption (with cap) on income from smart service

For EEC,
+50% CIT reduction for 5 years

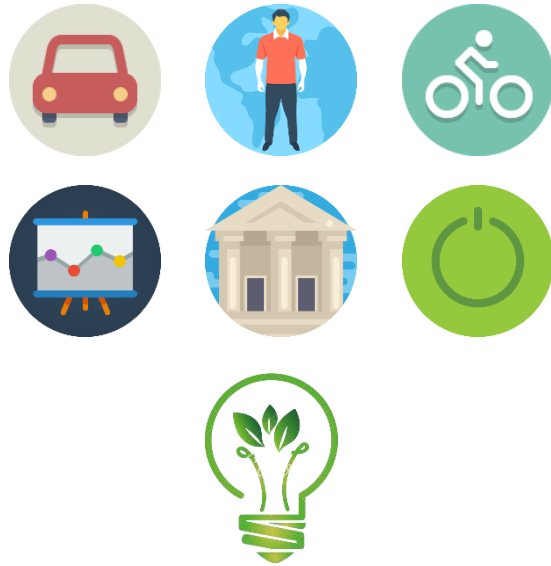
Import duty exemption on machinery

Other relevant incentives under BOI announcement 2/2014



Incentives and Requirements for Smart System Service Providing

Requirements



Provision of at least one of the 7 key systems of Smart City



Eligible projects on Smart City System must be part of a Smart City Development project approved by relevant agencies or committees

Incentives

8 years CIT exemption (with cap) on income from smart service

For EEC,
+50% CIT reduction for 5 years



Import duty exemption on machinery

Other relevant incentives under BOI announcement 2/2014



Promoted Activities related to Smart City



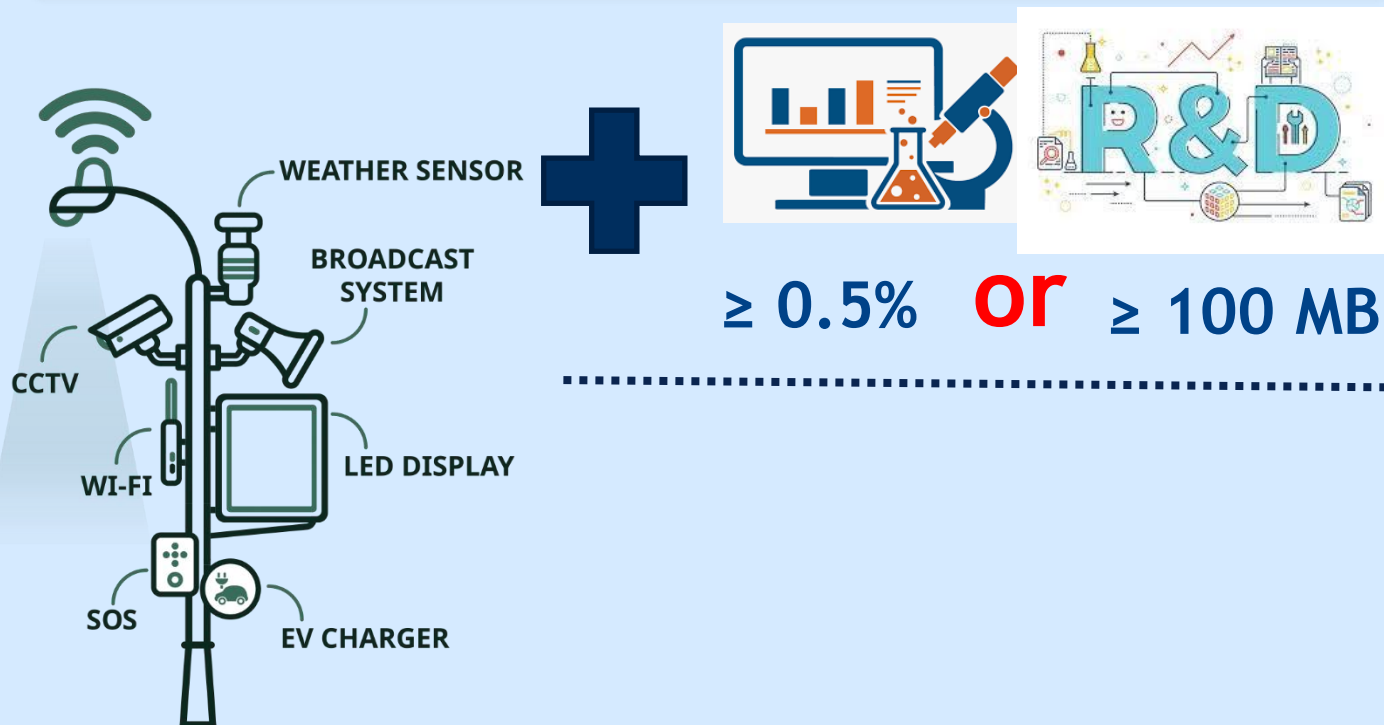
2

**Smart Equipment Manufacturing
Software/Platform Development**



Smart Equipment Manufacturing

Requirements



Incentives

8 years CIT exemption (with cap)

Import duty exemption on machinery

5 years CIT exemption (with cap)

Import duty exemption on raw or essential materials imported for export

Other relevant incentives under BOI announcement 2/2014

Software/Platform Development

Requirements

Must have Additional Thai IT salary expense at least 1.5 million Baht per Year

Must have significant Development in Thailand



Incentives

8 years CIT exemption (with cap)

- Expense of Additional Thai IT Salary
- Expense of Obtaining CMMI/ ISO 29110
- Expense of Training Thai

Import duty exemption on machinery

Other relevant incentives under BOI announcement 2/2014


Thank you




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