

(Unofficial Translation)

Announcement of the Board of Investment
No. 7/2564
Investment Promotion Measure in Special Economic Zones

Subsequent to the Announcement of the Board of Investment No. 2/2557 dated December 3, 2014 on Policies and Criteria for Investment Promotion;

In order to promote investment in Special Economic Zones and distribution of socioeconomic growth at both local and regional levels thoroughly, and by virtue of Section 16, Section 18, Section 31, and Section 35 of the Investment Promotion Act B.E. 2520 (1977), the Board of Investment hereby announces the investment promotion rules in accordance with Investment Promotion Measure in Special Economic Zones as follows:

1. Special Economic Zones refer to the areas specified by the Cabinet as Special Economic Zones pursuant to the recommendation of the National Committee on the Development of Special Economic Zones, and specified as the investment promotion zones.

2. In case projects are general activities according to the Announcement of the Board of Investment No. 2/2557 dated December 3, 2014, and located in Special Economic Zones, the following incentives shall be granted.

2.1 Exemption of import duties on machinery.

2.2 Exemption of corporate income tax for additional 3 years, but not exceeding 8 years in total.

2.3 In case projects are the activities in Group A1 or A2 which have already been granted 8-year corporate income tax exemption, they shall be granted for additional incentives of 50 percent reduction of corporate income tax on net profit derived from the investment for a period of 5 years as from the date on which the corporate income tax exemption period expires.

2.4 Double deduction of the costs of transportation, electricity and water supply for a period of 10 years as from the date of revenue derivation from the operation.

2.5 Deduction of the costs of installation or construction of facilities for 25 percent of the investment capital in addition to deduction of normal depreciation.

2.6 Exemption of import duties on raw and essential materials used in manufacturing for export for a period of 5 years.

2.7 Non-tax incentives

3. In case projects are the targeted activities located in Special Economic Zones, the following incentives shall be granted.

3.1 Exemption of import duties on machinery.

3.2 Exemption of corporate income tax for a period of 8 years with a cap not exceeding 100 percent of the investment capital (excluding cost of land and working capital).

3.3 50 percent reduction of corporate income tax on net profit derived from the investment for a period of 5 years as from the date on which the corporate income tax exemption period expires.

3.4 Double deduction of the costs of transportation, electricity and water supply for a period of 10 years as from the date of revenue derivation from the operation.

3.5 Deduction of the costs of installation or construction of facilities for 25 percent of the investment capital in addition to deduction of normal depreciation.

3.6 Exemption of import duties on raw and essential materials used in manufacturing for export for a period of 5 years.

3.7 Non-tax incentives

4. This Announcement shall be applied to the projects that submit the application for investment promotion from January 4, 2021 to the last working day of 2022.

This Announcement shall be effective from now on.

Announced on March 19, 2021.

General Prayut Chan-o-cha

(Prayut Chan-o-cha)
Prime Minister
Chairman of the Board of Investment