



Announcement of the Board of Investment

No.Sor. 7/2561

Promotion of Smart City Development

In order to promote the development and management of the Smart City Development Project as well as to raise the quality and standard of Thailand's industrial estates or industrial zones to be able to provide smart services;

By virtue of Section 16 paragraph two of the Investment Promotion Act B.E. 2520 (1977), the Board of Investment hereby announces the addition of terms in Category 7 of the list attached to the Announcement of the Board of Investment No. 2/2557 dated December 3, 2014 constituting the following categories, conditions, rights and privileges:

Category	Conditions	Rights and Privileges
7.9.3 Smart industrial estates or industrial zones business	<ol style="list-style-type: none">1. Shares must be held by Thai nationals no less than 51 percent of the registered capital.2. Must provide all of the following seven systems – Smart Mobility, Smart People, Smart Living, Smart Economy, Smart Governance, Smart Energy and Smart Environment in the area.3. The applicants must be approved by the organizations or committees directly in charge of the Smart City development before applying for BOI investment incentives.4. Projects in Bangkok and Samut Prakarn are not eligible for promotion.5. Total land area of the project must not be less than 500 rai.6. Factory area must not be less than 60 percent and not over 75 percent of the total land area. An exception is given to business with over 1,000 rai of land, conditions of which shall be in conformity with the approval of the Board.7. Other conditions:<ol style="list-style-type: none">7.1 Main road standard:<ul style="list-style-type: none">- In case the land is over 1,000 rai, a four-lane road with not less than 14 meters surface and 30 meters right-of-way must be available as well as traffic island and pavement of two meters in width on each side. Road shoulders must be wide enough to accommodate car parking in case of emergency.	A2

	<p>- In case land area is 500-1,000 rai, a two-lane road with not less than seven meters surface and 20 meters right-of-way must be available as well as traffic island and pavement of two meters in width on each side. Road shoulders must be wide enough to accommodate car parking in case of emergency.</p> <p>7.2 Feeder road standard: Road surface must not less than 8.50 meters with road shoulder of two meters in width on each side.</p> <p>7.3 Wastewater treatment system shall be appropriate for wastewater quality and in conformity with the wastewater standard stipulated by the law. Treated wastewater storage pond must also be available.</p> <p>7.4 Wastewater drainage system and storm drainage system must be separated.</p> <p>7.5 Appropriate waste collecting, storage, and disposal system as approved by the Board must be available.</p> <p>7.6 Factory using the area must be in conformity with the targeted industries and the prohibited industries as stipulated in the environmental impact assessment report approved by the committee of experts of the Office of Natural Resources and Environmental Policy and Planning.</p> <p>7.7 Public utility systems, namely electricity, water supply and tap water, telephone, and postage service must be sufficient for factories in the industrial area.</p> <p>7.8 Land improvement of about 25 percent of the total area, or area as approved by the Board, must be undertaken in order that the public utilities shall be ready for services within two years as from the date of the promotion certificate.</p>	
<p>7.31 Smart City Development</p>	<ol style="list-style-type: none"> 1. Shares must be held by Thai nationals no less than 51 percent of the registered capital. 2. Must provide the communications infrastructure to support smart systems such as fiber optic and public WiFi, 3. Must provide Smart Environment system and at least one of the following six systems – Smart Mobility, Smart People, Smart Living, Smart Economy, Smart Governance and Smart Energy. 4. Must provide the data storage and data management system connecting to open data platform. 5. The applicants must be approved by the organizations or committees directly in charge of the Smart City development before applying for BOI investment incentives. 6. Must set out and follow KPIs in line with area-specific development targets. 7. Must organize public hearing from local communities and 	

	<p>propose public involvement plan.</p> <p>8. The revenue eligible for corporate income tax exemption must be the revenue from providing smart services in the Smart City area.</p> <p>9. Incentives</p> <ul style="list-style-type: none"> - In case project can provide service of all the 7 smart systems. - In case project does not cover smart services for all the 7 smart systems. <p>10. Project located in the Eastern Economic Corridor (EEC) area will receive an additional 50 percent reduction of corporate income tax for five years after the end of its corporate income tax exemption period.</p>	<p>A2</p> <p>A3</p>
<p>7.32 Smart City System Development Business</p>	<p>1. Must develop, install, or provide services in one or more aspects of smart city system as stipulated by the Board such as Smart Mobility, Smart People, Smart Living, Smart Economy, Smart Governance, Smart Energy, and Smart Environment.</p> <p>2. Must be part of a smart city development project approved by the Board or agencies responsible for smart city development.</p> <p>3. Entitled to the following rights and privileges:</p> <ul style="list-style-type: none"> - In case where the project is part of a smart city development project that provides all seven smart systems; - In case where the project is part of a smart city development project that provides some of the seven smart systems. <p>4. Business located in the EEC area shall be entitled to 50 percent corporate income tax deduction for the period of five years as from the day the corporate income tax exemption period ends.</p>	<p>A2</p> <p>A3</p>

This Announcement shall be effective from now on.

Announced on December 28, 2018.

General Prayut Chan-o-cha

(Prayut Chan-o-cha)

Chairman of the Board of Investment