



Local Investment Promotion

According to the meeting of the BOI on 29 February 2016, the Board agreed to promote local investment in relation to the government's policy of "One Tambon (sub-district), One Agricultural Processing Unit, and One Tourist Attraction". The local investment promotion shall boost local economy, raise the value of agricultural products as well as enhancing the quality of local tourism. This promotion shall be divided into the following processes:

1. Promotion of an establishment of an agricultural processing unit

To increase a value of local agricultural products, any business with its product easily made with low investment, such as production of organic fertilizer, natural rubber, and medical herb products, shall be significantly promoted by the BOI. The promotion and incentives can be classified into two types upon an investor as follows:

- 1.1 Investment by large company
 - Three years of corporate income tax exemption for existing business of parent company
 - An exempted amount not exceeding an amount of investment capital
- 1.2 Investment by agricultural cooperative, local enterprise, or general entrepreneur
 - Five years of corporate income tax exemption
 - Reduction of a minimum investment capital from THB 1,000,000 to THB 100,000
 - Permission of domestic used machinery to be used in the project

2. Promotion of a trading unit of local products

The local farmers and manufacturers shall be encourages to have an effective distribution channel of local agricultural products supporting a tourist attraction. This trading unit of local products shall grant three years exemption of corporate income tax.

3. Promotion of a local tourist attraction

A new and fresh selling point of tourism shall be enhanced by raising the quality of the attraction together with establishing standard facilities. An exemption of corporate income tax for three to five years shall be provided to promoted investor.

In this connection, any interested company must submit application and relevant documents within 2016 and commence an operation or providing service within 2017.

Should you have any question, please do not hesitate to contact us:

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