

NEWSLETTER

No. 79 Edition November 2013

INSIDE THIS EDITION

1. **The Cabinet Approved Royal Decree to Cut Rates for Personal Income Tax** 1
2. **New Double Deduction for Overseas Trade Exhibition for 2013 and 2014** 2
3. **New Regulations of the Department of Land Re Valuation of Official Estimated Price** 2

Disclaimer: The materials on this document have been prepared for informational purposes only and are not intended to be legal advice. The reader should not act in any way on the basis of the information without seeking where necessary appropriate professional advice concerning their own individual circumstances. NARIT & ASSOCIATES assumes no responsibility for, and disclaims all liabilities (including responsibility for any action or inaction taken) to the fullest extent permitted by law.

TAX UPDATE

1. The Cabinet Approved Royal Decree to Cut Rates for Personal Income Tax

The Cabinet has already proposed the Bill Amending the Revenue Code to parliament in order to permanently cut the rates for personal income tax. However, a parliamentary process is slow and it is unlikely that the proposed bill will be enacted by the yearend. To make the tax cut effective for 2013, the Cabinet approves a royal decree to reduce the progressive rates for personal income tax for 2013 and 2014. For more information, please contact our lawyers for consultation.

Existing Personal Income Tax Schedule

Net Income (Baht)	Tax Rate (%)
Not exceeding 150,000	0
Exceeding 150,000 to 500,000	10
Exceeding 500,000 to 1,000,000	20
Exceeding 1,000,000 to 4,000,000	30
Exceeding 4,000,000	37

New Personal Income Tax Schedule

Net Income (Baht)	Tax Rate (%)
Not exceeding 150,000	0
Exceeding 150,000 to 300,000	5
Exceeding 300,000 to 500,000	10
Exceeding 500,000 to 750,000	15
Exceeding 750,000 to 1,000,000	20
Exceeding 1,000,000 to 2,000,000	25
Exceeding 2,000,000 to 4,000,000	30
Exceeding 4,000,000	35

TAX UPDATE

2. New Double Deduction for Overseas Trade Exhibition for 2013 and 2014

The government introduces the Royal Decree to give the incentive to Thai businesses to join a trade exhibition overseas by offering a double deduction for the expenses incurred in participation in a trade exhibition held in 2013 and 2014 for these expenses:

- i area rental expense;
- ii construction expense;
- iii insurance expense; and
- iv freight or transfer expenses for goods and equipment used in the exhibition overseas.

These expenses are eligible for double deduction in a computation of net profit of a limited company insofar as the limited company has a certificate issued by a state agency in a foreign country confirming limited company's participation in the trade exhibition.

For more information, please contact our lawyers for consultation.

2

LEGAL UPDATE

3. New Regulations of the Department of Land Re Valuation of Official Estimated Price

In an effort to consolidate various circular letters and regulations on the official estimated price, the Department of Land issues the new Regulations Re Valuation of the Official Estimated Price for the Purpose of Charging the Fees in the Registration of Rights and Juristic Acts and Request for the Certificate of the Official Estimated Price of Land and Other Immovable Property (the "Regulations"). The Regulations set forth the rules for valuation of the official estimated price of property as well as the rules for obtaining the certificate of the official estimate price of property.

For more information, please contact our lawyers for consultation.

NARIT & ASSOCIATES

Attorneys at Law

CORPORATE & COMMERCIAL,
DISPUTE RESOLUTION & TAX
BANGKOK, THAILAND

CORPORATE & COMMERCIAL

Business Setup
Construction
Contracts/Agreements
Employment
General Counsel Services
Mergers & Acquisitions
Real Estate

DISPUTE RESOLUTION

Debt Collection
Shareholder Disputes
Breach of Contract/Misrepresentation
Bankruptcy & Business Reorganization
Labor Disputes
Construction & Real Estate Disputes
Other Business Disputes

TAX

International Tax Planning
Mergers & Acquisitions Tax Structuring
Property/Real Estate Taxes
Commercial Contract Tax Planning
Investment Tax Incentives
Finance and Securities Taxes
Corporate Tax Compliance
Transfer Pricing
Tax Restructuring
Tax Dispute
International Expatriate Services
Wealth Tax Management

Learn more about
Corporate & Commercial,
Dispute Resolution & Tax Services from
NARIT & ASSOCIATES

Visit www.naritlaw.com

