

## Tax measures for Maritime Businesses

Company or limited partnership registered under Thai law who engages in cross border transportation business is entitled to 2 tax benefits

<p><b>Reduction of Tax Rate for hire of vessel *</b></p> <ol style="list-style-type: none"> <li>1. 1 percent withholding tax to be paid by the company hiring a vessel (previously 15 percent according to section 70 of the Revenue code)</li> <li>2. Payment of hiring a marine vessel must be made to an international company or limited partnership</li> <li>3. Payment must be made during March 30, 2013 to December 31, 2013</li> </ol> <p style="margin-top: 20px;">*hire of vessel approved under law of maritime promotion</p>	<p><b>Income tax exemption for the sale of a vessel</b></p> <ol style="list-style-type: none"> <li>1. Must be a marine vessel and must be sold in order to purchase a new vessel as a replacement</li> <li>2. Must registered the new vessel within the time limit *</li> <li>3. Must notify the Director General in order to be entitled to the benefit **</li> </ol> <p style="margin-top: 20px;">*1. In case of selling a vessel, must register as a Thai vessel within 1 year prior to the selling of the old vessel or within 2 years from the date the old vessel is sold</p> <p style="margin-left: 20px;">2. in case of vessel replacement, must register as a Thai vessel within 2 years from the date the old vessel is sold.</p> <p style="margin-top: 20px;">** 1. In case where a new vessel is bought before selling of the old vessel, must notify within 30 days from the date the old vessel is sold.</p> <p style="margin-left: 20px;">2. in case where a new vessel is bought after the old vessel is sold, must notify within 30 days from the date of Thai vessel registration</p> <p style="margin-top: 20px;">*** no residual capital gains from selling of old vessel shall be deductible as expense in profit and loss account</p>
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