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Official language is Thai language

ROYAL DECREE

Issued under the Revenue Code
Regarding Revenue Tax Rate Reduction (No. 250),
B.E. 2535 (1992)

BHUMIBOL ADULYADEJ, REX.

Given on the 29th Day of March B.E. 2535 (1992);
Being the 47th Year of the Present Reign

His Majesty King Bhumibol Adulyadej is graciously pleased to proclaim that:

Whereas it is expedient to reduce the income tax rate for foundations or associations, only for the part that is assessable income described in Section 40 (8) of the Revenue Code.

By virtue of Section 175 of the Constitution of the Kingdom of Thailand and Section 3 of the Revenue Code as amended by the Revenue Code Amendment Act (No. 10), B.E. 2496, the King's Most Excellent Majesty hereby enacts a Royal Decree as follows:

Section 1 This Royal Decree is called the "Royal Decree Issued under the Revenue Code Regarding Revenue Tax Rate Reduction (No. 250) B.E. 2535".

Section 2 This Royal Decree shall come into force as from the day following the date of its publication in the Government Gazette, except Section 4, which shall be enforced on the income of foundations or associations whose accounting periods begin on 1 January B.E. 2535 or after.

Section 3 The Royal Decree Issued under the Revenue Code Regarding Revenue Tax Rate Reduction (No. 168) B.E. 2529 shall be repealed.

Section 4 The tax rate for companies or juristic partnerships prescribed under (2) (e) of the Income Tax Rates Schedule at the end of Chapter 3 Title 2 of the Revenue Code shall be reduced, and the tax rate of 2% shall be applied on gross income of foundations or associations, which operate and earn revenue that is not prescribed under Section 65 Bis (13), but is considered assessable income as described in Section 40 (8), of the Revenue Code.

Section 5 The Minister of Finance shall have charge and control of the execution of this Royal Decree.

Countersigned by:

Anand Panyarachun

Prime Minister

Remarks :- The reason for proclaiming this Royal Decree is that the law regarding income tax of foundations and associations has changed, since the Revenue Code Amendment Royal Act (No. 16) B.E. 2534 was enforced. However, it is expedient to reduce income the tax rate for foundations or associations that earned assessable income as described in Section 40 (8) of the Revenue Code, so that the income tax rate remains at 2% of their gross income. Thus, this Royal Decree is enacted.

(Government Gazette No. 109 Part 32, Dated 1 April B.E. 2535)