

Investment Incentives

• Geographical Benefits • Pro-Business Approach • Investment Incentives

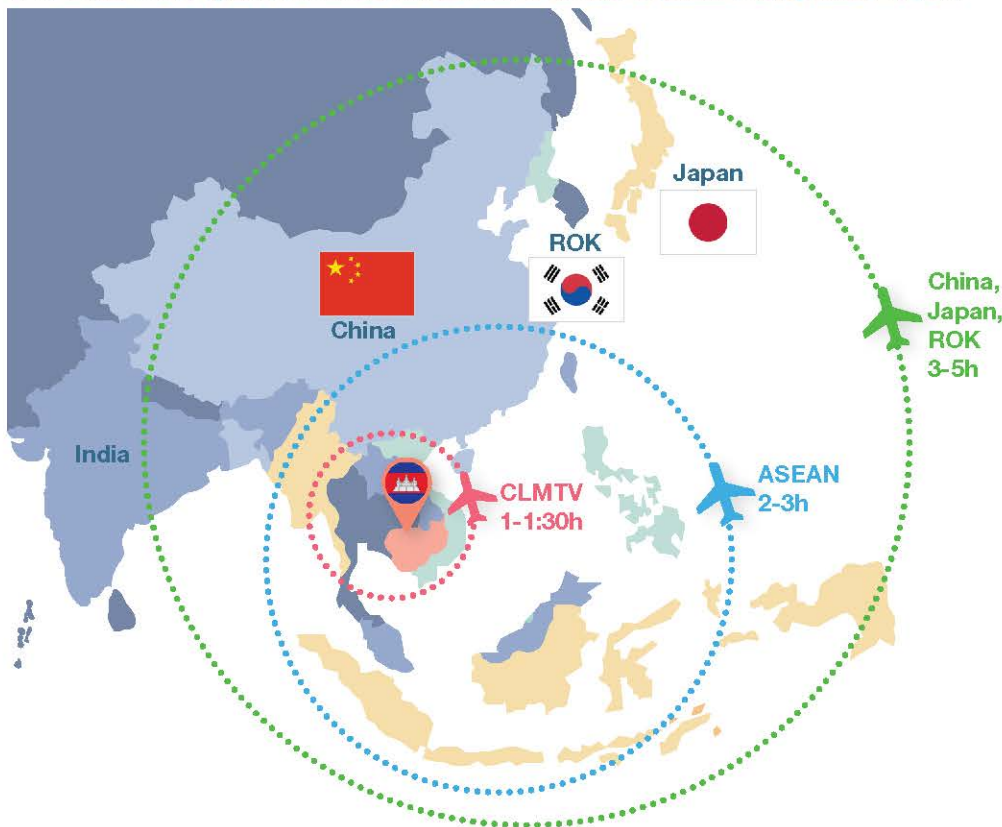


Kingdom of Cambodia
Ministry of Foreign Affairs
and International Cooperation

Economic Diplomacy
Coordinating Group

Geographical Advantages

One of the most open economies in SE Asia & central location in a dynamic region



ASEAN+6 (RCEP)

Total Population

3.58 Billion

GDP USD 27.3 Trillion
32.2% of World Economy
29.2% of World Trade



Total Population

649.1

Million

ASEAN (2018)

GDP USD 2.98 Trillion
Economic Growth 5.11%
Total Investment USD 154.7 Billion



Total Population

239

Million



CLMTV (2018)

GDP USD 866 Billion
Economic Growth 6.36%
Total Investment USD 36.7 Billion

Pro-Business Approach

1

Open Economy

- Fair & equitable treatment
- Non-discrimination
- No local equity requirement
- Free transfer

2

One-Stop Service

- Streamlining procedures
- Enhanced public service (e-platform)
- Incentives & support
- Aftercare services

3

Investment Guarantee

- No nationalisation
- No local content requirement
- No restriction on FOREX
- No capital and price control

Investment Incentives

Tax Holiday
or Special
Depreciation

Corporate
Income Tax
20%

Import Duty
Exemption

Tax holiday = Trigger Period + 3 + n (Priority Period)

(Article 7, Financial Management Law 2006 & 2009)

- » n= 1 (Industry<20M, Tourism<20M, Infrastructure<10M)
- » n=2 (Industry<50M, Infrastructure<30M)
- » n=3 (Industry>50M, Agriculture QIP, Infrastructure>30M)
or Special Depreciation

For investment in agriculture sector:

- Custom duty 0% for agriculture inputs and machineries
- One Stop Service for rice export, exemption of VAT for inputs using paddy rice
- Exemption of VAT for fertilizer, seeds, pesticides, animal feed, animal breeds, and agricultural machineries (prakas #312 MEF dated March 19, 2014)