

Supporting Businesses in a Time of Crisis

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Government Stimulus Package

Announced in 2 phases – 10th March 2020 and 24th March 2020

Financial Relief

- Availability of soft loans worth 150 billion, with interest rate at 2%
- Flexibility on loan from government banks
- Ease of debt classification criteria, allowing for more flexible lending
- Social Security Office can provide 30 billion baht in soft loans starting at 3% interest for SSO-registered entrepreneurs

Tax Relief

- Withholding Tax reduction to allow for increased liquidity
- Extension of filings for Corporate Tax, VAT and SBT
- Increase of corporate income tax deduction on employment
- 1.5x deduction of interest expense for SMEs that take part in debt restructuring programmes



Key Points for All Businesses

1 Cash management

- Prepare cash flow and “what if scenarios”
- Review debtors, collect cash

2 Cost Optimisation

- Only spend what is needed
- Develop and monitor cost reduction initiatives

3 Contingency Planning

- Consider worst case scenarios
- Review and test business continuity plan

4 Stakeholder Management

- Proactive communication to stakeholders
- Business plans, contingency plans, realistic forecasts supported by accurate assumptions / numbers

5 People

- Consider the health and wellbeing of all staff
- Consider Thai labour laws and restructure according to needs

Thank You



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