

Lao People's Democratic Republic  
Peace Independence Democracy Unity Prosperity

Prime Minister

No. 154/PM

Vientiane Capital, date: 05/03/2012

**Decree**  
**on the Cancellation of Local Content Requirements set out in Previous Legislations**

- Pursuant to Law on the Government of Lao PDR No. 02/NA, dated 6 May 2003.
- Economic Zone and Specific Economic Zone.

**The Prime Minister hereby issues a Decree as follows:**

**Article 1.** This Decree is issued for the purpose of cancelling local content requirements set

total materials used in such production shall receive an additional privilege in the form of an profit tax reduction of 50% of the tax rates mentioned above for the first 2 years of profit tax payment application” is hereby cancelled.

3). Decree on Implementation of the Law on the Promotion of Domestic Investment No. 300/PM, dated 12 October 2005;

- Annex 2 which states that: “Domestic investment enterprise to receive investment incentive must use local raw material more than 50% of the total production cost” is hereby cancelled.
- Annex 4 which states that: “Activities opened with restriction (Category 2) subject to use a main ratio of local raw material” is hereby cancelled.

4). Decree on Implementation of the Law on the Promotion of Foreign Investment No. 301/PM, dated 12 October 2005;

- Annex 2 which states that: “Domestic investment enterprise to receive investment incentive must use local raw material more than 50% of total production cost” is hereby cancelled.
- Annex 4 which states that: “Activities opened with restriction (Category 2) subject to use a main ratio of local raw material” is hereby cancelled.

**Article 3.** Ministers-heads of equivalent authorities and all parties concerned shall acknowledge and implement this Decree in a strict manner.

**Article 4.** This Decree is effective after 30 days (thirty days) from its signing date.

**The Prime Minister**

*[Signed and Sealed]*

**Thongsing THAMMAVONG**