

Table B.21
INVESTMENT TAX EXPENDITURES, BY INVESTMENT PROMOTION AGENCY AND BY TYPE, 2012-2015

(In thousand pesos)

Investment Promotion Agency	Amount of Tax Expenditures								
	Actual			Projections					
	2012			2013		2014		2015	
	Income Tax Holiday and Special Rate ^{a/}	Tax Expenditure	Customs Duties ^{c/}	Income Tax Holiday and Special Rate	Customs Duties	Income Tax Holiday and Special Rate	Customs Duties	Income Tax Holiday and Special Rate	Customs Duties
Number of Firms That Filed ITR Through e-FPS ^{b/}	Income Tax Holiday and Special Rate			Customs Duties	Income Tax Holiday and Special Rate	Customs Duties	Income Tax Holiday and Special Rate	Customs Duties	
Board of Investments (EO 226)	585	24,226,385	41,398	25,146,987	42,040	25,687,647	42,692	26,239,932	43,353
Philippine Economic Zone Authority (RA 7916, as amended by RA 8748)	1,390	61,069,729	68,108,686	63,390,378	69,164,371	64,753,271	70,236,419	66,145,467	71,325,083
Authority of the Freeport Area of Bataan (RA 9728)	22	103,682	198,475	107,622	201,552	109,935	204,676	112,299	207,848
Cagayan Economic Zone Authority (RA 7922)	18	45,130	12,519	46,845	12,713	47,852	12,910	48,881	13,110
Clark Freeport Zone (RA 7227, as amended by RA 9400)	91	991,792	1,132,043	1,029,480	1,149,590	1,051,614	1,167,408	1,074,223	1,185,503
Poro Point Freeport Zone (RA 7227, as amended by RA 9400)	3	67,837	486	70,415	494	71,928	502	73,475	509
Subic Bay Freeport Zone (RA 7227, as amended by RA 9400)	364	772,812	3,114,444	802,179	316,272	819,426	321,174	837,044	326,152
Total	2,473	87,277,367	72,608,051	90,593,906	70,887,032	92,541,673	71,985,781	94,531,321	73,101,558

a/ Tax expenditure via the income tax holiday is computed by applying the regular income tax rate to net taxable income while tax expenditures on the special rate is computed as the difference between the amount that would be paid under a regular corporate income tax regime and the amount actually paid under the special rate on gross income earned.

b/ Total number of registered firms as of 2012 is 5,338 as submitted by the investment promotions agencies to the Department of Finance. However, the total number of firms used for Poro Point Freeport Zone and Board of Investment is as of 2008 pending submission of an updated data.

c/ Tax expenditure on customs duties is computed by applying the average applicable tariff rate on duty free imports by firms registered with the investment promotions agencies.