

Table J.1.b.
2021 INVESTMENT TAX EXPENDITURES, BY SECTOR, BY TYPE OF TAX INCENTIVES, FY 2020-2022
(in thousand pesos)

Sector	2020									
	Programmed ¹					Programmed (CDA)				
	Income Tax Holiday	Special Income Tax Rate	Customs Duties	Import VAT (gross)	Total	Income Tax Incentives of Cooperatives	Local VAT Incentives of Cooperatives	Percentage Tax Incentives of Cooperatives	Total Tax Incentives of Cooperatives ^{2,3}	Total (including Incentives of Cooperatives)
I. Agriculture and fishery	548,734	203	57,902	0	606,838	56,376	843,374	-	899,750	1,506,588
Agriculture and fishery (fishery)	-	-	-	-	-	543	1,538	-	2,081	2,081
Agriculture and fishery (livestock, poultry, production of animal feeds)	271,108	-	48,614	0	319,722	6,644	190,465	-	197,110	516,832
Agriculture and fishery (operator of post harvest facility, cold storage facility)	73,837	182	9,288	0	83,307	3,218	10,615	-	13,832	97,139
Agriculture and fishery (seed production, growing of plants)	203,789	21	-	-	203,809	45,972	640,755	-	686,727	890,536
II. Economic and low-cost housing	3,099,312	26,816	-	-	3,126,128	-	-	-	-	3,126,128
Economic and low-cost housing	3,099,312	26,816	-	-	3,126,128	-	-	-	-	3,126,128
III. Energy	12,317,727	8,012,160	1,011,430	4,147,678	25,488,996	0	7,515	-	7,516	25,496,511
Energy (coal, diesel)	8,445,943	3,492,016	956,690	4,124,514	17,019,162	-	-	-	-	17,019,162
Energy (refining, storage, marketing and distribution of petroleum products)	1,009,396	267,265	8,173	19,588	1,304,422	0	7,515	-	7,516	1,311,938
Energy (renewable energy - biomass)	1,125,168	83,530	36,312	3,564	1,248,574	-	-	-	-	1,248,574
Energy (renewable energy - geothermal)	474,019	1,409,469	7,957	0	1,891,445	-	-	-	-	1,891,445
Energy (renewable energy - hydro)	354,641	2,734,261	6	0	3,088,907	-	-	-	-	3,088,907
Energy (renewable energy - solar)	386,058	8,590	1	12	394,660	-	-	-	-	394,660
Energy (renewable energy - unspecified)	29,593	-	2,291	0	31,884	-	-	-	-	31,884
Energy (renewable energy - wind)	492,911	17,031	-	-	509,942	-	-	-	-	509,942
IV. Manufacturing	20,403,421	25,511,122	33,390,118	202,158,727	281,463,388	16,986	133,141	-	150,127	281,613,515
Manufacturing (chemicals)	66,594	837,937	1,583,031	5,283,626	7,771,148	-	-	-	-	7,771,148
Manufacturing (electronics, electrical products, semicon)	11,616,915	13,390,498	12,165,145	142,132,085	179,304,642	-	-	-	-	179,304,642
Manufacturing (industrial goods, machines)	4,690,589	2,869,732	2,572,660	16,166,459	26,399,441	-	-	-	-	26,399,441
Manufacturing (food, food processing)	336,137	268,265	334,719	596,094	1,535,215	12,371	59,444	-	71,815	1,607,030
Manufacturing (garments, textiles, wearables including jewelry, leather products - including bags)	374,596	201,234	4,032,396	6,211,250	10,819,476	2,079	13,157	-	15,236	10,834,712
Manufacturing (glass, plastic, ceramic)	385,922	648,295	1,624,267	4,134,762	6,793,246	551	33,314	-	33,865	6,827,111
Manufacturing (wood, paper, rubber products)	63,573	1,567,403	1,438,377	3,184,683	6,254,036	-	-	-	-	6,254,036
Manufacturing (metals, steel)	82,757	897,086	1,047,983	3,598,345	5,626,171	-	232	-	232	5,626,404
Manufacturing (personal care and healthcare products, medical products)	760,221	359,488	578,270	1,587,819	3,285,799	29	-	-	29	3,285,828
Manufacturing (personal goods)	880,547	1,001,462	2,611,275	5,456,303	9,949,587	1,953	23,129	-	25,081	9,974,668
Manufacturing (vehicles, vehicle accessories, transport equipment)	1,145,610	3,369,722	5,401,995	13,807,300	23,724,627	4	312	-	316	23,724,943
V. Mining and quarrying	34,650	-	-	-	34,650	2	3,338	-	3,340	37,989
Mining and quarrying	34,650	-	-	-	34,650	2	3,338	-	3,340	37,989
VI. PPP projects	155,254	16,282	39,328	8,648	219,512	-	-	-	-	219,512
PPP projects	155,254	16,282	39,328	8,648	219,512	-	-	-	-	219,512
VII. Services	28,082,922	23,028,548	5,996,060	21,882,884	78,990,414	14,382,779	15,301,669	1,379,365	31,063,814	110,054,227
Services (banking, financing)	453,308	311,954	-	6,397	771,659	2,717,374	6,316,511	1,379,365	10,413,250	11,184,909
Services (BPO - non-voice, software development, IT-related services, customer support)	7,154,447	11,827,481	97,971	552,482	19,632,381	40,012	1,062,740	-	1,102,752	20,735,133
Services (call center)	1,300,884	5,592,608	144,619	1,049,059	8,087,169	-	-	-	-	8,087,169
Services (R&D)	4,111	24,906	9,205	49,540	87,762	-	-	-	-	87,762
Services (canteen and restaurant operation)	176	35,853	8,432	10,012	54,473	3,297,792	1,269,755	-	4,567,547	4,622,020
Services (construction, leasing, real estate other than economic and low-cost housing, ecozone operator)	12,218,025	3,498,660	28,264	462,229	16,407,179	8,169	20,845	-	29,014	16,436,192
Services (operator of training and learning centers, operator of medical and health facilities)	17,252	138,222	4,054	58,621	218,149	19,163	119,741	-	138,904	357,053
Services (other general services)	2,781,899	69,969	1,487,890	5,649,494	9,989,252	7,898,939	2,454,828	-	10,353,767	20,343,019
Services (warehousing, logistics, utilities, operator of sea ports and airports)	3,126,381	1,305,387	3,518,510	12,875,542	20,825,819	123,002	1,836,775	-	1,959,778	22,785,597
Services (wholesale, retail, trading)	1,026,440	223,509	497,114	1,169,508	2,916,571	278,329	2,220,474	-	2,498,802	5,415,373
VIII. Tourism	3,687,764	9,761,464	150,821	300,662	13,900,711	165	1,281	-	1,446	13,902,157
Tourism (accommodation, hotels, resort)	3,687,764	623,636	138,879	282,715	4,732,994	165	1,281	-	1,446	4,734,440
Tourism (medical tourism, other tourism-related services)	-	9,137,829	11,942	17,947	9,167,717	-	-	-	-	9,167,717
IX. Unfilled/ unspecified registered activity	-	-	88,033	148,684	236,717	856	47,429	-	48,285	285,001
Unfilled/unspecified registered activity	-	-	88,033	148,684	236,717	856	47,429	-	48,285	285,001
Total	68,329,783	66,356,596	40,733,691	228,647,282	404,067,353	14,457,164	16,337,747	1,379,365	32,174,276	436,241,629

¹ Values reflected are 2020 programmed investment tax expenditures for 2021 as stated in the 2020 report.

² Values reflected are 2020 actual amount of investment tax expenditures as stated in the 2020 report.

³ Values reflected are 2021 projections of investment tax expenditures for 2021 as stated in the 2020 report.

⁴ The 2022 projections of investment tax expenditure for incentives on income tax were computed using the 2021-2022 nominal GDP growth rates by sector as reported by the Philippine Statistics Authority (PSA), while the projections of investment tax expenditure for incentives on customs duties were computed using the 5 year average growth rate of value of imports as reported by the BOC.

⁵ The investment tax expenditure on ITH was computed by applying the regular income tax rate of 20%/25% to the net taxable income.

⁶ The investment tax expenditure on special income tax rate was computed as the difference between the amount that would have been paid to the national government under a regular corporate income tax regime and the amount actually paid under the special income tax rate regime.

⁷ The Cooperative Development Authority is not an Investment Promotion Agency (IPA), however, RA 10963 mandates it to consolidate and submit to the BIR the annual tax incentive reports of registered cooperatives.

⁸ The income tax incentives of cooperatives were computed based on the preferential tax treatment of cooperatives in accordance with Republic Act 9520, and are to be included in the TIMTA report, as stated in the TIMTA law.

* Numbers may not add up due to rounding.

** The tax incentives of cooperatives are reported in the TIMTA report in accordance to Sec. 3 of TRAIN Law which took effect in 2018.

*** The revenue forgone for tax incentives of cooperatives does not include the importation incentives of cooperatives.

Sources: Bureau of Internal Revenue (BIR), Bureau of Customs (BOC), Cooperative Development Authority (CDA), DOF staff computation

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2021 INVESTMENT TAX EXPENDITURES, BY SECTOR, BY TYPE OF TAX INCENTIVES, FY 2020-2022
(in thousand pesos)

Sector	2020									
	Income Tax Holiday ⁵	Special Income Tax Rate ⁶	Actual ² Customs duties	Import VAT (gross)	Total	Income Tax Incentives of Cooperatives	Local VAT Incentives of Cooperatives	Percentage Tax Incentives of Cooperatives	Total Tax Incentives of Cooperatives ^{7,8}	Total (including Incentives of Cooperatives)
I. Agriculture and fishery	100,285	-	20,571	14,635	135,491	35,278	193,455	159	228,891	364,383
Agriculture and fishery (fishery)	-	-	-	-	-	51	138	-	189	189
Agriculture and fishery (livestock, poultry, production of animal feeds)	10,672	-	3,694	14,240	28,606	16,509	59,875	6	76,390	104,996
Agriculture and fishery (operator of post harvest facility, cold storage facility)	39,703	-	15,422	-	55,126	80	4,179	-	4,260	59,385
Agriculture and fishery (seed production, growing of plants)	49,910	-	1,455	395	51,760	18,637	129,263	153	148,053	199,813
II. Economic and low-cost housing	124,573	19,307	-	-	143,880	-	-	-	-	143,880
Economic and low-cost housing	124,573	19,307	-	-	143,880	-	-	-	-	143,880
III. Energy	869,142	7,792,128	1,298,524	2,098,873	12,058,667	274	456	84	814	12,059,481
Energy (coal, diesel)	21,130	-	1,080,635	2,018,408	3,120,173	-	-	-	-	3,120,173
Energy (refining, storage, marketing and distribution of petroleum products)	52,998	31,543	152,034	16,477	253,053	274	456	84	814	253,867
Energy (renewable energy - biomass)	212,832	122,440	35,376	56,118	426,767	-	-	-	-	426,767
Energy (renewable energy - geothermal)	235,550	7,638,145	23,313	-	7,897,008	-	-	-	-	7,897,008
Energy (renewable energy - hydro)	8,635	-	4,490	-	13,125	-	-	-	-	13,125
Energy (renewable energy - solar)	244,648	-	2,580	7,869	255,096	-	-	-	-	255,096
Energy (renewable energy - unspecified)	-	-	96	-	96	-	-	-	-	96
Energy (renewable energy - wind)	93,348	-	-	-	93,348	-	-	-	-	93,348
IV. Manufacturing	6,712,657	18,549,582	65,947,999	272,375,362	363,585,601	3,376	36,230	408	40,015	363,625,616
Manufacturing (chemicals)	5,139	298,443	1,264,255	6,914,179	8,482,015	-	-	-	-	8,482,015
Manufacturing (electronics, electrical products, semicon)	5,257,388	10,180,675	48,217,383	220,491,438	284,146,884	-	-	-	-	284,146,884
Manufacturing (industrial goods, machines)	395,928	2,782,224	2,086,867	13,369,536	18,634,555	-	-	-	-	18,634,555
Manufacturing (food, food processing)	20,139	49,605	329,585	697,603	1,096,932	2,754	20,041	131	22,926	1,119,857
Manufacturing (garments, textiles, wearables including jewelry, leather products - including bags)	61,458	197,828	3,057,619	4,617,217	7,934,122	129	1,404	-	1,533	7,935,655
Manufacturing (glass, plastic, ceramic)	65,489	564,779	1,173,123	3,241,287	5,044,678	-	14	-	14	5,044,692
Manufacturing (wood, paper, rubber products)	9,656	251,106	1,454,386	2,921,016	4,636,163	304	14,093	278	14,675	4,650,837
Manufacturing (metals, steel)	39,977	734,631	1,019,603	3,589,792	5,384,004	-	-	-	-	5,384,004
Manufacturing (personal care and healthcare products, medical products)	634,822	801,382	553,993	1,765,285	3,755,481	164	12	-	176	3,755,657
Manufacturing (personal goods)	6,392	130,445	2,469,427	4,651,331	7,257,594	26	666	-	692	7,258,286
Manufacturing (vehicles, vehicle accessories, transport equipment)	216,270	2,558,465	4,321,758	10,116,679	17,213,173	-	-	-	-	17,213,173
V. Mining and quarrying	-	-	-	-	-	8	12	-	20	20
Mining and quarrying	-	-	-	-	-	8	12	-	20	20
VI. PPP projects	-	-	27,583	-	27,583	-	-	-	-	27,583
PPP projects	-	-	27,583	-	27,583	-	-	-	-	27,583
VII. Services	12,138,993	20,119,910	4,499,289	18,162,257	54,920,449	3,252,442	13,312,057	1,241,116	17,805,615	72,726,064
Services (banking, financing)	-	-	-	-	-	2,118,063	5,963,226	1,166,971	9,248,260	9,248,260
Services (BPO - non-voice, software development, IT-related services, customer support)	5,585,740	13,670,871	401,683	1,498,960	21,157,254	86,494	353,924	268	440,686	21,597,940
Services (call center)	817,299	2,407,957	95,201	1,071,544	4,392,001	-	-	-	-	4,392,001
Services (R&D)	-	34,123	2,254	12,531	48,908	-	-	-	-	48,908
Services (canteen and restaurant operation)	157	20,559	169	217	21,103	45,620	280,504	10,146	336,270	357,372
Services (construction, leasing, real estate other than economic and low-cost housing, ecozone operator)	124,439	1,946,677	114,807	189,080	2,375,004	5,066	76,605	65	81,736	2,456,740
Services (operator of training and learning centers, operator of medical and health facilities)	8,892	122,047	1,926	70,965	203,831	25,819	192,917	105	219,841	423,672
Services (other general services)	555,562	144,033	770,266	2,819,499	4,289,360	210,715	1,851,510	314	2,062,539	6,351,899
Services (warehousing, logistics, utilities, operator of sea ports and airports)	5,045,281	1,315,209	2,964,861	12,074,308	21,399,659	47,478	1,500,481	1,978	1,549,937	22,949,596
Services (wholesale, retail, trading)	1,622	458,434	148,122	425,152	1,033,330	712,187	3,092,888	61,270	3,866,346	4,899,676
VIII. Tourism	17,737	151,719	139,550	490,369	799,375	15	730	66,349	67,094	866,469
Tourism (accommodation, hotels, resort)	11,056	48,368	137,131	485,033	681,589	11	714	66,349	67,075	748,663
Tourism (medical tourism, other tourism-related services)	6,680	103,351	2,419	5,336	117,787	3	16	-	19	117,806
IX. Unfilled/ unspecified registered activity	-	-	609	6,297	6,906	92,673	3,829,248	125,922	4,047,844	4,054,750
Unfilled/unspecified registered activity	-	-	609	6,297	6,906	92,673	3,829,248	125,922	4,047,844	4,054,750
Total	19,963,388	46,632,647	71,934,126	293,147,793	431,677,953	3,384,065	17,372,188	1,434,039	22,190,293	453,868,246

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	Income Tax Holiday	Special Income Tax Rate	Customs Duties	Import VAT (gross)	Total	Income Tax Incentives of Cooperatives	Local VAT Incentives of Cooperatives	Percentage Tax Incentives of Cooperatives	Total Tax Incentives of Cooperatives ^{2,4}	Total (including Incentives of Cooperatives)
I. Agriculture and fishery	100,367	-	20,613	14,664	135,644	35,306	193,612	159	229,077	364,721
Agriculture and fishery (fishery)	-	-	-	-	-	51	138	-	189	189
Agriculture and fishery (livestock, poultry, production of animal feeds)	10,680	-	3,702	14,268	28,650	16,523	59,924	6	76,452	105,103
Agriculture and fishery (operator of post harvest facility, cold storage facility)	39,736	-	15,453	-	55,189	80	4,183	-	4,263	59,452
Agriculture and fishery (seed production, growing of plants)	49,951	-	1,457	396	51,804	18,652	129,368	153	148,173	199,977
II. Economic and low-cost housing	124,675	19,323	-	-	143,997	-	-	-	-	143,997
Economic and low-cost housing	124,675	19,323	-	-	143,997	-	-	-	-	143,997
III. Energy	869,848	7,798,461	1,301,134	2,103,092	12,072,535	274	456	84	815	12,073,350
Energy (coal, diesel)	21,147	-	1,082,807	2,022,465	3,126,419	-	-	-	-	3,126,419
Energy (refining, storage, marketing and distribution of petroleum products)	53,041	31,569	152,340	16,510	253,461	274	456	84	815	254,275
Energy (renewable energy - biomass)	213,005	122,539	35,447	56,231	427,223	-	-	-	-	427,223
Energy (renewable energy - geothermal)	235,741	7,644,353	23,360	-	7,903,454	-	-	-	-	7,903,454
Energy (renewable energy - hydro)	8,642	-	4,499	-	13,141	-	-	-	-	13,141
Energy (renewable energy - solar)	244,847	-	2,585	7,885	255,316	-	-	-	-	255,316
Energy (renewable energy - unspecified)	-	-	96	-	96	-	-	-	-	96
Energy (renewable energy - wind)	93,424	-	-	-	93,424	-	-	-	-	93,424
IV. Manufacturing	6,718,113	18,564,658	66,080,558	272,922,851	364,286,181	3,379	36,260	409	40,048	364,326,228
Manufacturing (chemicals)	5,143	298,685	1,266,796	6,928,077	8,498,701	-	-	-	-	8,498,701
Manufacturing (electronics, electrical products, semicon)	5,261,661	10,188,950	48,314,302	220,934,638	284,699,550	-	-	-	-	284,699,550
Manufacturing (industrial goods, machines)	395,249	2,784,485	2,091,062	13,396,409	18,668,206	-	-	-	-	18,668,206
Manufacturing (food, food processing)	20,155	49,645	330,247	699,006	1,099,053	2,756	20,057	131	22,944	1,121,997
Manufacturing (garments, textiles, wearables including jewelry, leather products - including bags)	61,508	197,989	3,063,765	4,626,498	7,949,760	129	1,405	-	1,534	7,951,294
Manufacturing (glass, plastic, ceramic)	65,543	565,238	1,175,481	3,247,802	5,054,064	-	14	-	14	5,054,078
Manufacturing (wood, paper, rubber products)	9,663	251,310	1,457,309	2,926,887	4,645,170	304	14,104	278	14,686	4,659,856
Manufacturing (metals, steel)	40,010	735,228	1,021,653	3,597,008	5,393,898	-	-	-	-	5,393,898
Manufacturing (personal care and healthcare products, medical products)	635,338	802,033	555,107	1,768,835	3,761,311	164	12	-	176	3,761,487
Manufacturing (personal goods)	9,397	130,551	2,474,390	4,660,680	7,272,019	26	667	-	693	7,272,711
Manufacturing (vehicles, vehicle accessories, transport equipment)	216,446	2,560,545	4,330,445	10,137,014	17,244,450	-	-	-	-	17,244,450
V. Mining and quarrying	-	-	-	-	-	8	12	-	20	20
Mining and quarrying	-	-	-	-	-	8	12	-	20	20
VI. PPP projects	-	-	27,638	-	27,638	-	-	-	-	27,638
PPP projects	-	-	27,638	-	27,638	-	-	-	-	27,638
VII. Services	12,148,859	20,136,262	4,508,333	18,198,764	54,992,218	3,255,085	13,322,876	1,242,125	17,820,086	72,812,304
Services (banking, financing)	-	-	-	-	-	2,119,784	5,968,073	1,167,920	9,255,776	9,255,776
Services (BPO - non-voice, software development, IT-related services, customer support)	5,590,280	13,681,982	402,490	1,501,973	21,176,725	86,564	354,212	268	441,044	21,617,769
Services (call center)	817,964	2,409,914	95,393	1,073,698	4,396,968	-	-	-	-	4,396,968
Services (R&D)	157	34,150	2,259	12,556	48,965	-	-	-	-	48,965
Services (canteen and restaurant operation)	-	20,576	170	218	21,120	-	-	-	-	21,120
Services (construction, leasing, real estate other than economic and low-cost housing, ecozone operator)	124,541	1,948,260	115,038	189,460	2,377,298	45,657	280,732	10,154	336,543	2,713,841
Services (operator of training and learning centers, operator of medical and health facilities)	8,900	122,147	1,930	71,107	204,084	5,070	76,667	65	81,802	245,886
Services (other general services)	556,013	144,150	771,814	2,825,166	4,297,144	204,084	1,853,015	105	2,202,020	4,500,164
Services (warehousing, logistics, utilities, operator of sea ports and airports)	5,049,382	1,316,278	2,970,820	12,098,578	21,435,058	210,886	1,853,015	314	2,064,215	23,499,273
Services (wholesale, retail, trading)	1,623	458,806	148,419	426,007	1,034,856	47,517	1,501,701	1,979	1,551,197	22,986,255
VIII. Tourism	17,751	151,843	139,831	491,355	800,779	15	730	66,403	67,148	867,928
Tourism (accommodation, hotels, resort)	11,065	48,407	137,407	486,008	682,887	11	715	66,403	67,129	750,017
Tourism (medical tourism, other tourism-related services)	6,686	103,435	2,424	5,347	117,892	3	16	-	19	117,911
IX. Unfilled/ unspecified registered activity	-	-	611	6,309	6,920	92,749	3,832,360	126,025	4,051,134	4,058,054
Unfilled/unspecified registered activity	-	-	611	6,309	6,920	92,749	3,832,360	126,025	4,051,134	4,058,054
Total	19,979,613	46,670,548	72,078,717	293,737,036	432,465,913	3,386,816	17,386,307	1,435,205	22,208,328	454,674,240

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² Values reflected are 2020 actual amount of investment tax expenditures as stated in the 2020 report.

³ Values reflected are 2021 projections of investment tax expenditures for 2021 as stated in the 2020 report.

⁴ The 2022 projections of investment tax expenditure for incentives on income tax were computed using the 2021-2022 nominal GDP growth rates by sector as reported by the Philippine Statistics Authority (PSA), while the projections of investment tax expenditure for incentives on customs duties were computed using the 5 year average growth rate of value of imports as reported by the BOC.

⁵ The investment tax expenditure on ITH was computed by applying the regular income tax rate of 20%/25% to the net taxable income.

⁶ The investment tax expenditure on special income tax rate was computed as the difference between the amount that would have been paid to the national government under a regular corporate income tax regime and the amount actually paid under the special income tax rate regime.

⁷ The Cooperative Development Authority is not an Investment Promotion Agency (IPA), however, RA 10963 mandates it to consolidate and submit to the BIR the annual tax incentive reports of registered cooperatives.

⁸ The income tax incentives of cooperatives were computed based on the preferential tax treatment of cooperatives in accordance with Republic Act 9520, and are to be included in the TIMTA report, as stated in the TIMTA law.

* Numbers may not add up due to rounding.

** The tax incentives of cooperatives are reported in the TIMTA report in accordance to Sec. 3 of TRAIN Law which took effect in 2018.

*** The revenue forgone for tax incentives of cooperatives does not include the importation incentives of cooperatives.

Sources: Bureau of Internal Revenue (BIR), Bureau of Customs (BOC), Cooperative Development Authority (CDA), DOF staff computation

Table J.1.b.
2021 INVESTMENT TAX EXPENDITURES, BY SECTOR, BY TYPE OF TAX INCENTIVES, FY 2020-2022
(in thousand pesos)

Sector	2021									
	Actual					Actual (CDA)				
	Income Tax Holiday ⁵	Special Income Tax Rate ⁶	Customs Duties	Import VAT (gross)	Total	Income Tax Incentives of Cooperatives	Local VAT Incentives of Cooperatives	Percentage Tax Incentives of Cooperatives	Total Tax Incentives of Cooperatives ^{7,8}	Total (including Incentives of Cooperatives)
I. Agriculture and fishery	103,985	-	9,720	-	113,705	94,476	181,910	8,254	284,639	398,344
Agriculture and fishery (fishery)	-	-	-	-	-	277	304	-	581	581
Agriculture and fishery (livestock, poultry, production of animal feeds)	4,179	-	588	-	4,767	20,965	40,325	3,999	65,289	70,056
Agriculture and fishery (operator of post harvest facility, cold storage facility)	35,897	-	9,132	-	45,029	3,896	23,053	4,012	30,961	75,991
Agriculture and fishery (seed production, growing of plants)	63,909	-	-	-	63,909	69,338	118,228	243	187,808	251,717
II. Economic and low-cost housing	192,571	-	-	-	192,571	-	-	-	-	192,571
Economic and low-cost housing	192,571	-	-	-	192,571	-	-	-	-	192,571
III. Energy	260,461	5,898	1,114,355	13,125,825	14,506,538	855	17,828	338	19,021	14,525,559
Energy (coal, diesel)	104,047	807	985,898	12,245,604	13,336,357	-	-	-	-	13,336,357
Energy (refining, storage, marketing and distribution of petroleum products)	-	5,091	35,052	161,002	201,145	855	17,828	338	19,021	220,166
Energy (renewable energy - biomass)	86,137	-	2,266	11,806	100,209	-	-	-	-	100,209
Energy (renewable energy - geothermal)	-	-	909	-	909	-	-	-	-	909
Energy (renewable energy - hydro)	6,118	-	617	-	6,735	-	-	-	-	6,735
Energy (renewable energy - solar)	64,159	-	44,191	586,813	695,163	-	-	-	-	695,163
Energy (renewable energy - unspecified)	-	-	45,421	120,600	166,021	-	-	-	-	166,021
Energy (renewable energy - wind)	-	-	-	-	-	-	-	-	-	-
IV. Manufacturing	5,830,165	6,687,243	38,039,883	219,734,779	270,292,070	39,957	72,255	311	112,523	270,404,593
Manufacturing (chemicals)	9,306	634,998	531,262	3,124,208	4,299,773	-	-	-	-	4,299,773
Manufacturing (electronics, electrical products, semicon)	5,271,261	2,455,323	14,298,180	154,628,987	176,653,751	-	-	-	-	176,653,751
Manufacturing (industrial goods, machines)	173,737	903,871	3,118,004	14,575,990	18,771,602	-	-	-	-	18,771,602
Manufacturing (food, food processing)	32,432	933,093	377,372	952,855	2,285,752	24,929	35,101	105	60,136	2,355,888
Manufacturing (garments, textiles, wearables including jewelry, leather products - including bags)	186,793	25,438	3,324,792	5,503,672	9,040,695	1,310	6,788	10	8,109	9,048,804
Manufacturing (glass, plastic, ceramic)	27,841	28,370	3,380,915	6,422,807	9,859,932	-	21	-	21	9,859,953
Manufacturing (wood, paper, rubber products)	61,855	17,540	1,841,533	3,710,158	5,631,086	13,370	30,315	196	43,881	5,674,966
Manufacturing (metals, steel)	2,512	199,084	4,149,229	14,640,712	18,991,536	-	-	-	-	18,991,536
Manufacturing (personal care and healthcare products, medical products)	39,933	293,851	675,655	1,917,014	2,926,454	347	29	-	377	2,926,831
Manufacturing (personal goods)	3,039	12,793	959,490	1,955,607	2,930,929	-	-	-	-	2,930,929
Manufacturing (vehicles, vehicle accessories, transport equipment)	21,457	1,182,882	5,383,451	12,302,770	18,890,560	-	-	-	-	18,890,560
V. Mining and quarrying	-	-	-	-	-	-	-	34	34	34
Mining and quarrying	-	-	-	-	-	-	-	34	34	34
VI. PPP projects	1,931	-	26,292	-	28,222	-	-	-	-	28,222
PPP projects	1,931	-	26,292	-	28,222	-	-	-	-	28,222
VII. Services	2,223,789	7,629,535	5,829,713	48,072,254	63,755,292	5,791,959	11,545,268	1,944,616	19,281,844	83,037,135
Services (banking, financing)	-	1,777	23	155	1,955	4,748,956	4,100,072	1,758,681	10,607,708	10,609,663
Services (BPO - non-voice, software development, IT-related services, customer support)	979,185	3,883,154	272,771	1,111,005	6,246,115	187,807	393,261	30,948	6,121,017	6,858,132
Services (call center)	995,497	2,705,775	441,686	4,834,130	8,977,087	-	-	-	-	8,977,087
Services (R&D)	-	9,094	31,117	118,059	158,270	-	-	-	-	158,270
Services (canteen and restaurant operation)	599	15,975	1,642	1,052	19,268	110,007	293,205	31,558	434,770	454,038
Services (construction, leasing, real estate other than economic and low-cost housing, ecozone operator)	175,899	400,467	396,692	25,872,549	26,845,607	4,328	31,270	342	35,940	26,881,547
Services (operator of training and learning centers, operator of medical and health facilities)	25,657	387,998	4,326	17,689	45,907	45,907	240,077	6,627	293,610	729,281
Services (other general services)	37,145	27,108	330,783	767,755	1,162,790	215,411	1,739,368	3,510	1,958,289	3,121,079
Services (warehousing, logistics, utilities, operator of sea ports and airports)	9,808	154,903	4,026,924	14,602,600	18,794,234	103,544	1,016,894	8,108	1,128,546	19,922,780
Services (wholesale, retail, trading)	-	43,283	323,748	747,261	1,114,293	374,999	3,731,121	104,843	4,210,964	5,325,256
VIII. Tourism	3,230	51,455	145,713	503,007	703,404	4	117,833	14,379	132,216	835,620
Tourism (accommodation, hotels, resort)	3,230	38,410	145,354	502,648	689,642	2	117,796	14,379	132,176	821,818
Tourism (medical tourism, other tourism-related services)	-	13,045	359	358	13,762	3	37	-	40	13,802
IX. Unfilled/ unspecified registered activity	29,706	46	-	-	29,752	350,579	802,724	109,387	1,262,690	1,292,442
Unfilled/unspecified registered activity	29,706	46	-	-	29,752	350,579	802,724	109,387	1,262,690	1,292,442
Total	8,645,837	14,374,177	45,165,675	281,435,865	349,621,554	6,277,830	12,737,852	2,077,285	21,092,967	370,714,521

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² Values reflected are 2020 actual amount of investment tax expenditures as stated in the 2020 report.

³ Values reflected are 2021 projections of investment tax expenditures for 2021 as stated in the 2020 report.

⁴ The 2022 projections of investment tax expenditure for incentives on income tax were computed using the 2021-2022 nominal GDP growth rates by sector as reported by the Philippine Statistics Authority (PSA), while the projections of investment tax expenditure for incentives on customs duties were computed using the 5 year average growth rate of value of imports as reported by the BOC.

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Sources: Bureau of Internal Revenue (BIR), Bureau of Customs (BOC), Cooperative Development Authority (CDA), DOF staff computation

Table J.1.b.
2021 INVESTMENT TAX EXPENDITURES, BY SECTOR, BY TYPE OF TAX INCENTIVES, FY 2020-2022
(in thousand pesos)

Sector	2022									
	Projections ⁴					Projections (CDA)				
	Income Tax Holiday	Special Income Tax Rate	Customs Duties	Import VAT (gross)	Total	Income Tax Incentives of Cooperatives	Local VAT Incentives of Cooperatives	Percentage Tax Incentives of Cooperatives	Total Tax Incentives of Cooperatives ^{2, 5}	Total (including Incentives of Cooperatives)
I. Agriculture and fishery	117,988	-	10,823	-	128,811	107,198	206,406	9,365	322,970	451,781
Agriculture and fishery (fishery)	-	-	-	-	-	314	345	-	659	659
Agriculture and fishery (livestock, poultry, production of animal feeds)	4,742	-	655	-	5,396	23,788	45,755	4,537	74,081	79,477
Agriculture and fishery (operator of post harvest facility, cold storage facility)	40,731	-	10,168	-	50,899	4,421	26,157	4,552	35,131	86,030
Agriculture and fishery (seed production, growing of plants)	72,515	-	-	-	72,515	78,675	134,148	275	213,099	285,614
II. Economic and low-cost housing	218,504	-	-	-	218,504	-	-	-	-	218,504
Economic and low-cost housing	218,504	-	-	-	218,504	-	-	-	-	218,504
III. Energy	295,536	6,693	1,240,772	14,614,877	16,157,877	970	20,229	383	21,582	16,179,460
Energy (coal, diesel)	118,058	916	1,097,743	13,634,801	14,851,518	-	-	-	-	14,851,518
Energy (refining, storage, marketing and distribution of petroleum products)	-	5,777	39,029	179,266	224,072	970	20,229	383	21,582	245,654
Energy (renewable energy - biomass)	97,737	-	2,523	13,145	113,405	-	-	-	-	113,405
Energy (renewable energy - geothermal)	-	-	1,012	-	1,012	-	-	-	-	1,012
Energy (renewable energy - hydro)	-	-	687	-	687	-	-	-	-	687
Energy (renewable energy - solar)	6,942	-	49,205	653,384	775,387	-	-	-	-	775,387
Energy (renewable energy - unspecified)	72,799	-	50,573	134,281	184,855	-	-	-	-	184,855
Energy (renewable energy - wind)	-	-	-	-	-	-	-	-	-	-
IV. Manufacturing	6,615,275	7,587,770	42,355,298	244,662,481	301,220,825	45,338	81,985	353	127,676	301,348,501
Manufacturing (chemicals)	10,559	720,509	591,530	3,478,632	4,801,230	-	-	-	-	4,801,230
Manufacturing (electronics, electrical products, semicon)	5,981,107	2,785,965	15,920,230	172,170,794	196,858,097	-	-	-	-	196,858,097
Manufacturing (industrial goods, machines)	197,133	1,025,590	3,471,724	16,229,556	20,924,003	-	-	-	-	20,924,003
Manufacturing (food, food processing)	36,799	1,058,747	420,183	1,060,951	2,576,680	28,286	39,828	120	68,234	2,644,914
Manufacturing (garments, textiles, wearables including jewelry, leather products - including bags)	211,948	28,864	3,701,971	6,128,033	10,070,816	1,487	7,702	11	9,200	10,080,016
Manufacturing (glass, plastic, ceramic)	31,590	32,190	3,764,462	7,151,439	10,979,680	-	23	-	23	10,979,704
Manufacturing (wood, paper, rubber products)	70,184	19,902	2,050,444	4,131,056	6,271,586	15,171	34,397	222	49,790	6,321,376
Manufacturing (metals, steel)	2,850	225,893	4,619,936	16,301,620	21,150,299	-	-	-	-	21,150,299
Manufacturing (personal care and healthcare products, medical products)	45,311	333,423	752,305	2,134,489	3,265,527	394	33	-	428	3,265,954
Manufacturing (personal goods)	3,448	14,515	1,068,339	2,177,460	3,263,762	-	-	-	-	3,263,762
Manufacturing (vehicles, vehicle accessories, transport equipment)	24,347	1,342,173	5,994,174	13,698,451	21,059,145	-	-	-	-	21,059,145
V. Mining and quarrying	-	-	-	-	-	-	-	39	39	39
Mining and quarrying	-	-	-	-	-	-	-	39	39	39
VI. PPP projects	2,190	-	29,274	-	31,465	-	-	-	-	31,465
PPP projects	2,190	-	29,274	-	31,465	-	-	-	-	31,465
VII. Services	2,523,252	8,656,955	6,491,061	53,525,787	71,197,056	6,571,925	13,099,994	2,206,485	21,878,403	93,075,459
Services (banking, financing)	-	2,016	26	173	2,215	5,388,466	4,652,201	1,995,511	12,036,179	12,038,393
Services (BPO - non-voice, software development, IT-related services, customer support)	1,111,046	4,406,073	303,716	1,237,042	7,057,877	213,098	446,219	35,116	694,433	7,752,310
Services (call center)	1,129,554	3,070,144	491,793	5,382,535	10,074,026	-	-	-	-	10,074,026
Services (R&D)	680	10,319	34,647	131,452	176,418	-	-	-	-	176,418
Services (canteen and restaurant operation)	18,126	1,829	1,171	21,806	21,806	124,821	332,689	35,808	493,317	515,123
Services (construction, leasing, real estate other than economic and low-cost housing, ecozone operator)	199,586	454,396	441,694	28,807,648	29,903,324	4,911	35,481	388	40,779	29,944,103
Services (operator of training and learning centers, operator of medical and health facilities)	29,112	440,247	4,817	19,695	493,872	53,224	272,406	7,519	333,149	827,021
Services (other general services)	42,147	30,758	368,309	854,852	1,296,066	244,419	1,973,598	3,982	2,221,999	3,518,065
Services (warehousing, logistics, utilities, operator of sea ports and airports)	11,128	175,763	4,483,756	16,259,184	20,929,832	117,488	1,153,832	9,200	1,280,520	22,210,352
Services (wholesale, retail, trading)	-	49,112	360,475	832,034	1,241,621	425,498	4,233,567	118,962	4,778,027	6,019,648
VIII. Tourism	3,665	58,384	162,243	560,070	784,362	5	133,701	16,315	150,021	934,382
Tourism (accommodation, hotels, resort)	3,665	43,582	161,843	559,671	768,761	2	133,659	16,315	149,976	918,737
Tourism (medical tourism, other tourism-related services)	-	14,801	400	399	15,600	3	42	-	45	15,645
IX. Unfilled/ unspecified registered activity	33,706	52	-	-	33,758	397,789	910,822	124,118	1,432,728	1,466,486
Unfilled/unspecified registered activity	33,706	52	-	-	33,758	397,789	910,822	124,118	1,432,728	1,466,486
Total	9,810,116	16,309,854	50,289,472	313,363,215	389,772,657	7,123,224	14,453,175	2,357,019	23,933,419	413,706,076

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