

Table K.1.b.
2015 INVESTMENT TAX EXPENDITURES, BY SECTOR, BY TYPE OF TAX INCENTIVES, FY 2015-2016
(in thousand pesos)

Sector	2015				2016			
	Actual				Projection ¹			
	Income Tax Holiday (ITH) ²	Special Income Tax Rate ³	Customs Duties	Total	Income Tax Holiday (ITH)	Special Income Tax Rate	Customs Duties	Total
I. Agriculture and Fishery	495,344	24	-	495,368	505,927	24	-	505,952
Agriculture and Fishery (Fishery, etc.)	-	-	-	-	-	-	-	-
Agriculture and Fishery (Livestock, Poultry, Production of Animal Feeds, etc.)	37,889	-	-	37,889	38,699	-	-	38,699
Agriculture and Fishery (Operator of Post Harvest Facility, Cold Storage Facility, etc.)	120,474	-	-	120,474	123,048	-	-	123,048
Agriculture and Fishery (Seed Production, Growing of Plants, etc.)	336,981	24	-	337,004	344,181	24	-	344,205
II. Economic and Low-Cost Housing	3,450,781	147,204	149	3,598,134	3,796,221	161,940	191	3,958,351
Economic and Low-cost Housing	3,450,781	147,204	149	3,598,134	3,796,221	161,940	191	3,958,351
III. Energy	9,630,410	1,536,591	744,365	11,911,367	10,401,611	1,659,641	953,293	13,014,546
Energy (Coal, Diesel, etc.)	5,542,681	-	549,934	6,092,615	5,986,537	-	704,290	6,690,827
Energy (Refining, Storage, Marketing and Distribution of Petroleum Products)	655,846	20,031	42	675,919	708,366	21,635	54	730,055
Energy (Renewable Energy - Biomass)	351,084	58,590	95,476	505,151	379,199	63,282	122,275	564,756
Energy (Renewable Energy - Geothermal)	1,966,940	1,455,001	1,719	3,423,660	2,124,452	1,571,517	2,202	3,698,170
Energy (Renewable Energy - Hydro)	621,849	1,457	1,408	624,715	674,647	1,574	1,804	675,024
Energy (Renewable Energy - Solar)	39,895	-	95,785	135,680	43,090	-	122,670	165,760
Energy (Renewable Energy - Unspecified)	35,047	1,513	-	36,560	37,854	1,634	-	39,488
Energy (Renewable Energy - Wind)	417,068	-	-	417,068	450,467	-	-	450,467
IV. Manufacturing	22,442,812	14,886,463	14,243,912	51,573,187	24,240,027	16,078,567	18,241,894	58,560,488
Manufacturing (Chemicals, etc.)	903,535	237,764	110,150	1,251,449	975,889	256,804	141,067	1,373,761
Manufacturing (Food, Food Processing, etc.)	1,640,246	393,623	398,816	2,432,685	1,771,597	425,144	510,756	2,707,497
Manufacturing (Garments, Textiles, Wearables including Jewelry, Leather Products - including bags, etc.)	204,327	127,092	1,747,721	2,079,141	220,690	137,270	2,238,272	2,596,231
Manufacturing (Industrial Goods, Machines, Electronics, Electrical Products, etc.)	15,625,318	7,657,637	7,454,182	30,737,137	16,876,590	8,270,859	9,546,422	34,693,871
Manufacturing (Metals, Steel, etc.)	1,218,782	372,386	667,260	2,258,428	1,316,381	402,207	854,547	2,573,135
Manufacturing (Personal Care and Healthcare Products, Medical Products, etc.)	217,551	354,317	244,299	816,167	234,972	382,691	312,869	930,532
Manufacturing (Personal Goods, etc.)	52,172	158,160	277,654	487,986	56,350	170,825	355,586	582,761
Manufacturing (Vehicles, Vehicle Accessories, Transport Equipment, etc.)	1,618,825	3,907,071	2,090,487	7,616,383	1,748,461	4,219,948	2,677,245	8,645,654
Manufacturing (Wood, Glass, Paper, Plastic, Ceramic, Rubber Products, etc.)	962,057	1,678,413	1,253,341	3,893,811	1,039,098	1,812,820	1,605,129	4,457,047
V. Mining and Quarrying	1,765,974	-	-	1,765,974	1,907,393	-	-	1,907,393
Mining and Quarrying	1,765,974	-	-	1,765,974	1,907,393	-	-	1,907,393
VI. PPP Projects	918,502	-	-	918,502	1,010,449	-	-	1,010,449
PPP Projects	918,502	-	-	918,502	1,010,449	-	-	1,010,449
VII. Services	12,896,174	14,470,032	2,652,605	30,018,811	14,187,142	15,918,551	3,397,138	33,502,831
Services (Banking, Financing, etc.)	-	406	-	406	-	447	-	447
Services (Business Consultancy, Technical Assistance, Customer Support, R&D, etc.)	228,664	170,610	276,915	676,189	251,554	187,688	354,640	793,882
Services (Call Center, BPO, etc.)	5,542,420	8,348,411	102,744	13,993,574	6,097,243	9,184,126	131,582	15,412,951
Services (Canteen and Restaurant Operation, etc.)	11	23,865	3,958	27,833	12	26,254	5,069	31,334
Services (Construction, Leasing, Real Estate other than Economic and Low-Cost Housing, Ecozone Operator, etc.)	251,294	1,432,490	80,630	1,764,414	276,450	1,575,889	103,261	1,955,600
Services (Operator of Training and Learning Centers, Operator of Medical and Health Facilities, etc.)	34,011	293,466	2,394	329,871	37,415	322,843	3,066	363,325
Services (Other General Services)	5,514	121,362	448	127,324	6,066	133,511	574	140,151
Services (Software Development, IT-Related Services, Gaming and other Computer-Related Activities, etc.)	1,748,255	3,006,538	55,840	4,810,633	1,923,264	3,307,507	71,513	5,302,284
Services (Warehousing, Logistics, Utilities, Operator of Sea Ports and Airports, etc.)	5,083,276	1,026,243	1,708,398	7,817,917	5,592,136	1,128,975	2,187,911	8,909,022
Services (Wholesale, Retail, Trading, etc.)	2,730	46,642	421,278	470,649	3,003	51,311	539,522	593,836
VIII. Tourism	1,896,112	808,672	22,163	2,726,947	2,085,921	889,624	28,384	3,003,929
Tourism (Accommodation, Hotels, Resort, etc.)	1,814,225	767,546	22,163	2,603,934	1,995,838	844,381	28,384	2,868,602
Tourism (Medical Tourism, other Tourism-Related Services, etc.)	81,886	41,127	-	123,013	90,084	45,244	-	135,327
IX. Unfilled/ Unspecified Registered Activity	275,618	638,215	481,316	1,395,148	299,282	693,012	616,411	1,608,706
Unfilled/ Unspecified Registered Activity	275,618	638,215	481,316	1,395,148	299,282	693,012	616,411	1,608,706
Total	53,771,727	32,487,202	18,144,509	104,403,438	58,433,974	35,401,360	23,237,311	117,072,645

¹ The 2016 projections of investment tax expenditure for incentives on income tax are computed using the 2015 - 2016 nominal GDP growth rates by sector as reported by the Philippine Statistics Authority (PSA), while the projection of investment tax expenditure for incentives on customs duties is computed using the 2015 - 2016 growth rate of value of imports of the Philippine Economic Zone Authority (PEZA).

² The investment tax expenditure on ITH is computed by applying the regular income tax rate of 30% to the net taxable income.

³ The investment tax expenditure on special income tax 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 income tax rate regime.

Data Sources: Bureau of Internal Revenue (BIR), Bureau of Customs (BOC)