

Table J.1.b.
2016 INVESTMENT TAX EXPENDITURES, BY SECTOR, BY TYPE OF TAX INCENTIVES, FY 2015-2017
(in thousand pesos)

Sector	2015				2016				2017							
	Actual ¹				Programmed ²				Actual				Projected ³			
	Income Tax Holiday (ITH)	Special Income Tax Rate	Customs Duties	Total	Income Tax Holiday (ITH)	Special Income Tax Rate	Customs Duties	Total	Income Tax Holiday (ITH) ⁴	Special Income Tax Rate ⁵	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	665,581	201	140,358	806,139	729,541	220	157,042	886,803
Agriculture and Fishery (Fishery, etc.)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Agriculture and Fishery (Livestock, Poultry, Production of Animal Feeds, etc.)	37,889	-	-	37,889	38,699	-	-	38,699	110,465	-	14,688	125,153	121,080	-	16,434	137,514
Agriculture and Fishery (Operator of Post Harvest Facility, Cold Storage Facility, etc.)	120,474	-	-	120,474	123,048	-	-	123,048	61,312	162	123,582	185,056	67,203	178	138,272	205,653
Agriculture and Fishery (Seed Production, Growing of Plants, etc.)	336,981	24	-	337,004	344,181	24	-	344,205	493,804	38	2,088	495,931	541,257	42	2,337	543,636
II. Economic and Low-Cost Housing	3,450,781	147,204	149	3,598,134	3,796,221	161,940	191	3,958,351	4,045,444	40,559	17	4,086,019	4,441,266	44,527	19	4,485,812
Economic and Low-cost Housing	3,450,781	147,204	149	3,598,134	3,796,221	161,940	191	3,958,351	4,045,444	40,559	17	4,086,019	4,441,266	44,527	19	4,485,812
III. Energy	9,630,410	1,536,591	744,365	11,911,367	10,401,611	1,659,641	953,293	13,014,546	13,218,290	2,941,425	1,534,268	17,693,983	14,147,394	3,148,176	1,716,644	19,012,214
Energy (Coal, Diesel, etc.)	5,542,681	-	549,934	6,092,615	5,986,537	-	704,290	6,690,827	8,132,022	250,017	1,499,002	9,881,041	8,703,616	267,591	1,677,186	10,648,393
Energy (Refining, Storage, Marketing and Distribution of Petroleum Products)	655,846	20,031	42	675,919	708,366	21,635	54	730,055	2,137,871	86,720	5,045	2,229,636	2,286,141	92,815	5,845	2,386,601
Energy (Renewable Energy - Biomass)	351,084	58,590	95,476	505,151	379,199	63,282	122,275	564,756	625,183	71,197	-	696,380	669,127	76,201	745,328	
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	718,866	2,209,506	5,467	2,933,839	769,395	2,364,811	6,117	3,140,322
Energy (Renewable Energy - Hydro)	621,849	1,457	1,408	624,715	671,647	1,574	1,804	675,024	519,722	271,601	4,637	795,960	556,253	290,692	5,188	852,133
Energy (Renewable Energy - Solar)	39,895	-	95,785	135,680	43,090	-	122,670	165,760	515,535	51,810	11,334	578,679	551,771	55,452	12,682	619,905
Energy (Renewable Energy - Unspecified)	35,047	1,513	-	36,560	37,854	1,634	-	39,488	148,782	574	8,783	158,139	158,240	614	9,826	169,681
Energy (Renewable Energy - Wind)	417,068	-	-	417,068	450,467	-	-	450,467	420,308	-	-	420,308	449,851	-	-	449,851
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	25,013,690	19,844,652	45,633,339	90,491,681	27,007,495	21,426,440	51,057,695	99,491,630
Manufacturing (chemicals)	903,535	237,764	110,150	1,251,449	975,889	256,804	141,067	1,373,761	1,670,012	162,376	1,478,580	3,310,968	1,803,127	175,318	1,654,336	3,632,781
Manufacturing (electronics, electrical products, semicon) ⁶	15,625,318	7,657,637	7,454,182	30,737,137	16,876,590	8,270,859	9,546,422	34,693,871	16,440,345	9,612,652	29,450,706	55,503,703	17,750,782	10,378,863	32,951,460	61,081,104
Manufacturing (industrial goods, machines) ⁶	-	-	-	-	-	-	-	-	848,459	2,093,644	890,120	3,832,224	916,089	2,260,526	995,927	4,172,542
Manufacturing (food, food processing)	1,640,246	393,623	398,816	2,432,685	1,771,597	425,144	510,756	2,707,497	1,526,787	132,064	154,208	1,813,058	1,648,485	142,590	172,538	1,963,613
Manufacturing (garments, textiles, wearables including jewelry, leather products - including bags)	-	127,092	1,747,721	2,079,141	220,690	137,270	2,238,272	2,596,231	131,090	187,986	3,663,814	3,982,890	141,539	202,970	4,099,325	4,443,834
Manufacturing (glass, plastic, ceramic) ⁷	962,057	1,678,413	1,253,341	3,893,811	1,039,098	1,812,820	1,605,129	4,457,047	1,335,698	1,024,380	2,162,203	4,522,281	1,442,165	1,106,032	2,419,220	4,967,417
Manufacturing (wood, paper, rubber products) ⁷	-	-	-	-	-	-	-	-	147,780	1,401,501	1,675,927	3,225,208	159,559	1,513,212	1,875,142	3,547,913
Manufacturing (metals, steel)	1,218,782	372,386	667,260	2,258,428	1,316,381	402,207	854,547	2,573,135	517,435	1,598,252	1,759,866	3,875,554	558,679	1,725,647	1,969,058	4,253,384
Manufacturing (personal care and healthcare products, medical products)	217,551	354,317	244,299	816,167	234,972	382,691	312,869	930,532	182,955	281,013	533,307	997,275	197,538	303,412	596,701	1,097,651
Manufacturing (personal goods)	52,172	158,160	277,654	487,986	56,350	170,825	355,586	582,771	121,999	255,886	680,172	1,058,057	131,723	276,282	761,023	1,169,029
Manufacturing (vehicles, vehicle accessories, transport equipment)	1,618,825	3,907,071	2,090,487	7,616,383	1,748,461	4,219,948	2,677,245	8,645,654	2,091,130	3,094,897	3,184,436	8,370,463	2,257,811	3,341,587	3,562,965	9,162,362
V. Mining and Quarrying	1,765,974	-	-	1,765,974	1,907,393	-	-	1,907,393	4,195,610	-	187,015	4,382,625	4,936,271	-	209,245	5,145,516
Mining and Quarrying	1,765,974	-	-	1,765,974	1,907,393	-	-	1,907,393	4,195,610	-	187,015	4,382,625	4,936,271	-	209,245	5,145,516
VI. PPP Projects	918,502	-	-	918,502	1,010,449	-	-	1,010,449	1,339,773	-	4,621	1,344,394	1,469,644	-	5,170	1,474,815
PPP Projects	918,502	-	-	918,502	1,010,449	-	-	1,010,449	1,339,773	-	4,621	1,344,394	1,469,644	-	5,170	1,474,815
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	23,990,177	16,792,072	7,391,572	48,173,822	26,115,816	18,372,786	8,270,196	52,758,798
Services (banking, financing)	-	406	-	406	-	447	-	447	71,625	2,583	35,895	110,103	79,520	2,868	40,162	122,549
Services (BPO - non-voice, software development, IT-related services, customer support) ⁸	7,519,339	11,525,559	435,499	19,480,396	8,272,060	12,679,322	557,735	21,509,117	9,019,545	9,931,124	769,615	19,720,285	9,893,858	10,893,801	861,098	21,648,758
Services (call center) ⁸	-	-	-	-	-	-	-	-	1,042,379	1,453,005	636,774	3,132,158	1,143,423	1,593,852	712,466	3,449,741
Services (R&D) ⁸	-	-	-	-	-	-	-	-	219	187,383	143,228	330,829	240	205,547	160,253	366,040
Services (canteen and restaurant operation)	11	23,865	3,958	27,833	12	26,254	5,069	31,334	-	37,727	881	34,608	-	36,996	986	37,982
Services (construction, leasing, real estate other than economic and low-cost housing, ecozone operator)	251,294	1,432,490	80,630	1,764,414	276,450	1,575,889	103,261	1,955,600	7,215,923	1,950,440	104,389	9,270,752	7,921,958	2,141,278	116,797	10,180,033
Services (operator of training and learning centers, operator of medical and health facilities)	34,011	293,466	2,394	329,871	37,415	322,843	3,066	363,325	187,582	646,110	41,110	874,803	205,766	708,741	45,997	960,503
Services (other general services)	5,514	121,362	448	127,324	6,066	133,511	574	140,151	981,114	512,772	582,772	2,278,958	1,076,218	784,388	652,045	2,512,651
Services (warehousing, logistics, utilities, operator of sea ports and airports)	5,083,398	1,026,243	1,708,398	7,817,917	5,592,136	1,128,975	2,187,911	8,909,022	5,412,991	1,325,306	4,790,561	11,528,858	5,730,122	1,402,951	5,360,007	12,493,080
Services (wholesale, retail, trading)	2,730	46,642	421,278	470,649	3,003	51,311	539,522	593,836	58,799	547,323	286,347	892,469	64,712	602,364	320,385	987,460
VIII. Tourism	1,896,112	808,672	22,163	2,726,947	2,085,921	889,624	28,384	3,003,929	1,638,146	6,891,419	122,239	8,651,804	1,796,941	7,559,442	136,769	9,493,151
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	1,638,144	788,081	116,287	2,542,512	1,796,938	864,474	130,109	2,791,521
Tourism (Medical Tourism, other Tourism-Related Services, etc.)	81,886	41,127	-	123,013	90,084	45,244	-	135,327	2	6,103,339	5,952	6,109,293	2	6,694,968	6,659	6,701,630
IX. Unfilled/ Unspecified Registered Activity	275,618	638,215	481,316	1,395,148	299,282	693,012	616,411	1,608,706	419,950	145,239	2,368,106	2,933,295	458,419	158,544	2,649,598	3,266,561
Unfilled/ Unspecified Registered Activity	275,618	638,215	481,316	1,395,148	299,282	693,012	616,411	1,608,706	419,950	145,239	2,368,106	2,933,295	458,419	158,544	2,649,598	3,266,561
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	74,526,661	46,655,567	57,381,535	178,563,763	81,102,787	50,710,135	64,202,378	196,015,300

¹ Values reflected are 2015 actual amount of investment tax expenditures as as stated in the 2015 report.

² Values reflected are 2015 projections of investment tax expenditures for 2016 as stated in the 2015 report.

³ The 2017 projections of investment tax expenditure for incentives on income tax were computed using the 2016 - 2017 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 2016 - 2017 growth rate of value of imports as projected using a moving average method.

⁴ The investment tax expenditure on ITH was computed by applying the regular income tax rate of 30% to the net taxable income.

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