



DEPARTMENT OF TRADE AND INDUSTRY

Legal Basis

- **Presidential Decree No. 488** (June 21, 1974) created the Department of Industry whose principal function was to promote and enhance the growth of the country's existing and thriving industries.
- **Presidential Decree No. 721** (June 2, 1975) created the Department of Trade to pursue efforts of the government toward strengthening the country's socio-economic development, particularly in the areas of commercial activities. It also established a Bureau of Foreign Trade to push for foreign trade and marketing programs.
- **Executive Order No. 709** (July 27, 1981) created the Ministry of Trade and Industry which took over the functions of the subsequently abolished Department of Trade and Department of Industry.
- **Executive Order No. 133** (February 27, 1987), as amended by EO 242 (July 24, 1987), reorganized the Ministry of Trade and Industry, and renamed it the Department of Trade and Industry.

Mandate

The Department of Trade and Industry (DTI) serves as the primary coordinative, promotive, facilitative, and regulatory arm of government for the country's trade, industry, and investment activities. It acts as catalyst for intensified private sector activity to accelerate and sustain economic growth through a comprehensive industrial growth strategy, a progressive and socially responsible liberalization and deregulation program, and policies designed for the expansion and diversification of both domestic and foreign trade.

LOGICAL FRAMEWORK (DTI)

Societal Goal

Economic Growth Towards Poverty Reduction

Sectoral Goals

Job Generation Global Competitiveness

Organizational Outcomes

Export of Goods and Services Increased Investments Increased Competitiveness of MSMEs Increased Consumer Welfare Ensured

Major Final Outputs

International Trade Policy Negotiation, Facilitation and Promotion Services Industry Development and Investment Promotion, Generation and Facilitation Services Development and Promotion Services for MSMEs Consumer Welfare and Protection Services

P/A/Ps

- Formulation of plans, programs, and policies for the promotion and facilitation of exports
- Policy advocacy/enabling environment
- Implementation of trade remedy measures against unfair trade practices and/or surges in imports
- Negotiation of bilateral/multilateral/int'l agreements
- Commercial intelligence accreditation of certifying bodies/conformity assessment bodies/testing and calibration laboratories
- Participation in international/regional standardization program (e.g. ISO/IEC)
- Provision of information through servicing of trade inquiries, rendering export advisory services, development of info of products and markets, and conduct of info sessions
- Alignment of PNS with international standards
- Resolution of trade complaints
- Issuance of export clearance and accreditation of exporters
- Participation in/conduct of local/international fairs, trade missions and exhibits
- Conduct of business matching activities
- Provision of cargo consolidation networking services
- Participation/coordination with int'l counterparts for policy coordination and formulation relative to shipping/logistics interests

- Formulation of plans, programs, and policies for industry development, and investment promotion, generation and facilitation
- Policy advocacy/enabling environment
- Conduct of focused investment promotion campaign, investor servicing and awareness activities
- Registration of investment projects
- Operation and maintenance of BOT Center
- Development of new approaches to enhance labor-management cooperation for quality and productivity
- Activation of quick reaction teams
- Conduct of plant-level productivity training/seminars
- Administration of Philippine Quality Award/s Program
- Monitoring of industrial training programs
- Competency enhancement, assessment, and certification programs for the construction industry
- Technical assistance services provided for the establishment of Constructors Performance Evaluation System Implementing Units (CPESIU)

- Formulation of plans, programs, and policies for MSME development and promotion
- Policy advocacy/enabling environment
- Conduct of business matching activities
- Conduct of selling missions and domestic/local trade fairs
- Operation of trade houses/centers
- Organization of product showcase
- Promotion of indigenous raw materials
- Conduct of resource mapping activities
- Conduct of trainings/seminars
- Conduct of business counselling and consultancy services to MSMEs
- Facilitation in the conduct of product research and development, and design services
- Facilitation in the conduct of design information and promotion activities
- Facilitation in accessing credit for MSMEs
- Maintenance/operation of SME Centers
- Design and development of training curricula and corresponding instructional materials for MSMEs
- Conduct of design research development and design services
- Conduct of design information and promotion activities

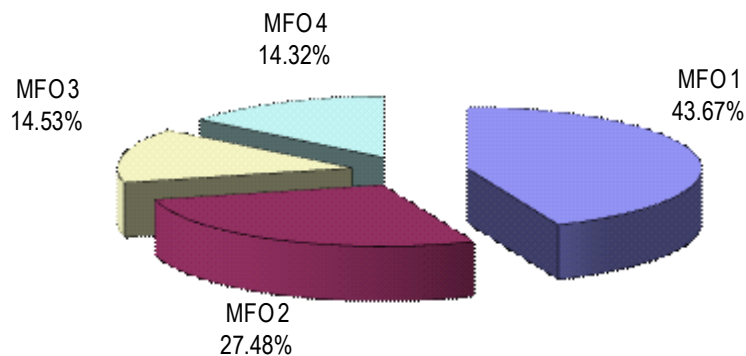
- Formulation of plans, programs, and policies for consumer welfare and protection
- Policy advocacy/enabling environment
- Price and supply stabilization
- Business regulation (e.g. business name registration)
- Enforcement/promotion/monitoring of FTLs
- Consumer assistance/response and mediation/arbitration of consumer complaints/cases/disputes
- Development of PNS
- Product certification scheme and product testing
- Accreditation of freight forwarders
- Implementation of PD 1466 (Cargo Reservation Law)
- Consumer protection advocacy, training, and education/information programs
- Organization/strengthening of consumer organizations
- Regulation of importation of used motor vehicles and spareparts
- Contractor's licensing and registration

FY 2012 MFO BUDGET

By MFO/By Expense Class (In Thousand Pesos)

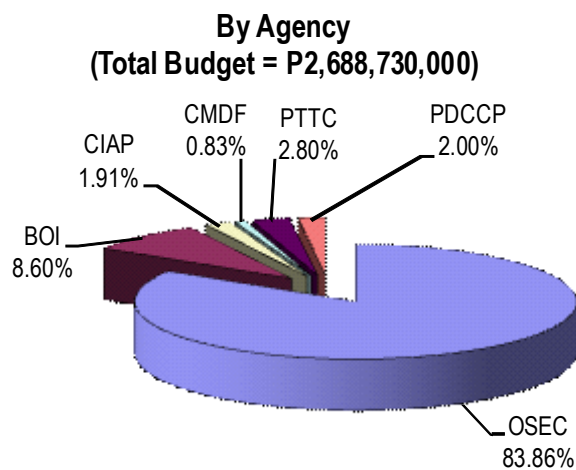
Particulars	PS	MOOE	CO	TOTAL	% Share
MFO 1 International Trade Policy Negotiation, Facilitation and Promotion Services	474,629	643,881	55,600	1,174,110	43.67%
MFO 2 Industry Development and Investment Promotion, Generation and Facilitation Services	318,766	409,532	10,500	738,798	27.48%
MFO 3 Development and Promotion Services for MSMEs	164,116	218,582	7,980	390,678	14.53%
MFO 4 Consumer Welfare and Protection Services	167,050	209,694	8,400	385,144	14.32%
Total	1,124,561	1,481,689	82,480	2,688,730	100.00%
% Share	41.82%	55.11%	3.07%	100.00%	

By MFO (Total Budget = P2,688,730,000)



By Agency/By MFO
(In Thousand Pesos)

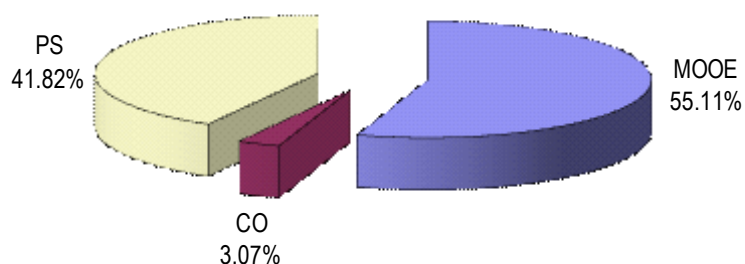
Particulars	MFO 1 International Trade Policy Negotiation, Facilitation and Promotion Services	MFO 2 Industry Development and Investment Promotion, Generation and Facilitation Services	MFO 3 Development and Promotion Services for MSMEs	MFO 4 Consumer Welfare and Protection Services	Total	% Share
DTI - Office of the Secretary (OSEC)	945,200	565,263	359,261	385,144	2,254,868	83.86%
Board of Investments (BOI)	73,996	157,053			231,049	8.6%
Construction Industry Authority of the Philippines (CIAP)	6,372	13,571	31,417		51,360	1.91%
Construction Manpower Development Foundation (CMDf)	19,479	2,911			22,390	0.83%
Philippine Trade Training Center (PTTC)	75,252				75,252	2.80%
Product Development and Design Center of the Philippines (PDCCP)	53,811				53,811	2.00%
Total	1,174,110	738,798	390,678	385,144	2,688,730	100.00%
% Share	43.67%	27.48%	14.53%	14.32%	100.00%	



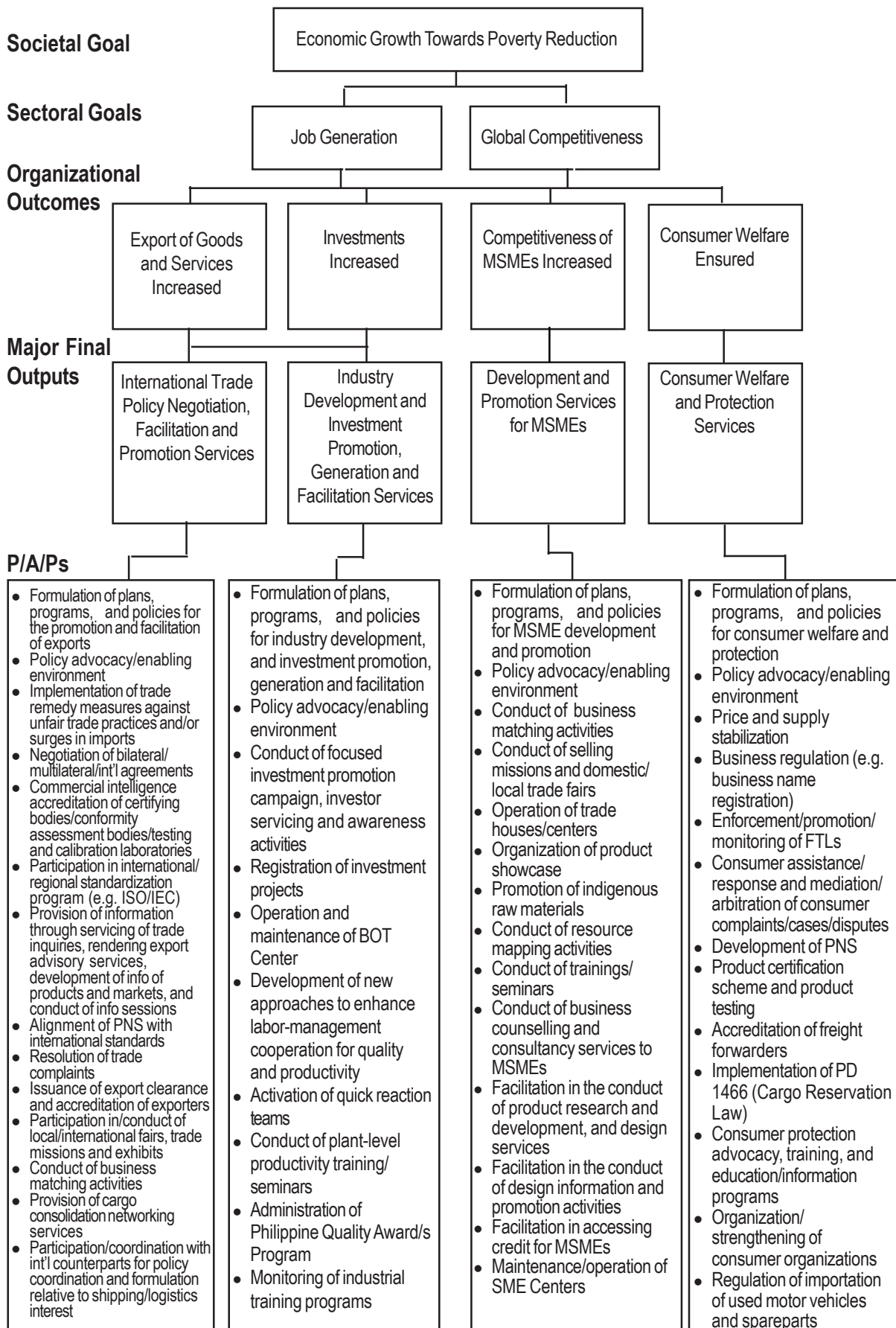
By Agency/By Expense Class
(In Thousand Pesos)

Particulars	PS	MOOE	CO	TOTAL	% Share
Office of the Secretary (OSEC)	941,309	1,271,559	42,000	2,254,868	83.86%
Board of Investments (BOI)	104,720	126,329	-	231,049	8.6%
Construction Industry Authority of the Philippines (CIAP)	27,476	23,884	-	51,360	1.91%
Construction Manpower Development Foundation (CMDf)	11,750	10,640	-	22,390	0.83%
Philippine Trade Training Center (PTTC)	17,189	18,123	39,940	75,252	2.80%
Product Development and Design Center of the Philippines (PDDCP)	22,117	31,154	540	53,811	2.00%
Total	1,124,561	1,481,689	82,480	2,688,730	100.00%
% Share	41.82%	55.11%	3.07%	100.00%	

By Expense Class
(Total Budget = P 2,688,730,000)



LOGICAL FRAMEWORK (DTI-OSEC)



PERFORMANCE MEASURES AND TARGETS

(Amounts in Thousand Pesos)

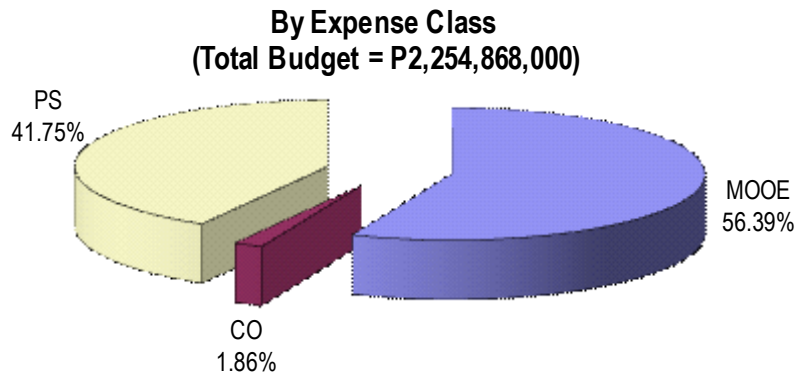
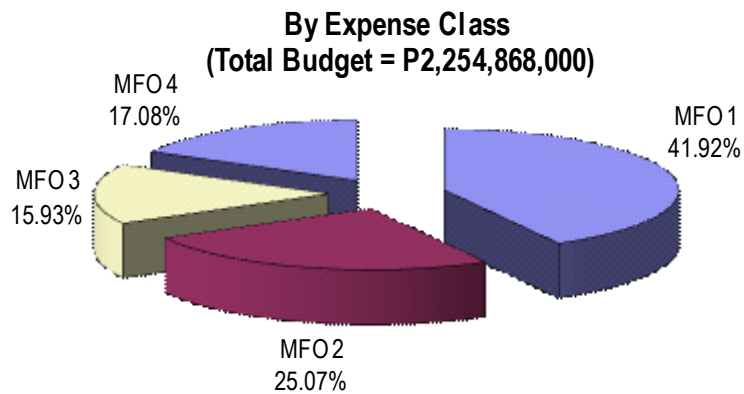
Particulars	FY 2010		FY 2011	FY 2012
	Target/ Amount	Actual/ Amount	Target/ Amount	Target/ Amount
MFO 1				
International Trade Policy Negotiation, Facilitation and Promotion Services	716,442	1,016,874	839,233	945,200
Number of policy proposals approved/endorsed by the	14	14	15	18
Amount of export sales generated from DTI-initiated events (in US\$, in millions)	\$302.00	\$349.98	\$361.00	\$409.00
% of Philippine National Standards (PNS) aligned with international standards	80%	78.93%	80%	80%
Number of Conformity Assessment Bodies (i.e., testing, calibration laboratories, and certification bodies)	16	26	21	20
% reduction in processing/turn-around time for DTI agencies which have implemented systems improvements/processes enhancements (the difference between the standard time and actual time over standard	17%	17%	60%	75%
Client satisfaction feedback (%)	95%	98%	95%	95%
MFO 2				
Industry Development and Investment Promotion, Generation, and Facilitation Services	381,228	452,514	434,695	565,263
Number of policy proposals approved/endorsed by the	4	4	4	4
Amount of investments generated from DTI-initiated events (in Php, in millions)	Php 6,685	Php 13,160.91	Php 15,548	Php 16,431
Client satisfaction feedback (%)	95%	97.54%	95%	100%
% of reduction in processing/turn around time for DTI agencies that have implemented systems improvement/processes enhancements (the difference between the standard time and actual time over standard time)	44%	58%	99%	99%
MFO 3				
Development and Promotion Services for MSMEs	657,097	696,270	436,648	359,261
Number of policy proposals approved/endorsed by the	4	1	3	3
Amount of domestic sales generated from DTI-initiated events (in Php, in millions)	Php 7,743	Php 8,094.47	Php 5,700.1	Php 6,257
Number of MSMEs assisted	46,040	53,226	47,140	51,746
Client satisfaction feedback (%)	95%	95.24%	95%	95%

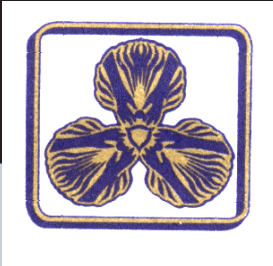
Particulars	FY 2010		FY 2011	FY 2012
	Target/ Amount	Actual/ Amount	Target/ Amount	Target/ Amount
MFO 4				
Consumer Welfare and Protection Services	404,771	487,732	469,124	385,144
Number of policy proposals approved/endorsed by the Secretary	12	19	8	9
Compliance rate with Fair Trade Laws of firms monitored	100%	99.73%	100%	100%
Number of Philippine National Standards (PNS) developed	400	432	400	460
Client satisfaction feedback (%)	90%	95.030%	95%	95%
Number of firms monitored (based on 20% of business names registered)		159,647		
Consumer complaints/cases resolution rate				
Number of Philippine Standards License and Import Commodity	2,070	2,454	2,070	1,665
Number of PS mark issued	70	77	70	65
Number of ICC mark issued	2,000	2,377	2,000	1,600
Number of products tested	8,000	10,234	10,234	1,600
% of reduction in processing/turn-around time for DTI agencies that have implemented systems improvements/processes enhancements (the difference between the standard time and actual time over standard time)	40%	40%	40%	25%
TOTAL	2,159,538	2,653,390	2,179,700	2,254,868

FY 2012 MFO BUDGET

By MFO/By Expense Class (In Thousand Pesos)

Particulars	PS	MOOE	CO	TOTAL	% Share
MFO 1 International Trade Policy Negotiation, Facilitation and Promotion Services	388,481	541,599	15,120	945,200	41.92%
MFO 2 Industry Development and Investment Promotion, Generation and Facilitation Services	237,379	317,384	10,500	565,263	25.07%
MFO 3 Development and Promotion Services for MSMEs	148,399	202,882	7,980	359,261	15.93%
MFO 4 Consumer Welfare and Protection Services	167,050	209,694	8,400	385,144	17.08%
Total	941,309	1,271,559	42,000	2,254,868	100.00%
% Share	41.75%	56.39%	1.86%	100.00%	





Board of Investments

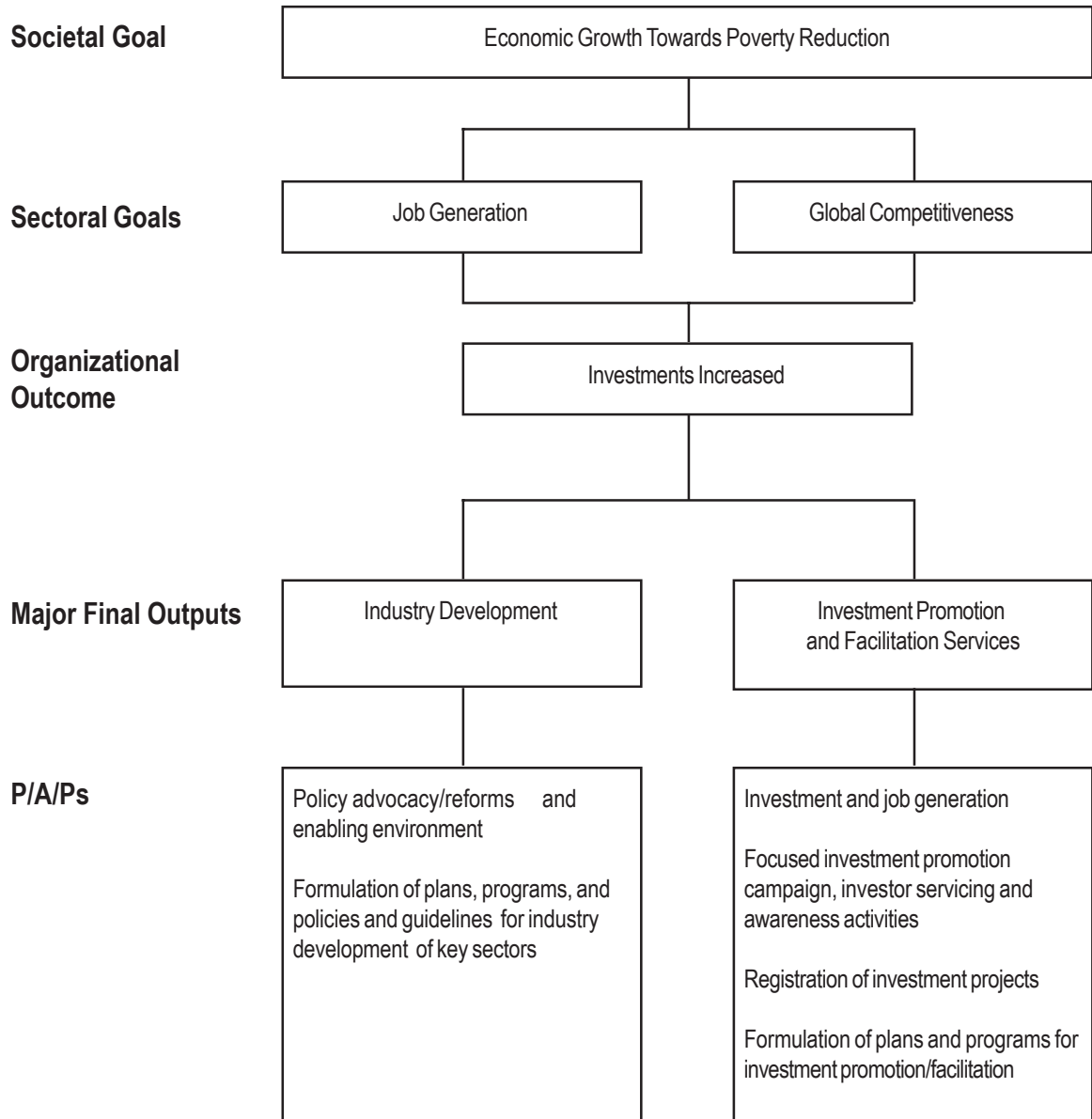
Legal Basis

- **Republic Act No. 5186** (September 16, 1967), otherwise known as the Investments Incentives Act, created the Board of Investments (BOI), delineating the areas where investments are encouraged as well as the terms within which these investments will be allowed.
- **Republic Act No. 5455** (September 30, 1968), the Foreign Business Regulation Act, authorized the BOI to implement the law's provisions on foreign investments.
- **Batas Pambansa Blg. 44** (November 1979), the Investment Promotion Act for Less-Developed Areas, accelerated the establishment of industrial and agricultural projects in less-developed areas by granting additional incentives aside from existing ones.
- **Executive Order No. 226** (July 16, 1987), the Omnibus Investments Code, consolidated all existing laws and decrees issued over the years (except for BP Blg. 44) into a single Code, refining and harmonizing the various incentives and effectively streamlining registration and incentives availment procedures.

Mandate

The Board of Investments (BOI) promotes and generates investments and improves the image of the Philippines as a viable investment destination. It pursues a planned, economically feasible, and practicable dispersal of globally competitive industries.

LOGICAL FRAMEWORK (BOI)



PERFORMANCE MEASURES AND TARGETS

(Amounts in Thousand Pesos)

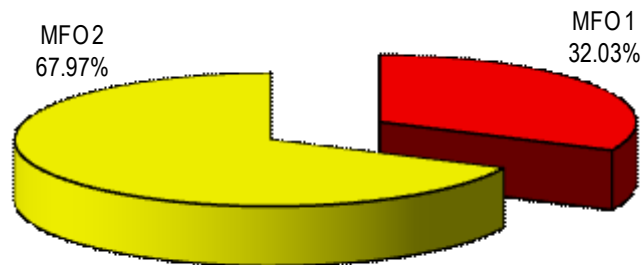
Particulars	FY 2010		FY 2011	FY 2012
	Target/ Amount	Actual/ Amount	Target/ Amount	Target/ Amount
MFO 1				
Industry Development	87,165	88,713	98,563	73,996
Number of firms/investors assisted/briefed on legal/technical aspects and investment related concerns	390	390	500	800
Number of Sectoral Guidelines/Position Papers issued per EO No. 226/Investments Priorities Plan (IPP)	410	410	500	500
Number of inter-agency/industry linkages	915	915	4,270	4500
Number of incentive applications processed	5,500	5,500	5,500	6,000
MFO 2				
Investment Promotion and Facilitation Services	116,872	147,614	134,999	157,053
Number of clients/investors servicing rendered	7,631	7,631	7,000	7,000
Number of inbound missions assisted/conducted	230	230	250	250
Number of investment leads facilitated	600	600	500	600
Number of domestic road shows conducted in the regions	8	8	12	12
Number of outbound missions assisted/conducted	5	5	18	20
Number of investment negotiating position papers proposed	72	72	50	80
Total	204,037	236,327	233,562	231,049

FY 2012 MFO BUDGET

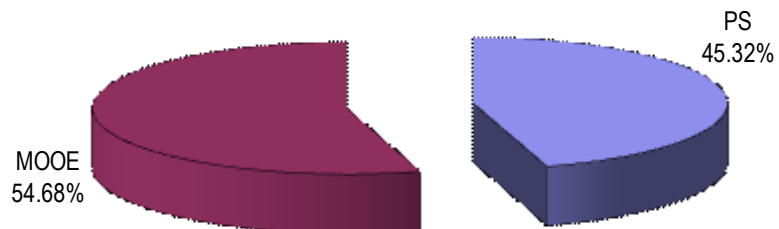
By MFO/By Expense Class (In Thousand Pesos)

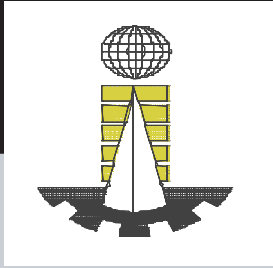
Particulars	PS	MOOE	CO	TOTAL	% Share
MFO 1 Industry Development	32,207	41,789	-	73,996	32.03%
MFO 2 Investment Promotion and Facilitation Services	72,513	84,540	-	157,053	67.97%
Total	104,720	126,329	-	231,049	100%
% Share	45.32%	54.68%	0.00%	100%	

By MFO (Total Budget = P231,049,000)



By Expense Class (Total Budget= P231,049,000)





Construction Industry Authority of the Philippines

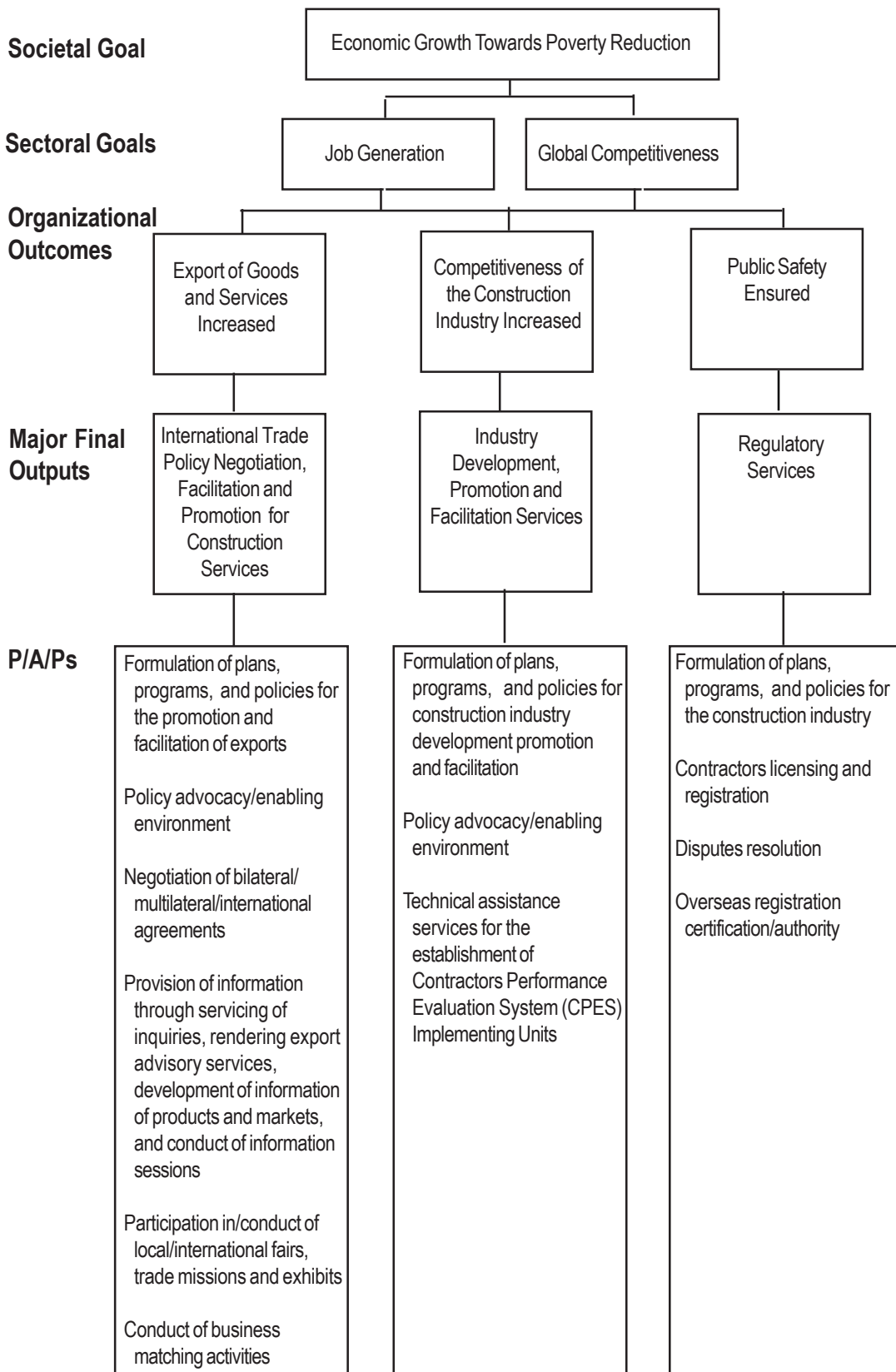
Legal Basis

- **Presidential Decree No. 1746** (November 28, 1980) created the Construction Industry Authority of the Philippines (CIAP) to promote, accelerate and regulate the growth and development of the construction industry in conformity with the national goals.
- **Executive Order No. 679** (April 21, 1981) expanded the composition of the Board of Directors of the CIAP.
- **Executive Order No. 768** (January 1982) further expanded the composition of the Board of Directors of the CIAP.
- **Executive Order No. 1008** (February 4, 1985) created the Construction Industry Arbitration Commission (CIAC) as arbitrary machinery for the construction industry.
- **Executive Order No. 133** (February 27, 1987) reorganized the Ministry of Trade and Industry and renamed it as the Department of Trade and Industry (DTI) wherein DTI bureaus and attached agencies, including the CIAP, were provided specific mandates.

Mandate

The Construction Industry Authority of the Philippines (CIAP) promotes, accelerates, and regulates the construction industry through its various implementing boards.

LOGICAL FRAMEWORK (CIAP)



PERFORMANCE MEASURES AND TARGETS

(Amounts in Thousand Pesos)

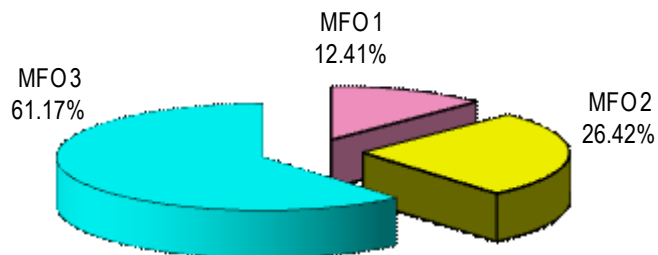
Particulars	FY 2010		FY 2011	FY 2012
	Target/ Amount	Actual/ Amount	Target/ Amount	Target/ Amount
MFO 1				
International Trade Policy Negotiation, Facilitation and Promotion for Construction Services	5,799	5,799	5,890	6,372
Number of country profiles prepared/updated	6	6	6	6
% of proposals/inputs for better market access/treatment to Philippines prepared/submitted	100%	100%	100%	100%
Number of international construction shows/overseas market presence participated/promoted	3	3	2	2
% of overseas construction projects of POCB-registered contractors monitored	100%	100%	100%	100%
Client satisfaction feedback		95%	95%	95%
MFO 2				
Industry Development, Promotion and Facilitation Services	12,196	12,196	12,199	13,571
Number of agencies provided technical assistance/services for the establishment of Construction Performance Evaluation System (CPES) implementing unit	4	4	2	2
Client satisfaction on CPES training (%)	85%	95%	95%	95%
% of CPES evaluators accreditation applications approved within 60 days	100%	100%	100%	100%
% of policies/guidelines, plans and programs for efficient public and private construction reviewed/formulated/endorsed	100%	100%	100%	100%
% of identified critical industry issues/concerns addressed	95%	100%	95%	95%
MFO 3				
Regulatory Services	22,426	22,426	24,879	31,417
% of discovered/reported violations of regulatory laws investigated	99%	100%	75%	75%
% of resolved contractors licensing/registration cases	50%	12%	50%	50%
% of dispute resolution/construction cases resolved within the prescribed period (6 months)	80%	95%	80%	80%
% of appropriate license/registration certificates issued to all qualified applicants	100%	100%	100%	100%
% of registration certificate/authority issued to all qualified overseas contractors	100%	100%	100%	100%
Total	40,421	40,421	42,968	51,360

FY 2012 MFO BUDGET

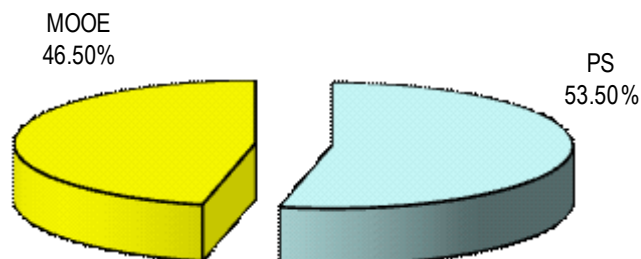
By MFO/By Expense Class (In Thousand Pesos)

Particulars	PS	MOOE	CO	TOTAL	% Share
MFO 1 International Trade Policy Negotiation, Facilitation and Promotion for Construction Services	4,311	2,061	-	6,372	12.41%
MFO 2 Industry Development, Promotion and Facilitation Services	7,448	6,123	-	13,571	26.42%
MFO 3 Regulatory Services	15,717	15,700	-	31,417	61.17%
Total	27,476	23,884	-	51,360	100%
% Share	53.50%	46.50%		100%	

By MFO Total Budget = P51,360,000)



By Expense Class (Total Budget = P51,360,000)





Construction Manpower Development Foundation

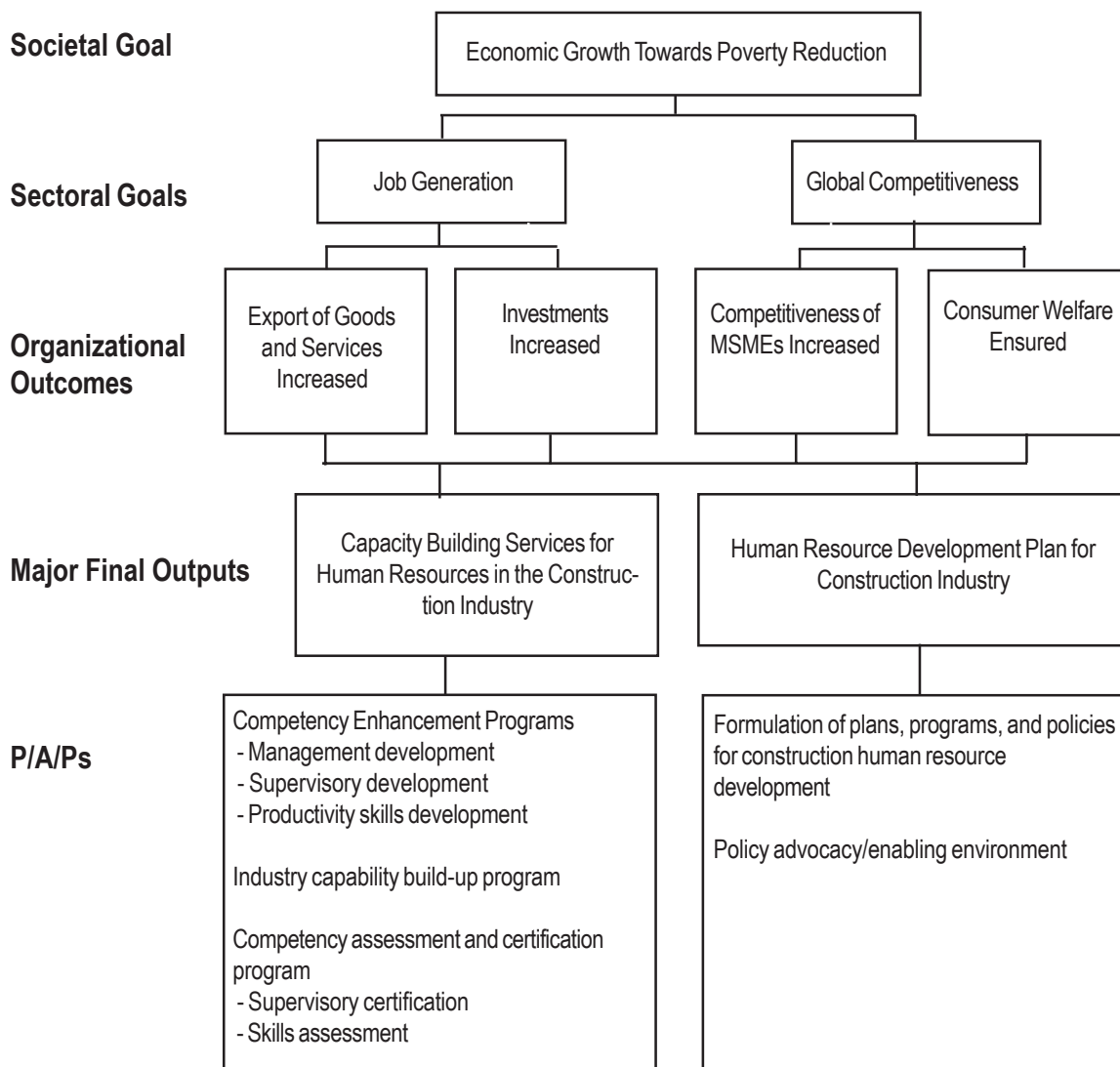
Legal Basis

Presidential Decree No. 1746 (November 28, 1980) created the Construction Manpower Development Foundation (CMDf) as one of the Boards of the Construction Industry Authority of the Philippines (CIAP).

Mandate

The Construction Manpower Development Foundation (CMDf) oversees the development of human resources for the construction industry, i.e., craftsmen, engineers, supervisors, and managers, human resource development being a vital concern of the industry and the holistic concept of industry growth and development.

LOGICAL FRAMEWORK (CMDf)



PERFORMANCE MEASURES AND TARGETS

(Amounts in Thousand Pesos)

Particulars	FY 2010		FY 2011	FY 2012
	Target/ Amount	Actual/ Amount	Target/ Amount	Target/ Amount
MFO 1	18,269	19,864	18,594	19,479
Capability Building Services for Human Resources in the Construction Industry				
Number of training courses conducted on:	190	221	190	242
a. Construction management courses	12	11	12	19
b. Supervisory management courses	107	146	107	143
c. Productivity skills and trade testing	71	64	71	80
Number of promotion programs with the LGUs	13	14	14	22
Number of MOAs forged with partners	23	32	23	38
MFO 2	2,730	2,968	2,778	2,911
Human Resource Development Plan for Construction Industry				
Number of HRD policies adopted/formulated	4	4	4	7
Total	20,999	22,832	21,372	22,390

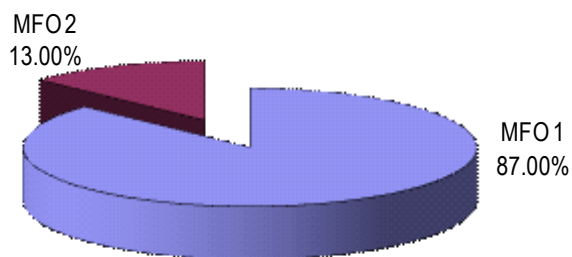
FY 2012 MFO BUDGET

By MFO/By Expense Class

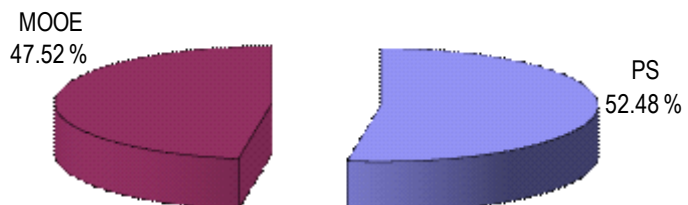
(In Thousand Pesos)

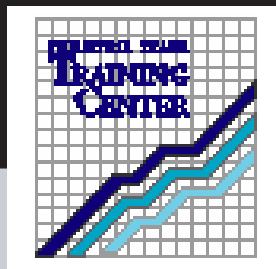
Particulars	PS	MOOE	CO	TOTAL	% SHARE
MFO 1 Capability Building Services for Resources in the Construction Industry	10,324	9,155	-	19,479	87.00%
MFO 2 Human Resource Development Plan for Construction Industry	1,426	1,485	-	2,911	13.00%
Total	11,750	10,640	0	22,390	100%
% Share	52.48%	47.52%	0.00%	100%	

By MFO
(Total Budget = P22,390,000)



By Expense Class
(Total Budget = P22,390,000)





Philippine Trade Training Center

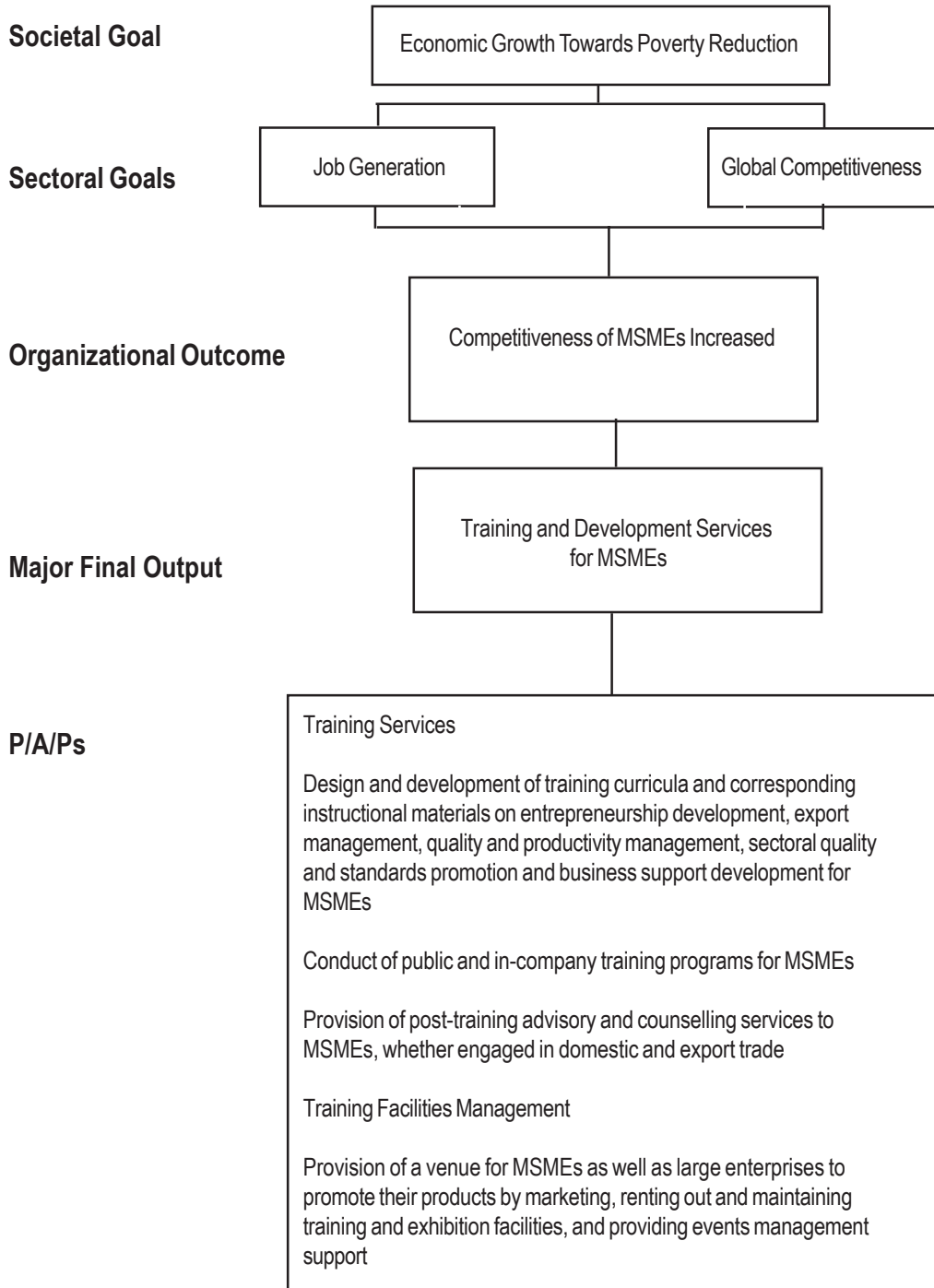
Legal Basis

Executive Order No. 133 (February 27, 1987) created the Philippine Trade Training Center (PTTC) as an attached agency of the Department of Trade and Industry.

Mandate

The Philippine Trade Training Center (PTTC) develops training modules on export and import techniques and procedures; raises the level of awareness of Philippine businessmen on export opportunities and the availability of alternative sources of import products or diversified markets for exports; offers specialized courses for specific industry groups directed at overcoming barriers to overseas market penetration; and conducts training programs in international trade practices, inspection techniques, and exhibition mounting.

LOGICAL FRAMEWORK (PTTC)



PERFORMANCE MEASURES AND TARGETS

(Amounts in Thousand Pesos)

Particulars	FY 2010		FY 2011	FY 2012
	Target/ Amount	Actual/ Amount	Target/ Amount	Target/ Amount
MFO 1				
Training and Development Services for MSMEs	34,772	37,374	35,157	75,252
Number of new training curricula designed/developed	40	68	40	3
Number of public training/seminars conducted for MSMEs	450	341*	450	450
Number of MSMEs assisted through in-house or in-company training	75	79	75	60
Number of trade events hosted	45	95	45	95
% Client satisfaction feedback (%)	90-95%	90-95%	90-95%	90-95%
Total	34,772	37,374	35,157	75,252

* some more 283 "non-public" trainings/seminars were conducted during the period

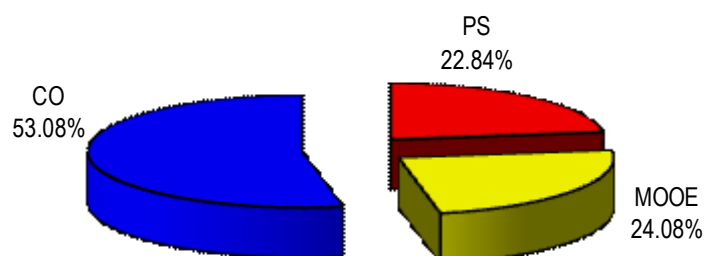
FY 2012 MFO BUDGET

By MFO/By Expense Class

(In Thousand Pesos)

Particulars	PS	MOOE	CO	TOTAL
MFO 1	17,189	18,123	39,940	75,252
Training and Development Services for MSMEs				
% Share	22.84%	24.08%	53.08%	100%

By Expense Class (Total Budget = P75,252,000)





Product Development and Design Center of the Philippines

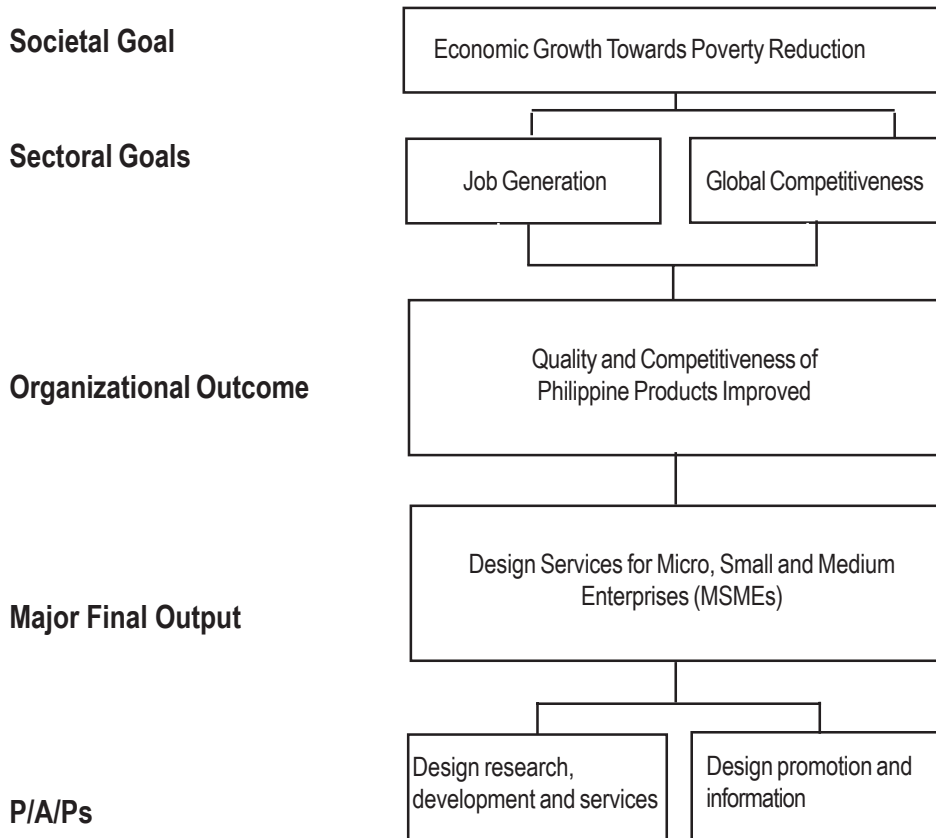
Legal Basis

- **Presidential Decree No. 279** (August 24, 1973) created the Design Center Philippines (DCP) for the promotion of design awareness and creation of new product designs.
- **Executive Order No. 133** (February 27, 1987) reorganized the Design Center Philippines and renamed it to the Product Development and Design Center of the Philippines.

Mandate

The Product Development and Design Center of the Philippines (PDDCP) provides product identification, research and development services to the private sector; conducts seminars and workshops on product design and development; sets up design exhibitions; publishes product design-related materials; and conducts continuing research on product and product packaging, and design trends and processing technologies.

LOGICAL FRAMEWORK (PDDCP)



PERFORMANCE MEASURES AND TARGETS

(Amounts in Thousand Pesos)

Particulars	FY 2010		FY 2011	FY 2012
	Target/ Amount	Actual/ Amount	Target/ Amount	Target/ Amount
MFO 1	49,500	50,576	50,582	53,811
Design Services for MSMEs				
Number of MSMEs assisted	910	1,093	910	925
Number of design services provided (no. of transactions)	470	1,359	470	480
Number of technical assistance rendered (no. of transactions)	2,500	2,679	2,500	2,550
% of satisfaction rating	95.00%	97.04%	95%	95%
Number of design awareness activities (seminars, briefings, workshops, design competitions and exhibitions)	65	81	65	66
% Client satisfaction feedback(%)	96.00%	97.75%	96%	96%
Total	49,500	50,576	50,582	53,811

FY 2012 MFO BUDGET

By MFO/By Expense Class

(In Thousand Pesos)

Particulars	PS	MOOE	CO	TOTAL
MFO 1	22,117	31,154	540	53,811
Design Services for MSMEs				
% Share	41.10%	57.90%	1.00%	100%

By Expense Class (Total Budget = P53,811,000)

