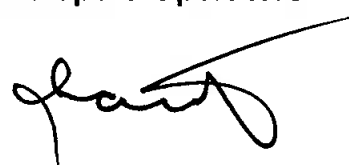




Philippine Economic Zone Authority

MEMORANDUM ORDER NO. 2017-009

TO : All PEZA Registered Enterprises and Developers/Operators Entitled to PEZA Incentives

FROM : B/Gen CHARITO B. PLAZA, MNSA PhD 
Director General

DATE : 30 June 2017

SUBJECT : Submission of "Other Information" under the Tax Incentives Management and Transparency Act as required by the National Economic Development Authority for the Cost-Benefit Analysis

As provided in Section 6 of Republic Act (R.A.) No. 10708, entitled "An Act Enhancing Transparency in the Management and Accounting of Tax Incentives Administered by Investment Promotion Agencies, otherwise known as the Tax Incentives Management and Transparency Act (TIMTA)" and Rule IV Section 1 of the Joint Administrative Order No. 1-2016, the "Rules and Regulations to Implement Republic Act No. 10708," the National Economic Development Authority (NEDA) is tasked to: *a. Conduct a Cost-Benefit Analysis (CBA) on the investment incentives to determine the impact of tax incentives on the Philippine Economic; b. Conduct a CBA of the Aggregate Annual Tax Incentives Report yearly, within six (6) months from the acceptance of the required submissions from all IPAs as specified in Rule III Section 1 (c) and (d)xxx; c. Provide to the DOF, DTI, IPAs, DBM and Joint Congressional Oversight Committee the results of the CBA.*

In accordance with this provision under the TIMTA Law, NEDA recently informed all Investment Promotion Agencies (IPAs) which include PEZA, of the data which NEDA would need to be able to conduct a Cost-Benefit Analysis (CBA).

For this purpose, please be advised of the following:

1. All PEZA-registered Enterprises (Export, I.T., Tourism, Medical Tourism, Facilities, I.T. Facilities, Utilities, Logistics Service, Agri-Industrial, Domestic Market) and Ecozone Developers / Operators (including Developers/Operators of I.T. Parks and Centers, Tourism Ecozones, Medical Tourism Ecozones, Agri-Industrial Ecozones,) that are entitled to tax incentives, including those entitled only to duty and tax exemption on importations and/or VAT zero-rating of local purchases, are hereby required to accomplish the attached worksheet and e-mail the soft copy in **Excel** format to the Enterprise Services Division, esd@peza.gov.ph on or before **31 July 2017**.

The excel worksheet should be certified by two (2) highest responsible officials of the enterprise by way of the attached certification, the scanned copy of which shall be sent also by e-mail to esd@peza.gov.ph together with the Excel worksheet filled up.

2. Concerned PEZA-registered enterprises are required to submit 2 sets of report, i.e., for taxable years 2015 and 2016.


Taxable Year 2015. For those with Fiscal accounting period, reports to be submitted pertaining to the Audited Financial Statements should be ending January 2015, February 2015, March 2015, April 2015, May 2015, June 2015, July 2015, August 2015, September 2015, October 2015 and November 2015.

Taxable Year 2016. For those with Fiscal accounting period, reports to be submitted pertaining to the Audited Financial Statements should be ending January 2016, February 2016, March 2016, April 2016, May 2016, June 2016, July 2016, August 2016, September 2016, October 2016 and November 2016.

3. The report to be submitted by PEZA to NEDA shall be consolidated by sector or industry only and not on a company or enterprise level.
4. The above-required report is in accordance with TIMTA requirements and therefore covered by the penalty provisions thereof, in addition to penalty provisions on late submission of reports under PEZA's rules and regulations.

For any clarification on the Report Form, please contact the PEZA-Enterprise Services Division at 551-9540 loc. 423, 424 or 428 or email to esd@peza.gov.ph

For strict compliance.


HOA/cvc