

WELCOME REMARKS

FINANCE SECRETARY CARLOS G. DOMINGUEZ
SULONG PILIPINAS AGRIBUSINESS SUMMIT 2019
DECEMBER 17, 2019 | DAVAO CITY



SULONG PILIPINAS 2016 HAPPENED IN THE MIDST OF HECTIC PREPARATIONS FOR THE TRANSITION TO A NEW PRESIDENCY



**0-10 POINT SOCIO-
ECONOMIC
AGENDA**

**ULTIMATE GOAL:
POVERTY
REDUCTION**

**STATE OF THE
PHILIPPINE
AGRICULTURE
SECTOR**

**REFORMS THAT
WILL BENEFIT
AGRICULTURE
SECTOR**

0-10 POINT SOCIO-ECONOMIC AGENDA OF THE DUTERTE ADMINISTRATION



Peace and Order Stability



Continue macroeconomic policies



Tax Reform



Ease of Doing Business



Rural Development



Land Administration



Human Capital Development



Massive Infrastructure Build-Up



Science and Technology



Social Protection Program



Reproductive Health

COMPREHENSIVE TAX REFORM PROGRAM

The tax reform program seeks to make the tax system



It also seeks to create a **LEVEL PLAYING FIELD FOR BUSINESS** and **GENERATE A RELIABLE REVENUE PROCESS** to support both economic investments and more robust social services.

HIGHLIGHTS OF THE TAX REFORM FOR ACCELERATION AND INCLUSION LAW (TRAIN LAW-PACKAGE 1)

We are putting more money in people's pocket.



Shifted to a simplified Personal Income Tax (PIT) system, and reduces the max rate to 30% over time



Restructured the tax for micro enterprises/ self-employed to an optional flat tax rate of 8%



Reduced and restructured the donor's tax to a single rate of 6%



Reduced and restructured the estate tax to a single rate of 6%

We are funding investments for our people for a more inclusive growth.



Broadened the VAT system by reducing the number of unnecessary exemptions.



Increased the excise tax on petroleum products gradually.



Simplified excise tax on automobiles.



Introduced a tax on sweetened beverages.



Introduced and updated taxes on: cosmetic procedures, coal excise, mining, tobacco, foreign currency deposits, capital gains, stock transactions, and documentary stamp taxes.

GAME-CHANGING REFORMS FOR SUSTAINABLE DEVELOPMENT



EASE OF DOING BUSINESS LAW

The law creates a unified business application form to make it easier to put up or renew business licenses in the Philippines.



NATIONAL I.D. SYSTEM

The law will pave the way for efficient delivery of services and strengthen financial inclusion.



RICE TARIFFICATION LAW

This promotes food security by lowering the price of rice for every Filipino family and opens up the rice market to both imports and domestic production.



UNIVERSAL HEALTH CARE PROGRAM

Filipinos will now be considered to possess immediate eligibility for and have access to the full spectrum of health care.



BUILD, BUILD, BUILD PROGRAM

The massive infrastructure modernization program will open many investment opportunities and create numerous jobs for our people. It will support the diversification of economic activities in the domestic economy and improve our competitiveness.

SULONG PILIPINAS WORKSHOPS ALL OVER THE COUNTRY



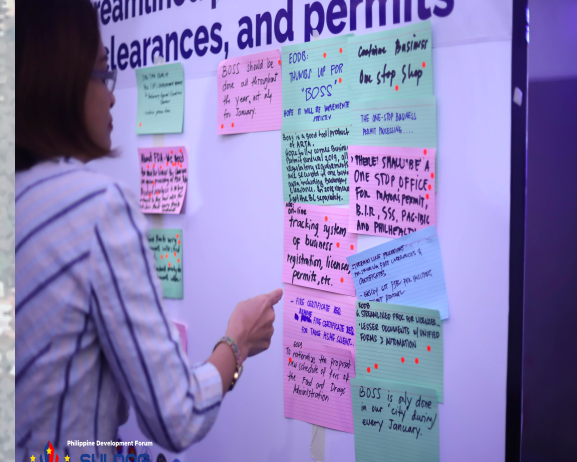
UNIVERSITY OF SANTO TOMAS



CEBU



LA UNION



DAVAO



CLARK



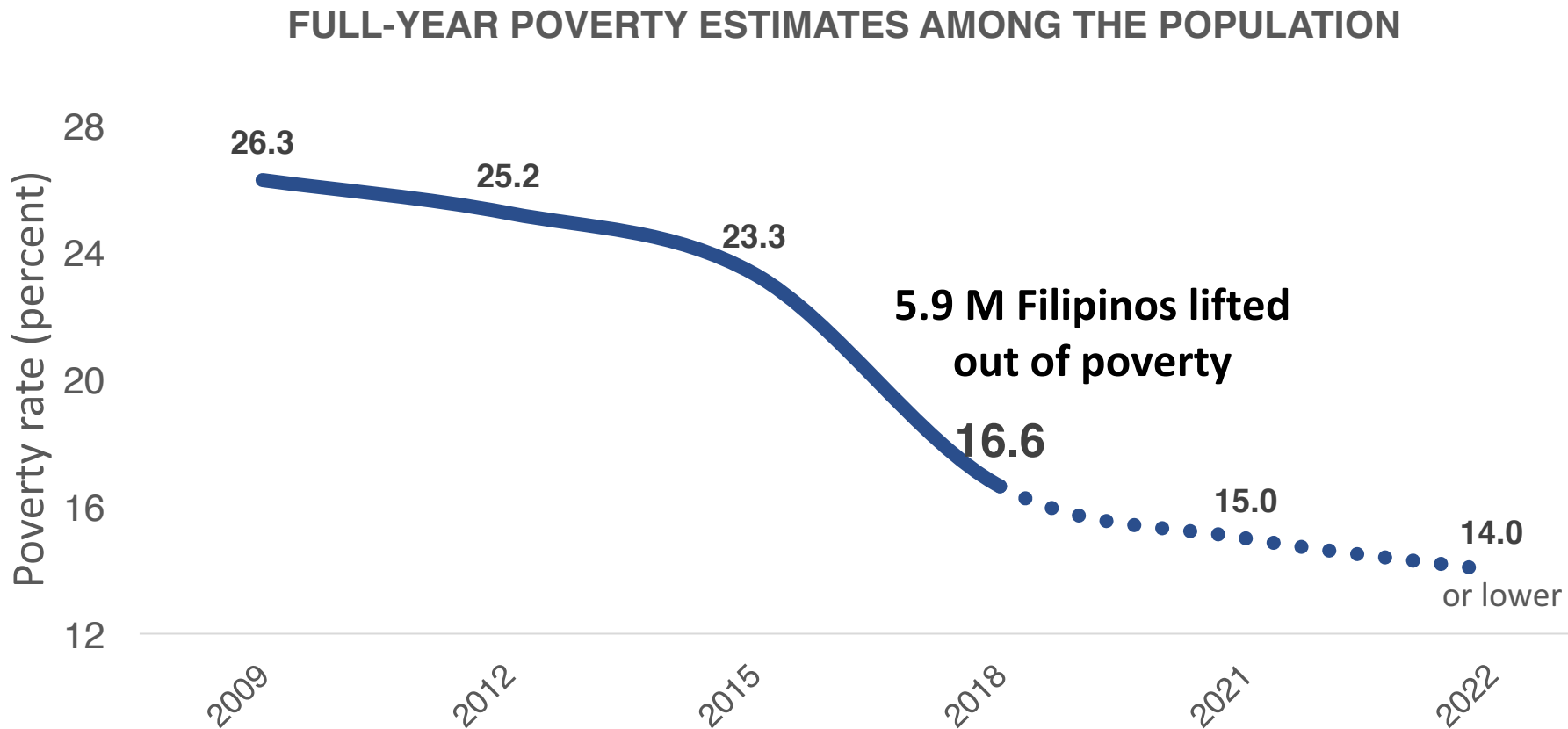
**OUR
PROO**

ULTIMATE GOAL:
POVERTY
REDUCTION

STATE OF THE
PHILIPPINE
AGRICULTURE
SECTOR

REFORMS THAT
WILL BENEFIT
AGRICULTURE
SECTOR

POVERTY INCIDENCE DECLINED TO 16.6 PERCENT IN 2018 FROM 23.3 PERCENT IN 2015



Source: PSA

Note: Poverty rates for 2021 to 2022 represent government targets.

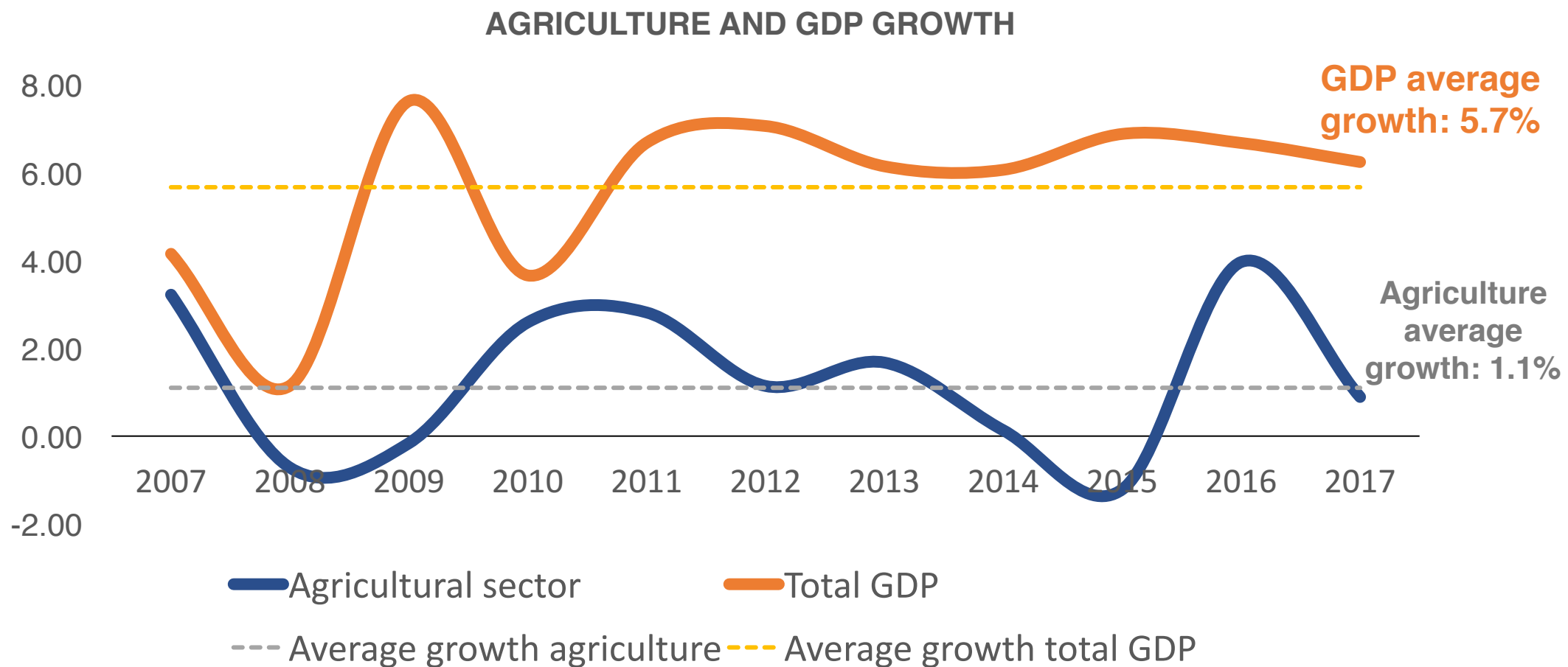
OUR TRAIN TO PROGRESS



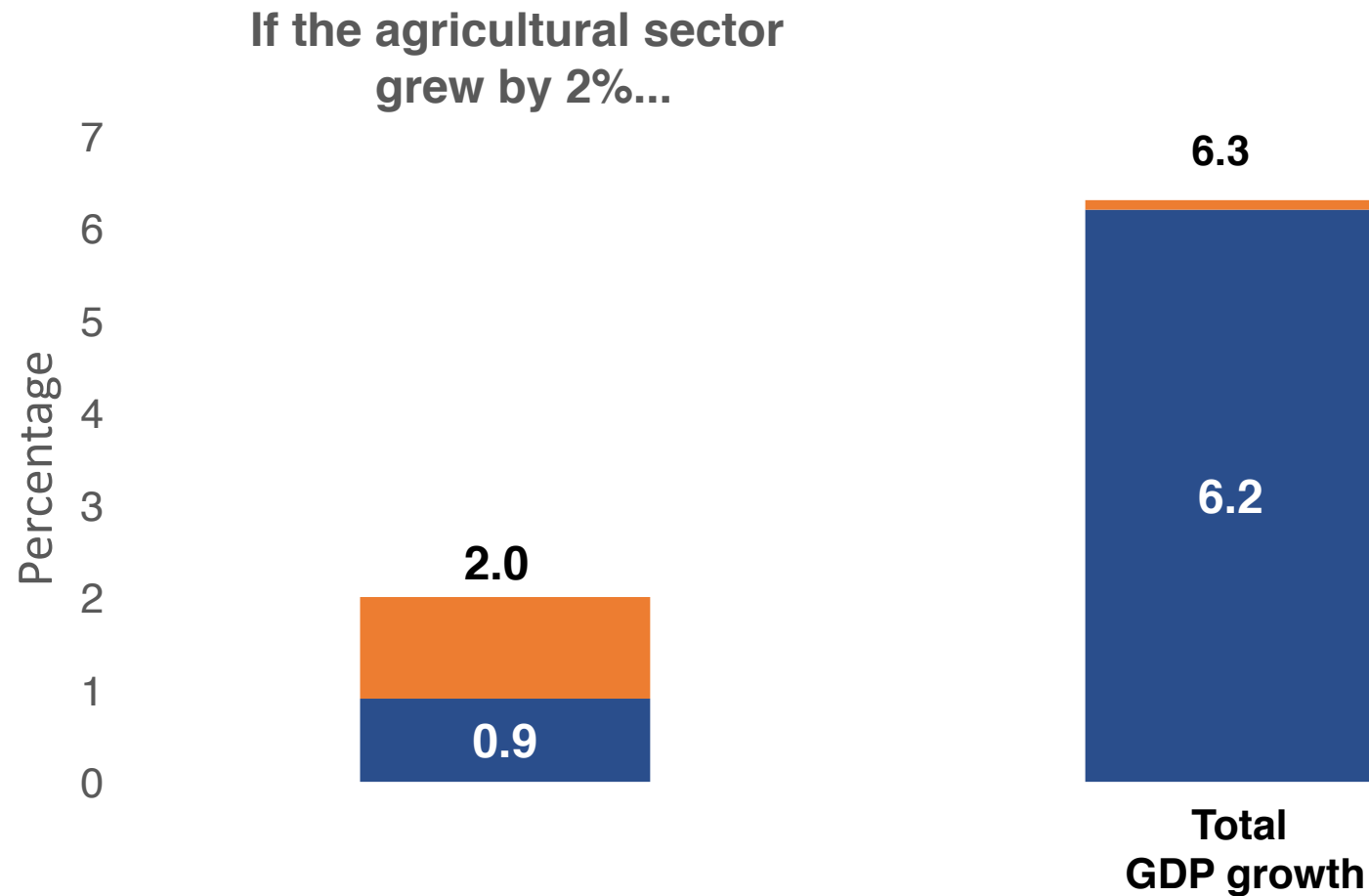
**STATE OF THE
PHILIPPINE
AGRICULTURE
SECTOR**

**REFORMS THAT
WILL BENEFIT
AGRICULTURE
SECTOR**

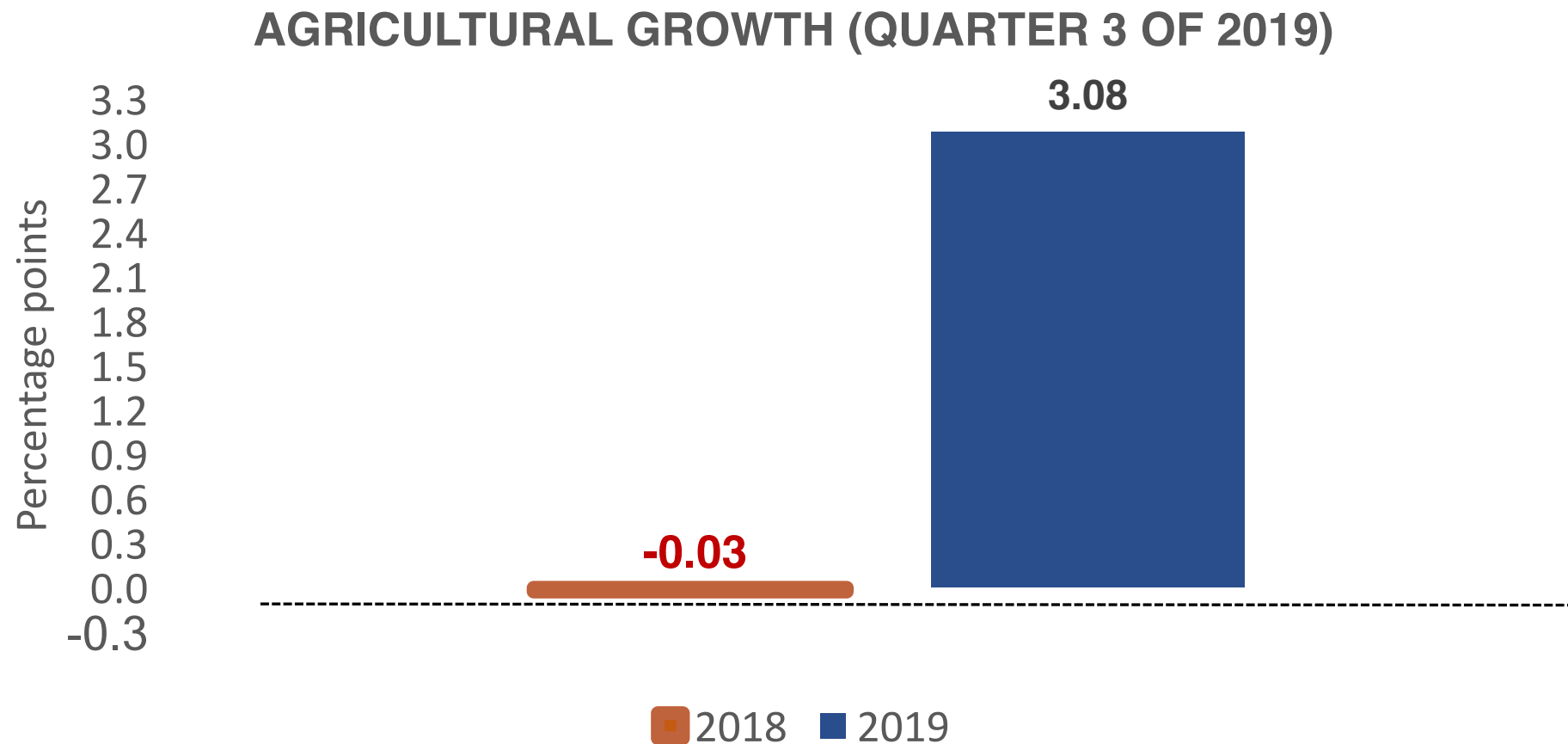
FOR THE PAST TEN YEARS, OUR AGRICULTURE ONLY GREW AT AN AVERAGE OF 1.1 PERCENT



IN 2018, IF AGRICULTURE GREW BY 2 PERCENT INSTEAD OF LESS THAN 1 PERCENT, OVERALL GDP GROWTH COULD HAVE BEEN AT LEAST 0.1 PERCENTAGE POINT HIGHER



AGRICULTURE GREW BY 3.1 PERCENT IN THE THIRD QUARTER THIS YEAR VS 0.03 PERCENT CONTRACTION RECORDED LAST YEAR



An aerial photograph of a city skyline, likely Manila, Philippines, showing a dense cluster of skyscrapers and buildings. The sky is a clear, bright blue with a few wispy white clouds. The city is viewed from a high angle, looking down on the buildings and the surrounding urban landscape.

Enhancing the growth of the agriculture sector is like waking up a sleeping giant that will help us make larger strides in our overall economic growth.

OUR TRAIN TO PROGRESS



FUNDED BY THE

**REFORMS THAT
WILL BENEFIT
AGRICULTURE
SECTOR**



RICE TARIFFICATION LAW (R.A. 11203)

Signed into law on February 14, 2019



Promotes **food security** by lowering the price of rice for every Filipino family.



Promotes **competition** by opening up the rice market to both imports and domestic production.



Supports **domestic rice production** as it mandates the National Food Authority (NFA) to source the emergency buffer stock solely from local farmers.



Provides funds for farmer education and mechanization to **improve productivity**.


CITIRA BILL HIGHLIGHTS

Reduction of corporate income tax rates

This will bring our tax regime closer to the regional average, help us attract investments to fuel our economic growth, and benefit small and medium enterprises that employ the biggest number of Filipinos.

Rationalization of fiscal incentives

This will create a level playing field for our enterprises and attract new players to compete.

An aerial photograph of a city skyline, likely Singapore, showing a dense cluster of skyscrapers and buildings. The sky is a clear, vibrant blue with a few wispy white clouds. The city is seen from a high angle, looking down on the buildings. The text is overlaid on a white rectangular background in the center of the image.

Policy reforms in agriculture sector should be developed in close collaboration with the stakeholders of the agriculture industry as they are the ones who truly understand the real problems on the ground.

An aerial photograph of a city skyline, featuring numerous high-rise buildings and a mix of urban development. A large white rectangular box is superimposed over the upper half of the image, containing bold black text. The sky is a pale blue with some light, wispy clouds.

We encourage you to think out of the box and to propose bold ideas.

**THE COUNTRY BENEFITS
FROM A POLITICAL
LEADERSHIP THAT DOES
NOT FEAR CHANGE. THIS IS
THE MOMENT TO BREAK
OUT FROM THE STRUCTURES
THAT TRAPPED SO MANY
FILIPINOS IN POVERTY FOR
FAR TOO LONG.**

Photo Source: Build, Build, Build Website



An aerial photograph of a city skyline, featuring numerous high-rise buildings and a mix of urban development. A large white rectangular box is superimposed over the upper half of the image, containing bold black text. The sky is a pale blue with some light, wispy clouds.

**Now is the perfect time to plant the seeds
that our children and grandchildren will
reap in the years to come.**

OUR TRAIN TO PROGRESS



FUNDED BY THE FILIPINO PEOPLE

WELCOME REMARKS

FINANCE SECRETARY CARLOS G. DOMINGUEZ
SULONG PILIPINAS AGRIBUSINESS SUMMIT 2019
DECEMBER 17, 2019 | DAVAO CITY

