

# DOING BUSINESS

## 2016 RESULTS

October 28, 2015

GUILLERMO M. LUZ

Co- Chairman, NCC

**Doing Business 2016**  
Measuring Regulatory Quality and Efficiency

responsabilité juridique  
bureau de crédit Единое окно  
прозрачность 一站式服务  
transparencia  
офиса де кредит  
تحدد مهل زمنية  
balcão único  
在线服务  
collateral registry  
single window liability  
сроки  
征信中心  
реестр залогового обеспечения  
مكتب الائتمان  
one stop shop  
servicios en línea  
services en ligne transparância en línea  
реорганизация credit bureau reorganización سجل الضمانات  
transparencia guichet unique 设置办理时限  
responsabilidade jurídica مسؤولية  
重组 reorganization  
registro de garantías

COMPARING BUSINESS REGULATION FOR DOMESTIC FIRMS IN 189 ECONOMIES  
A World Bank Group Flagship Report

# Doing Business 2016

## Measuring Regulatory Quality and Efficiency







# GLOBAL COMPETITIVENESS REPORT CARD

REPORT	2015 RANK	2014 RANK	2013 RANK	CHANGE	ASEAN RANK	TOP 1/3
<b>IFC- Ease of Doing Business</b>	<b>103/189</b>	<b>95/189**</b>	<b>108/189*</b>	↓ 8	<b>6 of 10</b>	<b>63</b>
WEF -Global Competitiveness Report	<b>47/140</b>	52/144	59/148	↑ 5	5 of 9	48
TI - Corruption Perception Index	Dec. 2015	85/175	94/177	↑ 9	3 of 9	58
HF - Economic Freedom Index	76/178	89/178	97/177	↑ 13	5 of 9	59
WEF- Global Information Technology Report	76/143	78/148	86/144	↑ 2	5 of 9	48
WEF - Travel and Tourism Report	74/141	n/a	82/140	↑ 8	5 of 7	46
WEF - Global Enabling Trade Index	Mar 2016	64/138	n/a	↑ 8	6 of 10	46
IMD -World Competitiveness Report	41/60	42/60	38/60	↑ 1	4 of 5	20
WIPO - Global Innovation Index	83/141	100/143	90/142	↑ 17	5 of 8	47
WB - Logistics Performance Index	Mar 2016	57/160	n/a	↓ 5	6 of 9	53
FFP - Fragile States Index ***	48/178	52/178	59/178	↓ 4	8 of 10	118
WEF - Global Gender Gap Report	Oct 2015	9/142	5/136	↓ 4	1 of 9	--

\*Ranking based on the 2015 Doing Business Report

\*\*Ranking based on the 2014 Doing Business Report

\*\*\*Reverse ranking (1 as worst) – Fragile States Index

As of October 2015

# OVERALL RANK

Report Title	Original Release Date	Original Published Rank	Adjusted Rank (released +1yr)	Methodology Change
2011	2010	148	134	✓
2012	2011	136	136	
2013	2012	138	133	✓
2014	2013	108	86	✓
2015	2014	95	97	✓
2016	2015	103	???	✓

# DOING BUSINESS INDICATORS

## Published VS Adjusted

		Published		Adjusted	
INDICATORS	2016 (189)	2015 (189)	Change	2015	Change
<b>OVER-ALL RANKING</b>	<b>103</b>	<b>95</b>	↓ 8	97	↓ 6
1. Starting a Business	165	161	↓ 4	157	↓ 8
2. Dealing w/ Construction Permits	99	124	↑ 25	94	↓ 5
3. Getting Electricity	19	16	↓ 3	21	↑ 2
4. Registering Property	112	108	↓ 4	110	↓ 2
5. Getting Credit	109	104	↓ 5	105	↓ 4
6. Protecting Investors	155	154	↓ 1	154	↓ 1
7. Paying Taxes	126	127	↑ 1	125	↓ 1
8. Trading Across Borders	95	65	↓ 30	94	↓ 1
9. Enforcing Contracts	140	124	↓ 16	139	↓ 1
10. Resolving Insolvency	53	50	↓ 3	50	↓ 3

# OVERALL SCORE

Report Title	Original Release Date	Original Published Score	Adjusted Score (released +1yr)	Methodology Change
2011	2010	-	-	✓
2012	2011	<b>0.6211</b>	-	
2013	2012	<b>0.6200</b>	<b>55.06</b>	✓
2014	2013	<b>60.08</b>	<b>62.08</b>	✓
2015	2014	<b>62.08</b>	<b>59.94</b>	✓
2016	2015	<b>60.07</b>	<b>???</b>	✓

# **EODB 2015 Reforms**



# STARTING A BUSINESS

FROM:

TO:

**16** **34**  
STEPS DAYS

2014

**6** **8**  
STEPS DAYS

2015



... JAL SECURITY SYSTEM



# STARTING A BUSINESS

## OLD PROCEDURES

**1** Verify and reserve the company name with SEC (1 day, Php 40)

**2** Deposit Paid in Capital at the bank (1 day, Php 0)

**3** Notarize articles of incorporation and treasurer's affidavit. (1 day, Php 500)

**4** Register the company with SEC and receive pre-registered TIN. (2 days average, see procedure details)

**5** Obtain barangay clearance. (1 day, Php 500)

**6** Pay annual community tax and obtain community tax certificate. (1 day, Php 500)

**7** Obtain business permit from BPLO. (6 days, see procedure details)

**8** Buy special books of account at book-store. (1 day, Php 400)

**9** Apply and pay for Certificate of Registration and obtain TIN at BIR. (1 day, see procedure details)

**10** Pay registration fee and documentary stamp taxes (1 day, see procedure details)

**11** Obtain authority to print receipts and invoices from BIR. (1 day, Php 0)

**12** Print receipts and invoices. (7 days, Php 3,500)

**13** Have books of accounts and Printer's Certificate of Delivery stamped by BIR. (1 day, Php 0)

**14** Register with SSS. (7 day, Php 0)

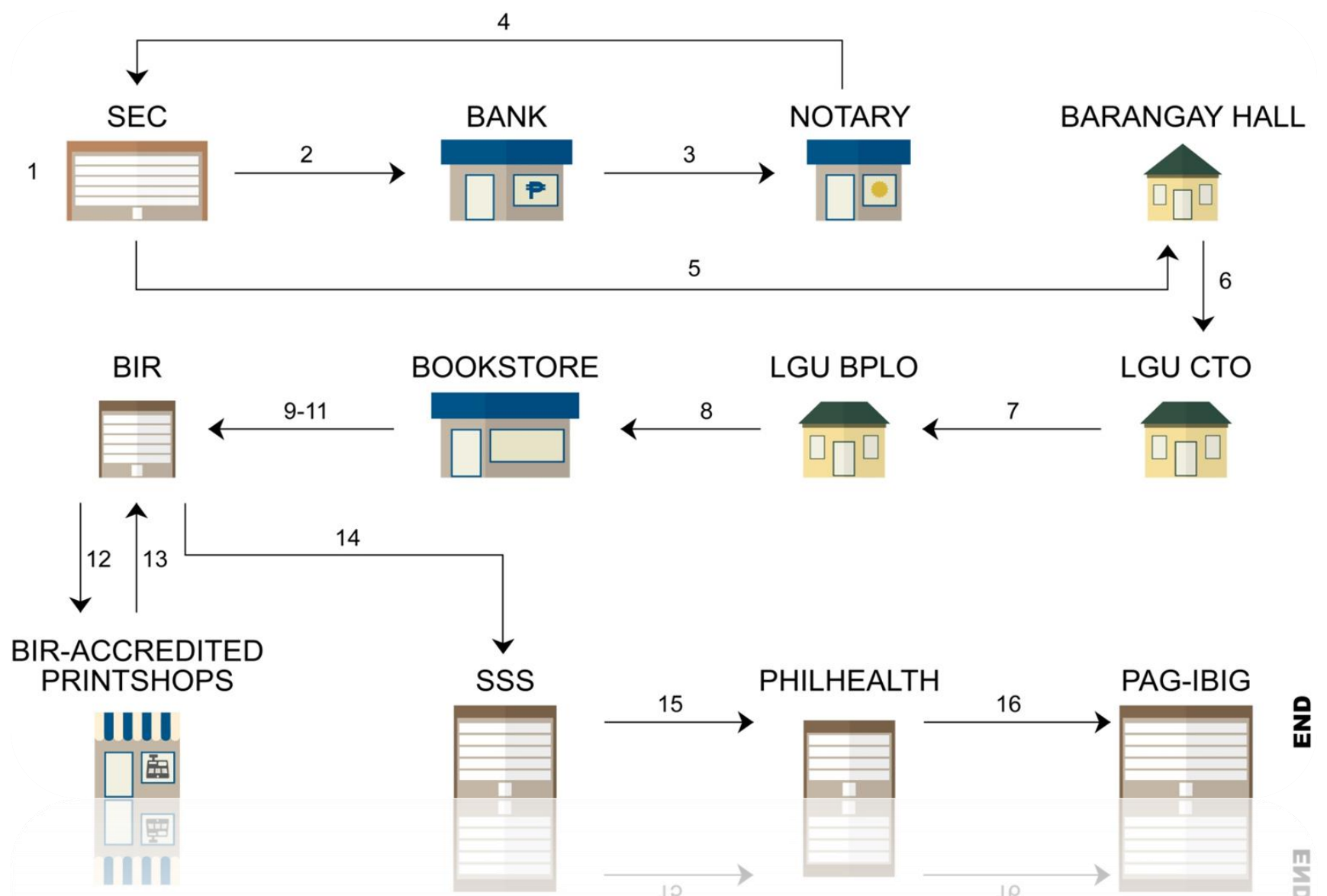
**15** Register with PhilHealth. (1 day, Php 0)

**16** Register with Pag-IBIG. (1 day, Php 0)

can be completed in **34** days

# STARTING A BUSINESS

## AGENCY FLOWCHART



# STARTING A BUSINESS

## NEW PROCEDURES

**1** Prepare articles of incorporation, by-laws, and treasurer's affidavit signed by the incorporators for notarization.  
**1 DAY**

**2** Obtain SEC Registration Number, BIR Tax Identification Number Pag-IBIG fund, PhilHealth, and SSS Employer numbers (ERNs) at the Securities and Exchange Commission through its Integrated Business Registration System. Applicant will receive a Unified Registration Form (URF).  
**1 DAY**

**3** Obtain Barangay Clearance  
**1 DAY**

**4** Obtain Business Permit to Operate from the Business Process and Licensing Office and pay necessary fees  
**2-3 DAYS**

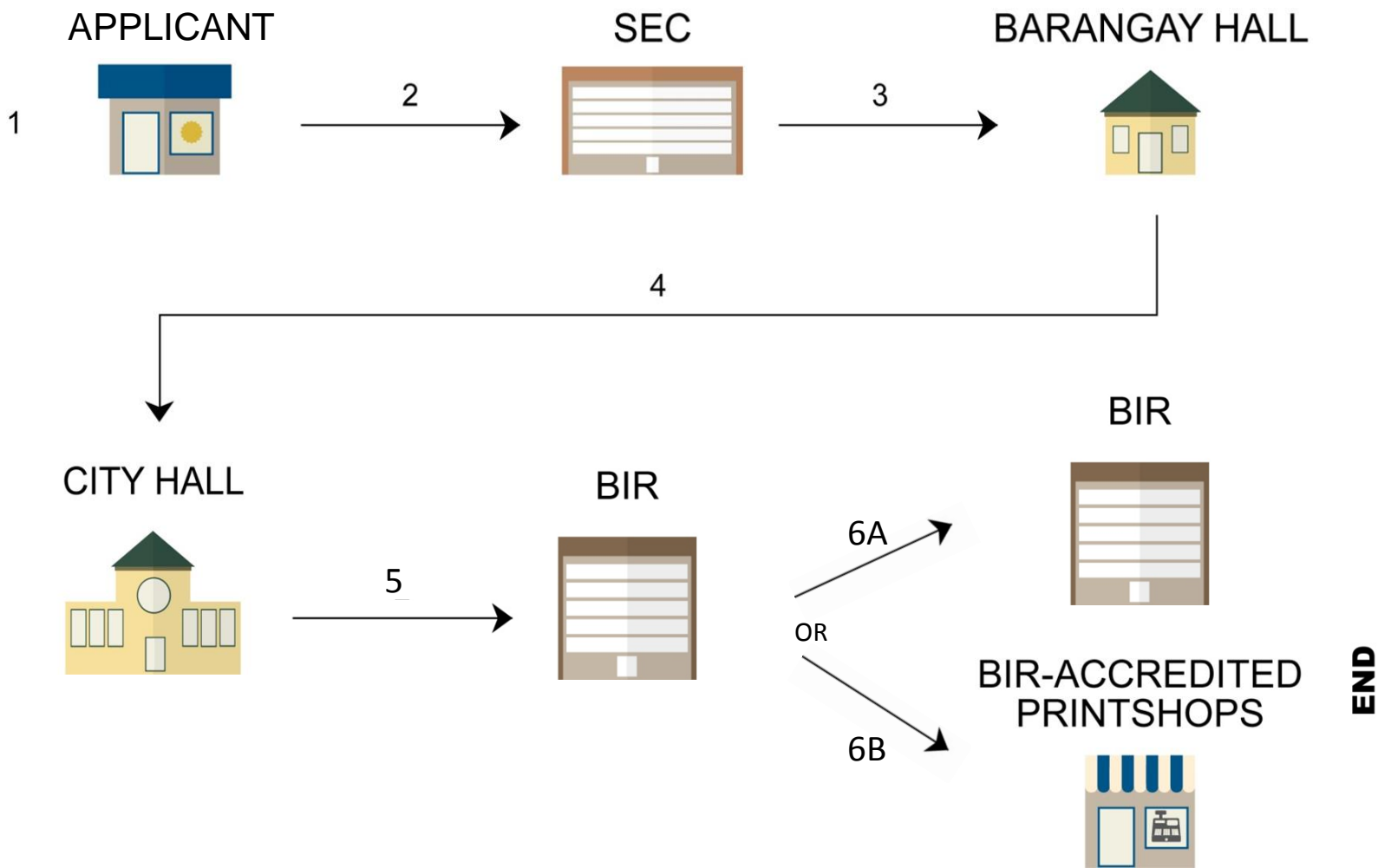
**5** Secure Certificate of Registration and Registration of Books of accounts at the Bureau of Internal Revenue (BIR)  
**1 DAY**

**6**  
A. Registration Cash Register Machine (CRM) / Point of Sale (POS)  
**1 DAY**  
B. Secure Authority to Print Receipts/ Invoices (Manual Receipts)  
**1-7 DAYS**

can now be completed in **8** days

# STARTING A BUSINESS

## AGENCY FLOWCHART



# Integrated Business Registration System

## UNIFIED REGISTRATION RECORD (URR)



UNIFIED REGISTRATION RECORD (URR)

<b>COMPANY NAME</b> ONE ORANGE COMMUNICATIONS INC.	<b>SEC REGISTRATION NUMBER</b> CS201504528
<b>DOING BUSINESS AS (list down trade names)</b> Telecommunications	<b>TAX IDENTIFICATION NUMBER (TIN)</b> 008008000
<b>PRINCIPAL ADDRESS</b> 123 marvex pineda Kalookan City Metro Manila	<b>PAG-IBIG EMPLOYER NUMBER (Eyer ID)</b> 800170635509
<b>PHONE NO.</b> 7846498	<b>PHILHEALTH EMPLOYER NUMBER (PEN)</b> 002000008635
<b>FAX NO.</b> 7772345	<b>SSS EMPLOYER NUMBER (ER No.)</b> 0392534831
<b>MOBILE NO.</b>	<b>E-MAIL ADDRESS</b>
<b>AUTHORIZED REPRESENTATIVE (to be filled up by company - for presentation to social agencies)</b>	

## USAGE:

Date	Performance
April 15- September 30, 2015	URRs Printed = 13,955
	Applications Received = 14,021
	Applications Processed = 14,014
	IBRS Performance = 99.50%

# Integrated Business Registration System

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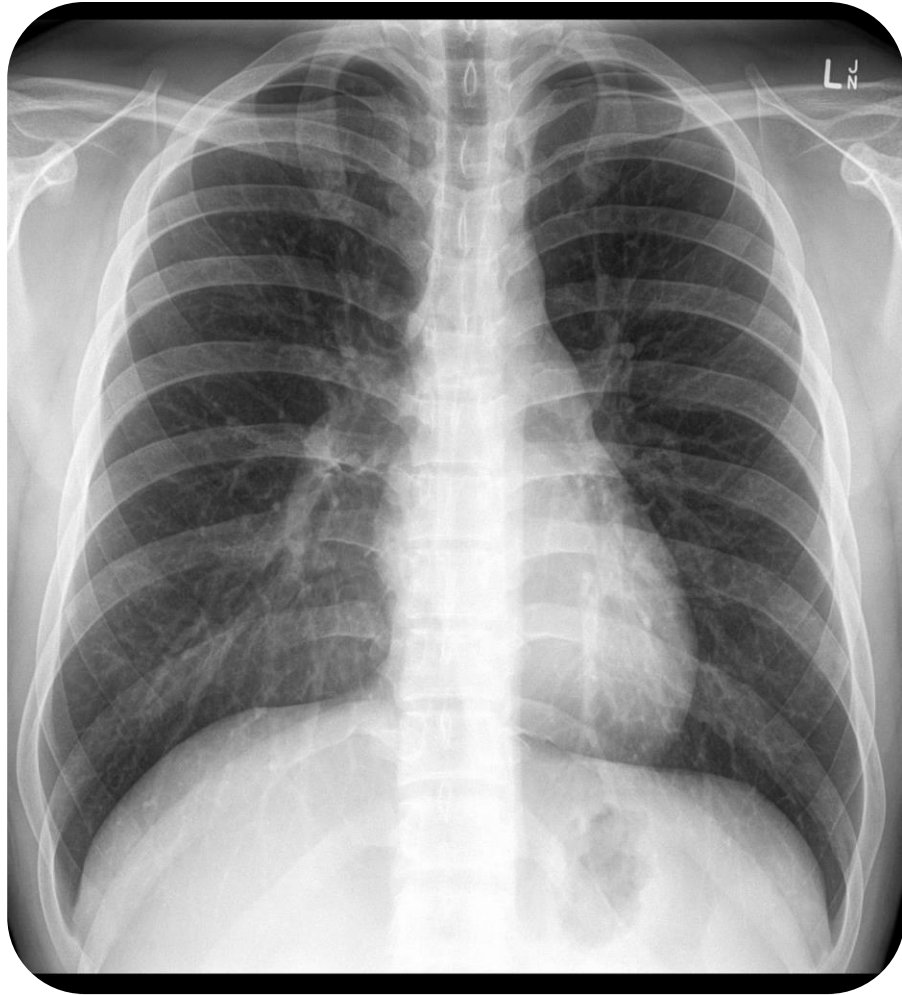
### Processing time:

Processing Time	No. of URrs Released
1 day or less	13,182
2-3 days	577
4-5 days	99
6 + days	156

# Improvement in the Number of Business Registrations at the SEC

Month	2014	2015	% Change
April 15-30	771	1,208	57%
May	1,736	2,115	22%
June	1,730	2,188	26%
July	1,754	2,370	35%
August	1,690	2,101	24%
September	2,231	2,330	4%
Total	9,912	12,312	24%





Is it time to change  
the **diagnostics**?