### What is a Barangay Micro Business Enterprise (BMBE)?

BMBE is defined as any business entity or enterprise with the following qualifications:

- Asset size of not more than PhP3 million (such assets shall include those arising from loans but not the land on which the plant and equipment are located).
- Engaged in production, processing, or manufacturing of products or commodities, including agro-processing, as well as trading and services.
- Note: "Services" shall exclude those rendered by any one, who is duly licensed by the government after having passed a government licensure examination, in connection with the exercise of one's profession.

### What are the documentary requirements in registering as a BMBE?

- 1. BMBE Application Form
- Certificate of Business Name Registration (issued by Department of Trade and Industry, Securities and Exchange Commission, or Cooperative Development Authority)

#### How does one register as a BMBE?

- Step 1: Accomplish BMBE Application Form and submit to the nearest Negosyo Center or DTI Office where business is located.
- Step 2: DTI will evaluate the eligibility of the application.
- Step 3 : If qualified, DTI issues BMBE Certificate of Authority (CA) which is valid for 2 years.

#### What are the incentives granted to BMBEs?

Registered BMBEs can avail of the following incentives:

- Income tax exemption for income arising from the operations of the enterprise;
- Exemption from the coverage of the Minimum Wage Law (BMBE employees shall be entitled to the same social security and health care benefits as other employees);

- Priority to a special credit window set up specifically for the financing requirements of BMBEs; and
- Technology transfer, production and management training, marketing assistance programs for BMBE beneficiaries.

The LGUs are also encouraged either to reduce the amount of local taxes, fees and charges imposed or to exempt the BMBEs from local taxes, fees and charges.

#### How much will it cost to register?

The registration and issuance of the CA shall be free of charge.

### What is the validity period of the BMBE Certificate of Authority registration?

The BMBE Certificate of Authority shall be effective for a period of two (2) years commencing from the date of issuance. The CA may be renewed for the same period of two (2) years and every two (2) years thereafter subject to the applicant's continued compliance with the eligibility requirements prescribed by law and DTI Department Administrative Order (DAO) No. 16-01 Series of 2016.

What are the agencies mandated to provide assistance in the areas of technology transfer, production and management training, marketing assistance?

The agencies concerned are the following:

- Department of Trade and Industry (DTI)
- Department of Science and Technology (DOST)
- University of the Philippines Institute for Small Scale Industries (UP-ISSI)
- Cooperative Development Authority (CDA)
- Technical Education and Skills Development Authority (TESDA)

# What are the funding agencies designated to set up the special credit window for registered BMBEs?

The following government financial institutions will provide a special credit window for BMBEs:

- Land Bank of the Philippines (LBP);
- Development Bank of the Philippines (DBP);
- Small Business Guarantee and Finance Corporation (SBGFC);
- Quedan and Rural Credit Guarantee Corporation (QUEDANCOR);
- Government Service Insurance System (GSIS) for members only; and
- Social Security System (SSS) for members only

	DEPARTM TRADE & I			
	APPLICATION FOR	REGISTRATION AS		
В	ARANGAY MICRO BUSI			
BMBE Form 01 Date Application Filed : Application No				
New Renewal     Certificate No Date Registered:	(DTI	Name of Business E Business Name/ SEC Re	egistered Name)	_
	DTI Business Name /SE	EC Registration No/CD/	1 Registration No	
Name of Owner (if Sole Proprieto	·		D_Male	Female
(Last Name)		(Middle Nam		
	No.)		Telephone No.	
Address(Ur	nit No.) (Barangay)		Mobile No Fax No	
	(City/Municipality)		Email	
Branches (if any)	_		_	_
Type of Business Organization	Single Proprietorship	Partnership	Corporation	Cooperative
	Association			
Status of Business	New Existing	ğ.		
Principal Business Activity	Production	Processing	Manufacturing	g 🗖 Trading
	Services (Excluding the duly licensed by the governm government licensure examin exercise of one's profession)	nent after having passed a nation in connection with		
Product Lines/Services Other Businesses if any		free how mone?		
Total Assets (To the nearest Thou which the business entity's office, po	sand Pesos excluding the value	ue of the land on		
Total Number of Employees	No. of Males:		No. of Females:	
	Regular:		Irregular/Part-time:	
	UNDERT	AKING		

size, supplied in this application which shall be the basis of assessing my eligibility for registering as BMBE are true and correct to the best of my belief and knowledge, Any false or mileading information supplied, and/or production of materially false or misleading document to support this application shall be ground for disaptroval of BMBE application/rescation of BMBE Certificate of Authority as well as ground for criminal, civil and/or administrative action against our enterprise. I affirm under the penalties of perjury, that this declaration has been made in good faith.

I/We undertake to advise the Department of Trade and Industry through the Negosyo Center of any change in the status of its ownership structure and shall surrender the original copy of the BMBE Certificate of Authority for notation of the transfer.

> Applicant's/Authorized Representative's Signature Over Printed Name



### **Barangay Micro Business Enterprises** BMBEs Act of 2002 RA No. 9178, as amended by RA No. 10644

For more information, you may visit any of the Negosyo Centers or DTI Provincial Offices near you, or contact the following:

**NEGOSYO** 

CENTER

- C DTI Direct: (02) 751-3330; 0917.834.3330
  - 🜐 www.dti.gov.ph
  - DTI.Philippines
  - @DTIPhilippines
  - @DTI.Philippines
  - /DTIPhilippines

Primer

## tion No. Geocode-numbe

BMBE Form 02

under the BMBE law's IRR.

#### BMBE Certificate of Authority (Registered Barangay Micro Business Enterprise)

THIS Certificate entitles the registered Barangay Micro Business Enterprise (BMBE) to all the benefits and incentives, subject to the terms and conditions, of Republic Act No. 9178, otherwise known as the Barangay Micro Business Enterprises (BMBEs) Act of 2002, and the implementing rules and regulations thereof by virtue of Department Administrative Order No. 16-01 Series of 2016 of the Department of Trade and Industry. This certificate is effective for two (2) years and will expire on Expiry Date . This may be renewed for the same period of (2) years and every two (years) thereafter subject to the

applicant's continued compliance with the eligibility requirements prescribed

Granted to: Name of Enterprise Subdivision Barangan City/Municipality, Zin Code Province IN TESTIMONY WHEREOF, I have set my hand and caused the seal of the Department of Trade and Industry to be affixed at Makati City, Philippines this Day day of Month in the year of our Lord twenty hundred and

MON M. LOPEZ

Certificate of Authority Template