



SPECIAL RELEASE

2020 Annual Survey of Philippine Business and Industry Real Estate Activities Sector Preliminary Results

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Table A. Comparative Summary Statistics for Real Estate
Activities Sector: Philippines, 2019 and 2020

Particulars	2019 ^f	2020 ^p	Growth Rate (%)
Number of Establishments	5,225	5,121	(2.0)
Employment	105,973	97,237	(8.2)
Average Number of Workers per Establishment	20	19	(5.0)
Compensation (in thousand pesos)	41,931,616	41,781,218	(0.4)
Average Annual Compensation (in pesos)	398,476	453,754	13.9
Revenue (in thousand pesos)	1,102,401,089	646,844,491	(41.3)
Expense (in thousand pesos)	716,234,744	472,903,828	(34.0)
Revenue per Expense Ratio	1.54	1.37	(11.0)
Subsidies (in thousand pesos)	14,849,744	3,117,637	(79.0)

Notes: Growth rates are computed from actual values and may yield different results when computed manually.

f – final

p – preliminary

() – negative value

Sources: Philippine Statistics Authority, 2019 ASPBI and 2020 ASPBI

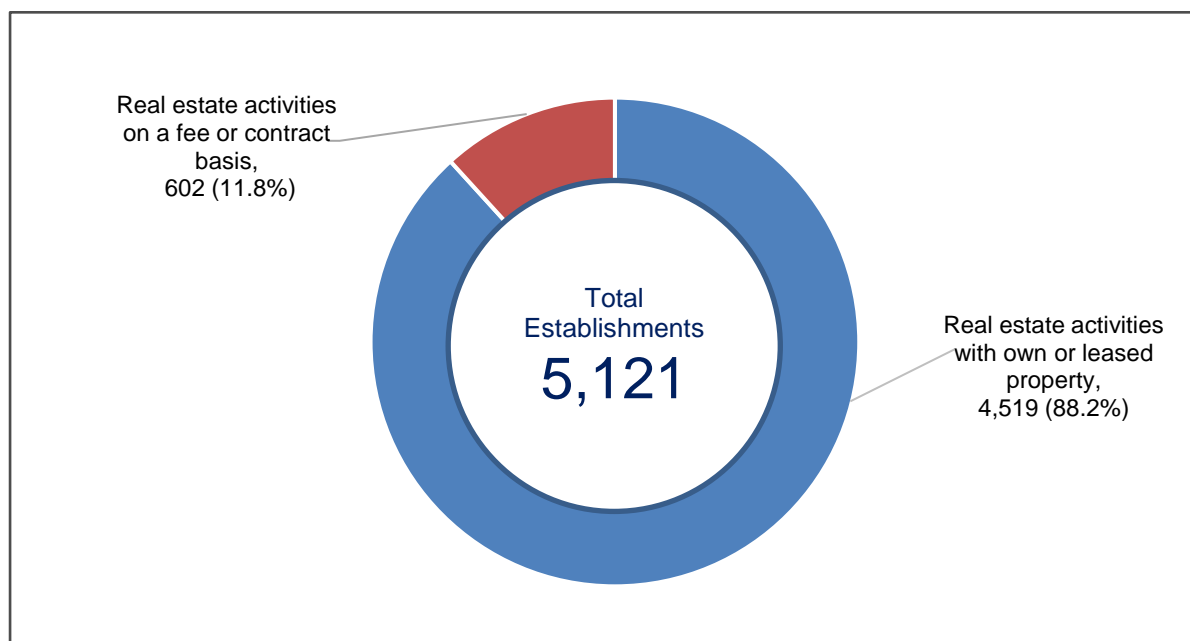


Majority of the establishments were in real estate activities with own or leased property industry

The preliminary results of the Annual Survey of Philippine Business and Industry (ASPBI) showed that a total of 5,121 establishments in the formal sector of the economy were engaged in real estate activities in 2020. This number represents a -2.0 percent decrease from the 5,225 establishments reported in 2019. (Tables A and 1)

Between the two industry groups, real estate activities with own or leased property posted a higher number of establishments of 4,519 or 88.2 percent of the total. Real estate activities on a fee or contract basis, on the other hand, recorded 602 establishments (11.8%). (Table 1 and Figure 1)

Figure 1. Percentage Distribution of Establishments for Real Estate Activities Sector by Industry Group: Philippines, 2020



Source: Philippine Statistics Authority, 2020 ASPBI (Preliminary Results)

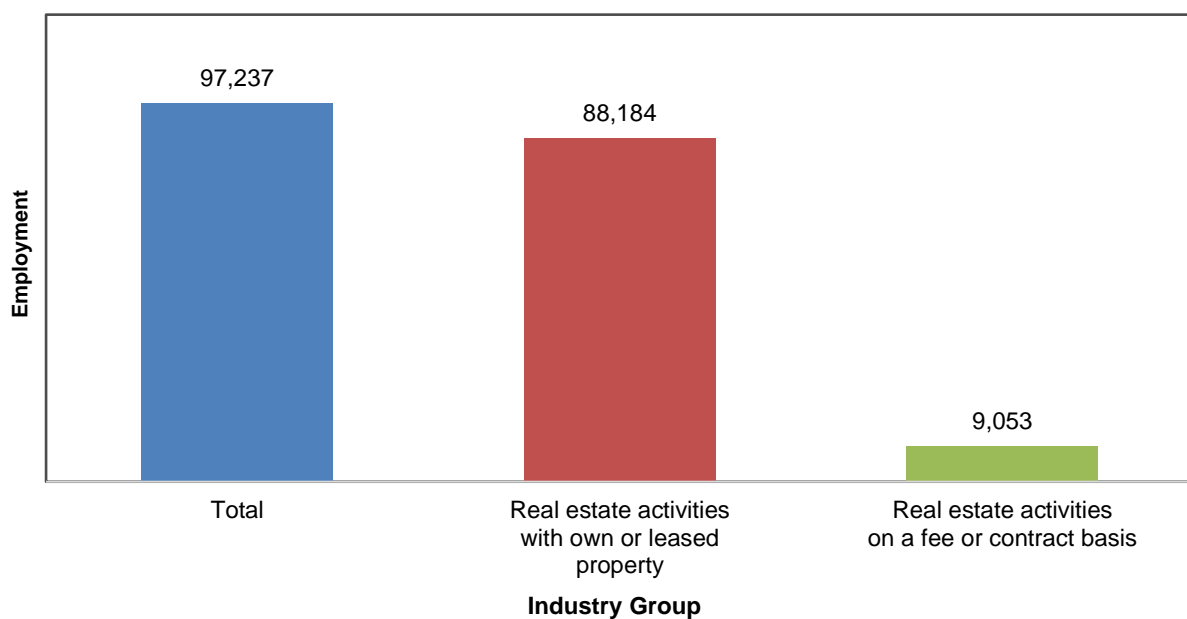
At the regional level, the National Capital Region (NCR) had the most number of establishments of 3,040 or 59.4 percent of the total. This was followed by Central Visayas with 497 establishments (9.7%) and CALABARZON with 326 establishments (6.4%). (Table 3)

Real estate activities with own or leased property industry employed majority of the workers

In 2020, the total employment for the sector was recorded at 97,237 workers, a decrease of -8.2 percent from the 105,973 workers reported in 2019. Of the total employment, majority of the workers were paid employees numbering to 92,079 (94.7%), while the rest were working owners and unpaid workers. (Tables A and 1)

By industry group, real estate activities with own or leased property employed 88,184 workers or 90.7 percent of the total. The remaining 9,053 workers (9.3%) were engaged in real estate activities on a fee or contract basis. (Table 1 and Figure 2)

Figure 2. Distribution of Employment for Real Estate Activities Sector by Industry Group: Philippines, 2020



Source: Philippine Statistics Authority, 2020 ASPBI (Preliminary Results)

By region, NCR hired the highest number of workers of 68,742 (70.7%). This was followed by Central Visayas with 7,053 workers (7.3%) and CALABARZON with 6,435 workers (6.6%). (Table 3)

In 2020, the sector's average number of workers per establishment was recorded at 19, a decrease of -5.0 percent from the 20 workers per establishment reported in 2019. (Tables A and 2)

Real estate activities with own or leased property with 20 workers per establishment slightly surpassed the sector's average of 19 workers per establishment. On the other hand, real estate activities on a fee or contract basis recorded an average of 15 workers per establishment. (Table 2)

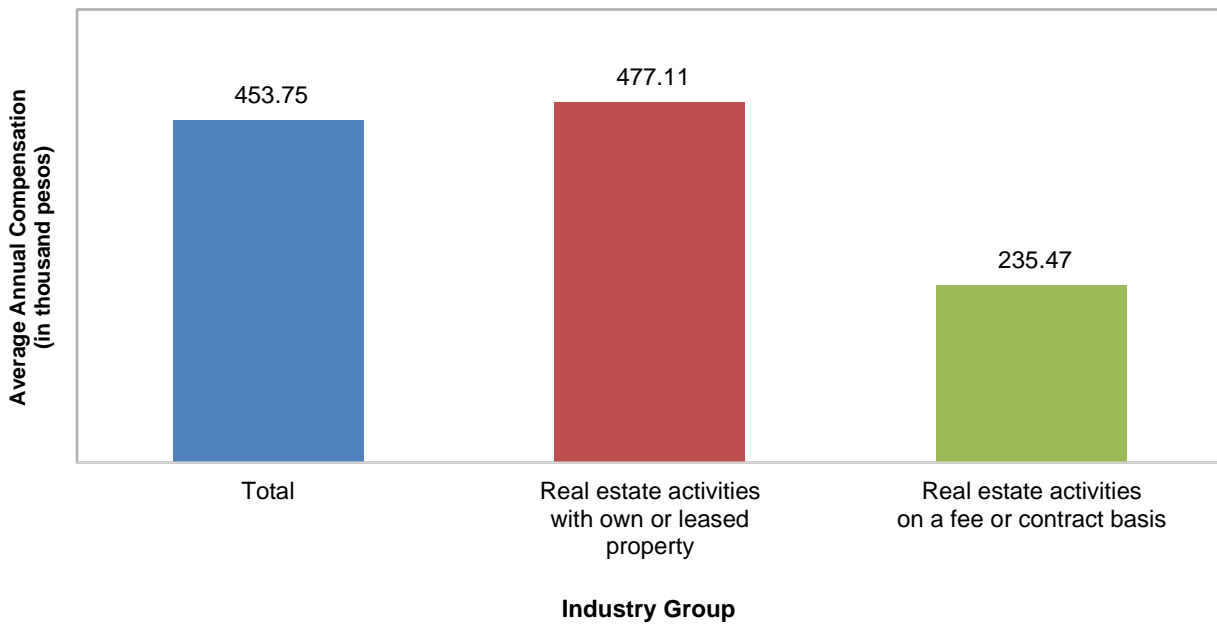
Real estate activities with own or leased property industry paid the highest average annual compensation

In 2020, the total compensation paid by the sector to its employees amounted to PhP 41.78 billion. This figure was lower by -0.4 percent than the recorded compensation of 41.93 billion in 2019. (Tables A and 1)

Of the total compensation paid by the sector, PhP 39.69 billion (95.0%) was paid to employees working in real estate activities with own or leased property. The remaining portion of the total compensation worth PhP 2.10 billion (5.0%) was paid to employees of real estate activities on a fee or contract basis. (Table 1)

The sector paid an average annual compensation of PhP 453.75 thousand per paid employee in 2020. This was higher by 13.9 percent from the previous year's average annual compensation of PhP 398.48 thousand per paid employee. Employees of real estate activities with own or leased property received an average annual pay of PhP 477.11 thousand per paid employee. Meanwhile, paid employees of real estate activities on a fee or contract basis received an average annual compensation of PhP 235.47 thousand. (Tables A and 2, Figure 3)

Figure 3. Average Annual Compensation per Paid Employees for Real Estate Activities Sector by Industry Group: Philippines, 2020



Source: Philippine Statistics Authority, 2020 ASPBI (Preliminary Results)

Among the regions, NCR paid the highest average annual compensation of PhP 545.79 thousand per paid employee. Central Visayas and Ilocos Region ranked second and third, paying an average annual compensation of PhP 383.37 thousand and PhP 355.31 thousand per paid employee, respectively. (Table 4)

Real estate activities with own or leased property industry contributed the major share to total revenue and expense

The total revenue generated by the sector reached PhP 646.84 billion in 2020, a decrease of -41.3 percent from the PhP 1.10 trillion in 2019. (Tables A and 1, Figure 4)

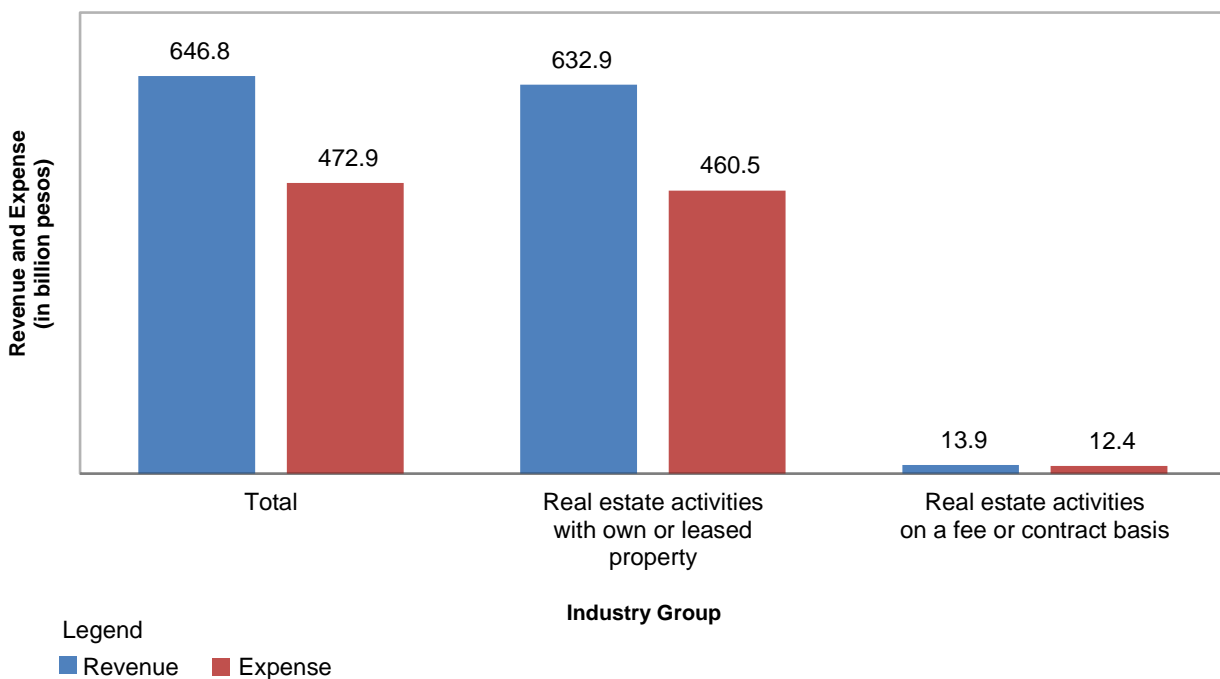
Real estate activities with own or leased property contributed the major share to the total revenue of the sector, amounting to PhP 632.91 billion (97.8%). On the other hand, real estate activities on a fee or contract basis generated a revenue of PhP 13.93 billion (2.2%). (Table 1 and Figure 4)

Meanwhile, the total expense incurred by the sector amounted to PhP 472.90 billion in 2020, a decrease of -34.0 percent from the PhP 716.23 billion in 2019. Being the main contributor to total revenue, real estate activities with own or leased property was also the main

contributor to total expense spending PhP 460.51 billion or 97.4 percent. Real estate activities on a fee or contract basis spent PhP 12.39 billion or 2.6 percent. (Tables A and 1, Figure 4)

Of the total revenue generated by the real estate activities industry, NCR earned PhP 568.64 billion (87.9%), the highest among other regions. Similarly, NCR incurred the highest expense of PhP 406.45 billion or 85.9 percent of the total. (Table 3)

Figure 4. Revenue and Expense for Real Estate Activities Sector by Industry Group: Philippines, 2020



Source: Philippine Statistics Authority, 2020 ASPBI (Preliminary Results)

The revenue generated per peso expense by the sector stood at PhP 1.37 in 2020. This means that for every peso spent, a corresponding revenue of PhP 1.37 was generated. By industry group, real estate activities with own or leased property recorded revenue per peso expense ratio of 1.37, while real estate activities on a fee or contract basis generated a ratio of 1.12. (Tables A and 2)

At the regional level, both CALABARZON and Northern Mindanao generated the highest revenue per expense ratio of 1.52, while the lowest revenue per expense ratio was generated in Ilocos Region at 0.86. (Table 4)

Subsidies amounted to PhP 3.12 billion

Subsidies are grants received from the government in the form of financial assistance or tax exemption to aid and develop an industry. Total subsidies received by the sector from the government amounted to PhP 3.12 billion in 2020, a decrease of -79.0 percent from the PhP 14.85 billion reported in 2019. (Table 3)

DENNIS S. MAPA, Ph.D.

Undersecretary

National Statistician and Civil Registrar General

DGLDP/SCDG/JPCS