



LAYOFFS STATISTICS

(January-September 1996-1997)

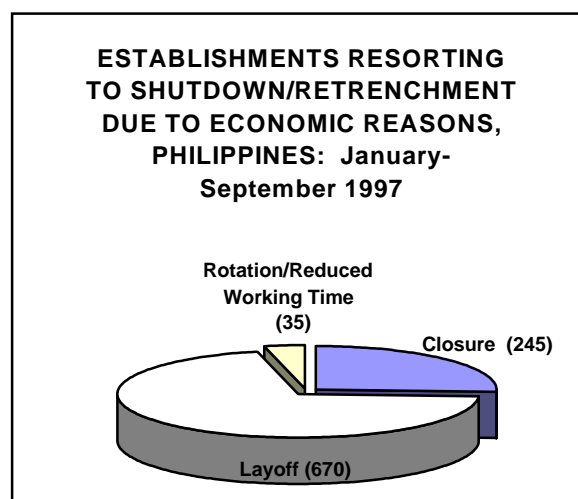
*This update includes statistics on establishments resorting to shutdown/retrenchment and workers affected **due to economic reasons** for January-September 1996-1997. This is a consolidation of the Establishment Termination Reports submitted by employers/establishments to DOLE Regional Offices.*

Establishments Resorting to Shutdown/Retrenchment due to Economic Reasons

For the first nine months of 1997, the number of establishments reporting shutdown/retrenchment due to economic reasons totaled 950. This figure slid down by 8.7 percent from 1,041 establishments recorded for the same period last year.

- Establishment closures decreased by 8.9 percent during the period. From 269 establishments which stopped operations a year ago, only 245 folded up this year of which 196 permanently closed and 49 temporarily closed.

- A little over two-thirds (70.5% or 670) of the affected establishments resorted to layoffs. Of this number, 561 retrenched workers permanently and 109 temporarily. The remaining number made use of job rotations or reduction in working time.
- The bulk of the establishments affected by shutdown/retrenchment were engaged in manufacturing (45.2% or 429). Wholesale and retail trade ranked a far second (14.5% or 138) followed by community, social and personal services (11.7% or 111).



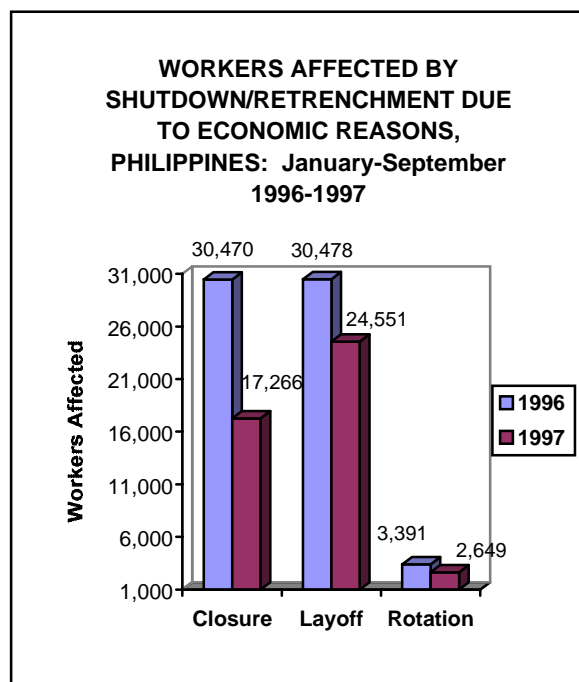
- Over a half of the reporting establishments were NCR-based (52.7% or 501) and employing 1-99 workers (56.0% or 532).
- Majority resorted to shutdown/retrenchment due to streamlining/redundancy (33.4% or 317) lack of capital (24.9% or 237) and lack of market (17.7% or 168).

Workers Affected

Some 44,466 workers were affected by shutdown/retrenchment from January to September 1997. This represents a decline of 30.9 percent from the same period's figure of 64,339 a year earlier.

- Most workers were displaced from their jobs due to layoffs, 55.2 percent or 24,551. This figure decreased by 19.4 percent over the number of workers affected last year at 30,478.
- Likewise, a large number of workers were affected due to closures, 38.8 percent or 17,266, denoting a marked decline of 43.3 percent from the level a year ago of 30,470. The large reduction of workforce last year was contributed largely by the permanent shutdown of Medical Plastic Corp., JR Garments Corp., Magnus Fine Sewing, Inc. and Orient Leaf Tobacco Co., Inc. and temporary closure of Malayan Textile Mills, Inc. and Taiyo-Yuden (Phil.), Inc. where a total of around 8,000 workers were terminated.

- By nature of closure/retrenchment, the bulk of displaced workers permanently lost their jobs (64.1% or 28,504) and nearly one-third (29.9% or 13,313) were laid off temporarily. The rest (6.0% or 2,649) worked on job rotation or reduced working time.
- Establishments situated in the National Capital Region reported the highest proportion of workers affected (44.9% or 19,972) followed by Region VII (22.1% or 9,808) and Region XI (13.4% or 5,953).



- Heavy job losses were recorded in manufacturing (59.4% or 26,434) during the period. The sub-sectors mostly affected were electrical machinery, apparatus, appliances and supplies (7,007), wearing apparel (4,854) and food (3,142).

- Other major sectors which retrenched relatively large number of workers were agriculture, fishery and forestry (10.6% or 4,726) and transportation, storage and communication (8.9% or 3,938).
- Job cutbacks were prevalent in large-sized establishments which employ 200 or more workers (62.6% or 27,825).
- The biggest shares of workers affected during the period were due to lack of market (29.4% or 13,070), streamlining/redundancy (29.2% or 13,000) and lack of capital (20.9% or 9,279).

FOR INQUIRIES:

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**TABLE 1.0 - ESTABLISHMENTS RESORTING TO SHUTDOWN/RETRENCHMENT
AND WORKERS TERMINATED DUE TO ECONOMIC REASONS
PHILIPPINES: January-September 1996-1997**

Indicator	Establishments Reporting		Workers Affected	
	1996	1997	1996	1997
TOTAL	1,041	950	64,339	44,466
Establishments resorting to closure	269	245	30,470	17,266
Permanent	214	196	15,314	10,723
Temporary	55	49	15,156	6,543
Establishments resorting to layoffs	731	670	30,478	24,551
Permanent	640	561	23,158	17,781
Temporary	91	109	7,320	6,770
Establishments resorting to job rotation/reduced working time	41	35	3,391	2,649

Source of data: Employer's monthly Report on Employee's Termination submitted by establishments to DOLE Regional Offices.

TABLE 2.0-ESTABLISHMENTS RESORTING TO SHUTDOWN/RETRENCHMENT DUE TO
ECONOMIC REASONS AND WORKERS AFFECTED BY REGION
PHILIPPINES: January-September 1997

Indicator	REGION														
	TOTAL	NCR	I	II	III	IV	V	VI	VII	VIII	IX	X	XI	XII	CAR
Establishment closures/shutdown															
Number of establishments	245	144	2	-	7	27	5	9	23	1	-	8	17	-	2
Permanent	196	112	2	-	5	22	5	8	17	-	-	8	15	-	2
Temporary	49	32	-	-	2	5	-	1	6	1	-	-	2	-	-
Number of workers affected	17,266	7,013	49	-	1,003	2,607	41	318	4,255	17	-	153	1,788	-	22
Permanent	10,723	5,074	49	-	584	2,276	41	221	1,036	-	-	153	1,267	-	22
Temporary	6,543	1,939	-	-	419	331	-	97	3,219	17	-	-	521	-	-
Establishments resorting to layoffs															
Number of establishments	670	335	16	5	37	22	10	35	81	7	1	22	77	12	10
Permanent	561	277	13	3	34	19	9	33	54	7	1	18	71	12	10
Temporary	109	58	3	2	3	3	1	2	27	-	-	4	6	-	-
Number of workers affected	24,551	10,950	229	133	1,602	538	269	342	5,397	72	6	654	4,095	117	147
Permanent	17,781	8,971	121	118	1,561	459	266	328	983	72	6	570	4,062	117	147
Temporary	6,770	1,979	108	15	41	79	3	14	4,414	-	-	84	33	-	-
Establishments resorting to job rotation/reduced working time															
Number of establishments	35	22	-	-	3	-	1	2	4	-	-	-	3	-	-
Number of workers affected	2,649	2,009	-	-	381	-	18	15	156	-	-	-	70	-	-
Total establishments affected	950	501	18	5	47	49	16	46	108	8	1	30	97	12	12
Total workers affected	44,466	19,972	278	133	2,986	3,145	328	675	9,808	89	6	807	5,953	117	169

Source of data: Employer's monthly Report on Employee's Termination submitted by establishments to DOLE Regional Offices.

**TABLE 3.0-ESTABLISHMENTS RESORTING TO SHUTDOWN/RETRENCHMENT
DUE TO ECONOMIC REASONS AND WORKERS AFFECTED BY INDUSTRY
PHILIPPINES: January-September 1997**

Indicator	Industry									
	Total	Agriculture, Fishery and Forestry	Mining and Quarrying	Manufacturing	Electricity, Gas and Water	Construction	Wholesale and Retail Trade	Transportation, Storage and Communication	Financing, Insurance, Real Estate and Business Svcs.	Community, Social and Personal Svcs.
Establishment closures/shutdown										
Number of establishments	245	7	7	116	-	4	40	22	14	35
Permanent	196	4	6	82	-	3	33	21	14	33
Temporary	49	3	1	34	-	1	7	1	-	2
Number of workers affected	17,266	247	1,693	11,807	-	696	502	972	300	1,049
Permanent	10,723	120	1,173	6,171	-	596	368	957	300	1,038
Temporary	6,543	127	520	5,636	-	100	134	15	-	11
Establishment resorting to layoffs										
Number of establishments	670	62	9	286	10	18	97	55	60	73
Permanent	561	58	7	214	8	14	83	53	55	69
Temporary	109	4	2	72	2	4	14	2	5	4
Number of workers affected	24,551	4,469	247	12,456	95	794	1,602	2,966	854	1,068
Permanent	17,781	4,428	210	6,536	90	600	1,236	2,919	732	1,030
Temporary	6,770	41	37	5,920	5	194	366	47	122	38
Establishments resorting to job rotation/reduced working time										
Number of establishments	35	1	-	27	-	3	1	-	-	3
Number of workers affected	2,649	10	-	2,171	-	373	24	-	-	71
Total establishments affected	950	70	16	429	10	25	138	77	74	111
Total workers affected	44,466	4,726	1,940	26,434	95	1,863	2,128	3,938	1,154	2,188

Source of data: Employer's monthly Report on Employee's Termination submitted by establishments to DOLE Regional Offices.

**TABLE 3.1 - ESTABLISHMENTS RESORTING TO SHUTDOWN/RETRENCHMENT DUE
TO ECONOMIC REASONS AND WORKERS AFFECTED BY INDUSTRY
PHILIPPINES: January-September 1997**

Major/Minor Industry Group	Establishments Reporting		Workers Affected	
	1996	1997	1996	1997
ALL INDUSTRIES	1,041	950	64,339	44,466
Agriculture, Fishery and Forestry	104	70	2,200	4,726
Fruits	33	27	256	3,022
Coconut	-	-	-	-
Sugar	1	4	11	23
Livestock	2	6	12	52
Fishery	38	11	764	726
Others	4	-	295	-
Mining and Quarrying	11	16	1,556	1,940
Manufacturing	513	429	52,052	26,434
Food	72	82	3,859	3,142
Beverage	28	14	898	380
Tobacco	5	-	1,191	-
Textile	44	23	9,790	4,200
Wearing Apparel	68	48	11,259	4,854
Leather and Leather Products	2	1	108	92
Footwear	1	10	312	573
Wood and wood products	45	31	2,827	1,140
Paper and paper products	6	12	415	398
Printing, publishing and other allied	14	10	380	137
Chemical and chemical products	66	46	2,630	1,286
Petroleum and coal products	3	6	11	21
Rubber products	8	4	492	98
Plastic products	5	7	215	294
Iron steel basic industries	11	10	332	206
Non-ferrous basic industries	1	1	43	3
Fabricated metal products	9	11	462	1,210
Machinery	12	29	789	731
Electrical machinery, apparatus, appliances and supplies	29	20	11,357	7,007
Transport equipment	5	9	453	185
Professional and scientific and measuring and controlling equipment/furniture and fixtures made of metal including repair	4	-	125	-
Other manufacturing industries	61	37	3,703	1,817
Electricity, Gas and Water	2	10	10	95
Construction	23	25	1,070	1,863
Wholesale and Retail Trade	115	138	2,005	2,128
Transportation, Storage and Communication	64	77	1,258	3,938
Financing, Insurance, Real Estate and Business Services	84	74	1,092	1,154
Community, Social and Personal Services	125	111	3,096	2,188

Source of data: Employer's monthly Report on Employee's Termination submitted by establishments to DOLE Regional Offices.

**TABL 4.0-ESTABLISHMENTS RESORTING TO SHUTDOWN/RETRENCHMENT DUE TO
ECONOMIC REASONS AND WORKERS AFFECTED BY EMPLOYMENT SIZE
PHILIPPINES: January-September 1997**

Indicator	Total	Employment Size		
		1 - 99	100 - 199	200 and over
Establishment closures/shutdown				
Number of establishments	245	195	28	22
Permanent	196	162	19	15
Temporary	49	33	9	7
Number of workers affected	17,266	5,478	2,827	8,961
Permanent	10,723	4,440	2,025	4,258
Temporary	6,543	1,038	802	4,703
Establishment resorting to layoffs				
Number of establishments	670	318	143	209
Permanent	561	256	125	180
Temporary	109	62	18	29
Number of workers affected	24,551	4,009	3,392	17,150
Permanent	17,781	2,741	2,799	12,241
Temporary	6,770	1,268	593	4,909
Establishments resorting to job rotation/reduced working time				
Number of establishments	35	19	5	11
Number of workers affected	2,649	629	306	1,714
Total establishments affected	950	532	176	242
Total workers affected	44,466	10,116	6,525	27,825

Source of data: *Employer's monthly Report on Employee's Termination submitted by establishments to DOLE Regional Offices.*

**TABLE 5.0 - ESTABLISHMENTS RESORTING TO SHUTDOWN/RETRENCHMENT DUE TO ECONOMIC REASONS AND WORKERS AFFECTED BY REASON OF RETRENCHMENT
PHILIPPINES: January-September 1997**

Indicator	Reason						
	Total	Lack of Raw Materials	High Production Cost	Lack of Market/ Slump in Demand	Lack of Capital	Streamlining/ Redundancy	Others
Establishment closures/shutdown							
Number of establishments	245	25	36	44	133	4	3
Permanent	196	13	29	28	122	1	3
Temporary	49	12	7	16	11	3	-
Number of workers affected	17,266	1,506	1,971	5,735	7,012	383	659
Permanent	10,723	786	1,247	1,422	6,544	65	659
Temporary	6,543	720	724	4,313	468	318	-
Establishment resorting to layoffs							
Number of establishments	670	49	88	118	98	311	6
Permanent	561	26	73	75	83	300	4
Temporary	109	23	15	43	15	11	2
Number of workers affected	24,551	1,671	1,580	6,644	2,158	12,390	108
Permanent	17,781	861	1,304	1,506	1,868	12,216	26
Temporary	6,770	810	276	5,138	290	174	82
Establishments resorting to job rotation/reduced working time							
Number of establishments	35	17	4	6	6	2	-
Number of workers affected	2,649	1,457	165	691	109	227	-
Total establishments affected	950	91	128	168	237	317	9
Total workers affected	44,466	4,634	3,716	13,070	9,279	13,000	767

Source of data: *Employer's monthly Report on Employee's Termination submitted by establishments to DOLE Regional Offices.*