

INTEREST INCOME	INDIVIDUAL					CORPORATION		
	CITIZEN		ALIEN			Domestic Corp.	Foreign	
	Resident Citizen	Non-Resident Citizen	Resident Alien	Non-resident			Resident foreign corp.	Non-resident foreign corp.(NRFC)
				Engaged in trade or business	Not engaged in trade or business			
<b>Local Currency Deposit</b>								
Short term interest or yield	20%	20%	20%	20%	25%	20%	20%	25%
Long term interest or yield	Exempt	Exempt	Exempt	Exempt	25%	20%	20%	25%
Pre-termination interest rate								
Less than 3 years	20%	20%	20%	20%	25%	20%	20%	25%
3 to less than 4 years	12%	12%	12%	12%	25%	20%	20%	25%
4 to less than 5 years	5%	5%	5%	5%	25%	20%	20%	25%
<b>Foreign Currency Deposit</b>								
Interest income from FCDUs/OBU depository banks	15%	Exempt	15%	Exempt	Exempt	15%	15%	Exempt

If a tax treaty exists between the Philippines and the country of residence of the non-resident payee (NRA NETB and NRFC), the provisions of the tax treaty shall be applied subject to the requisite of filing for a tax treaty benefit provided by the BIR.