



KEYNOTE ADDRESS

PHILIPPINE

ECONOMIC BRIEFING

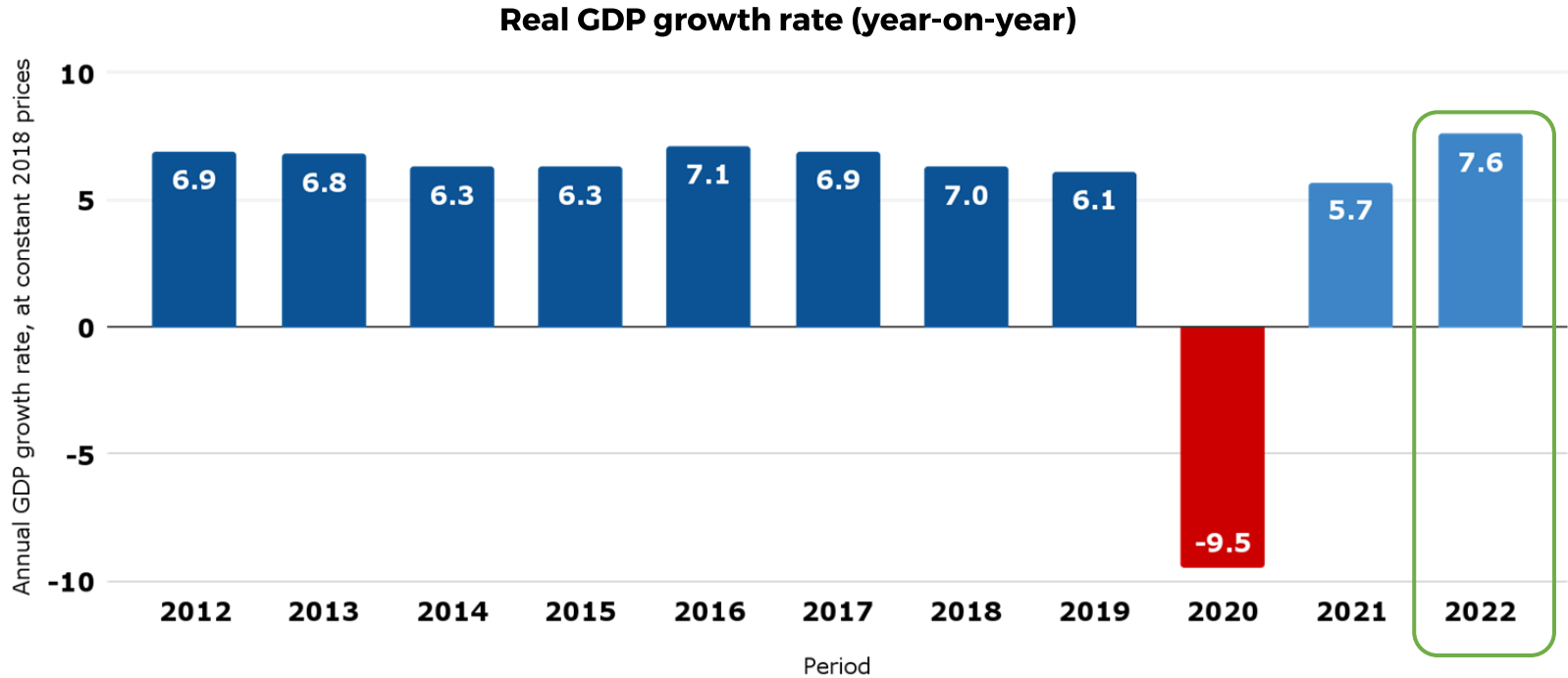
CEBU

BENJAMIN E. DIOKNO

SECRETARY OF FINANCE

August 11, 2023

Continued recovery amid a struggling world economy



Visayas played a major role in this achievement

9.3%
Western Visayas

6.8%
Eastern Visayas

7.6%
Central Visayas



2023
Real GDP growth rate
(in percent)

First quarter 6.4

Second quarter 4.3

First half 5.3

Development Budget
Coordination Committee
Growth Assumptions
(in percent)





As of June 9, 2023

2023 6.0 - 7.0

2024-2028 6.5 - 8.0

PHILIPPINE ECONOMIC OUTLOOK

(in percentage)

Particulars	2023		2024	
	Previous	Latest	Previous	Latest
 International Monetary Fund	6.0 ^{a/}	6.2^{b/}	5.8 ^{a/}	5.5^{b/}
 Asian Development Bank	6.0 ^{a/}	6.0 ^{b/}	6.2 ^{a/}	6.2 ^{b/}
 ASEAN+3 Macroeconomic Research Office	6.2 ^{a/}	6.2 ^{b/}	6.5 ^{a/}	6.5 ^{b/}
 World Bank	5.6 ^{a/}	6.0^{c/}	5.9 ^{d/}	5.9 ^{c/}

Sources: IMF World Economic Outlook (WEO) Update April 2023; IMF WEO Update July 2023; Asian Development Outlook (ADO) April 2022; ADO July 2023; AMRO ASEAN+3 Regional Economic Outlook (REO) April 2023; AMRO ASEAN+3 REO July 2023; World Bank Global Economic Prospects (GEP) January 2023; World Bank East Asia and Pacific (EAP) Economic Update April 2023; World Bank Philippines Economic Update June 2023; World Bank Global Economic Prospects June 2023

Notes: a/ as of April 2023; b/ as of July 2023; c/ as of June 2023; d/as of January 2023

Revised forecasts are in bold text.

IMPROVING LABOR MARKET CONDITIONS

June 2023 Employment Situation (year-on-year)

4.5% ↓

Unemployment rate

↑ **66.1%**

Labor force participation rate

95.5% ↑

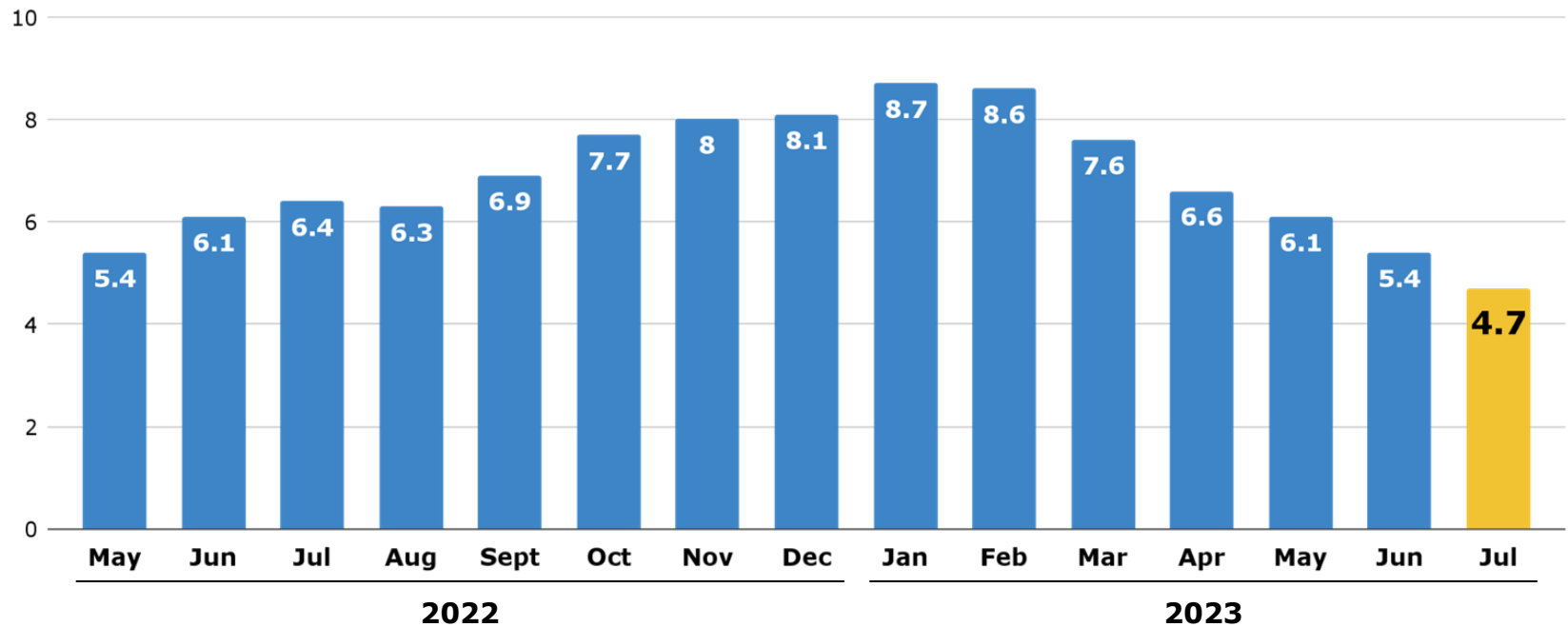
Employment rate

↓ **12.0%**

Underemployment rate

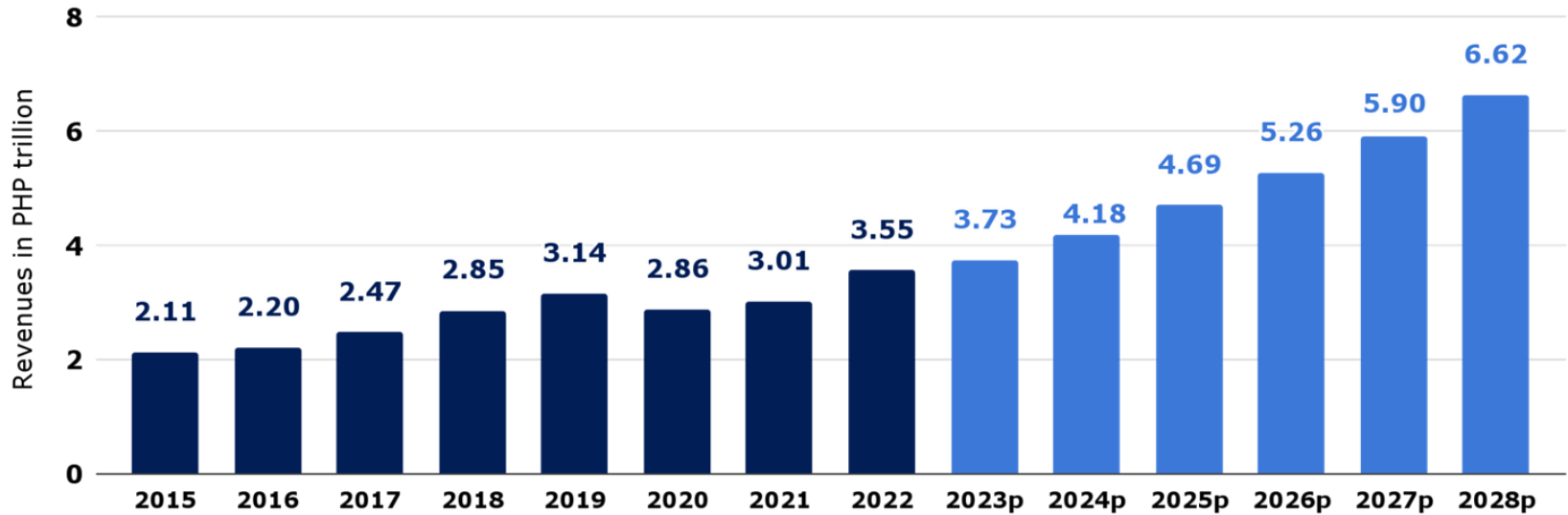


Headline inflation moderates to 4.7% in July, slowing down for 6th consecutive month



MEDIUM-TERM REVENUE PROGRAM

Total Revenue Collection (in PHP Trillion)



REVENUE COLLECTIONS REMAIN ROBUST

↑ **7.7%**

PHP 132.6 billion YoY

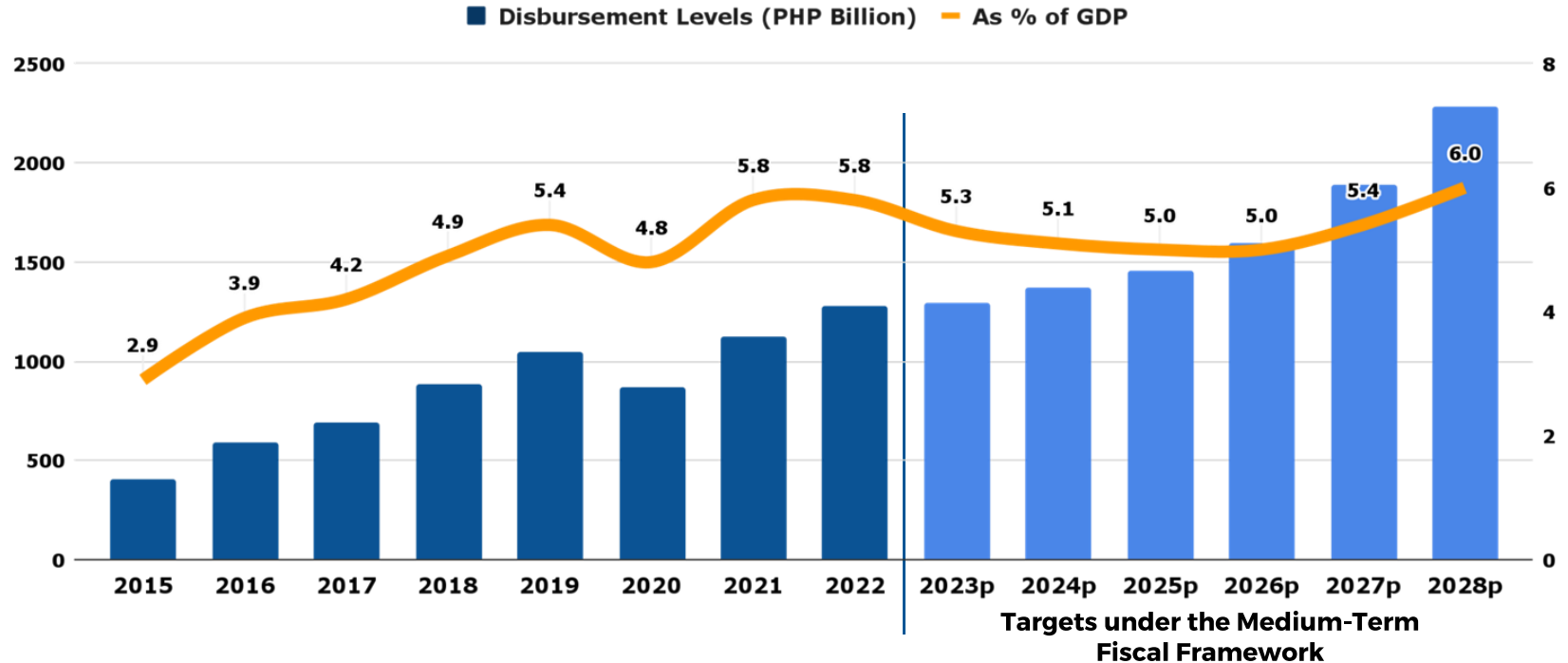


PHP 1.9 trillion

January-June 2023

We are determined to lift infrastructure spending to 5% to 6% of GDP

Infrastructure disbursements as percentage of GDP



194 Infrastructure Flagship Projects worth PHP 8.3T, 65 located in Visayas



Big-ticket projects in Visayas



Cebu Public Transport Modernization Project



Panay-Guimaras-Negros Inter-Island Link Bridge



Metro Cebu Expressway



New Dumaguete Airport Development Project



Samar Pacific Coastal Road Project





2022		Foreign Visitor Arrivals	
International	Domestic	Full-year 2023 target	4.8 million
2.7 million	102 million	As of July 21, 2023	3 million



Mactan-Cebu International Airport



National Museum of the Philippines – Cebu



Forecast for IT-BPM industry in 2023

1.7 million

Employment

USD 35.9 billion

IT-BPM sector revenues

Sources Information Technology and Business Process Association of the Philippines



Dynamic Innovation Ecosystem



Ensure an **open and competitive market economy** to sustain economic recovery and encourage job creation



Enforce the **Philippine Competition Act** and competition-related issuances



Provide a nurturing environment for **basic research and development and knowledge creation**

SCAN QR



HUMAN CAPITAL DEVELOPMENT

Quality, inclusive, adaptive,
resilient, and future-ready
basic education for all



Culture of research &
development for a broader
knowledge economy



Globally-competitive
and inclusive technical
and vocational
education and training



Governance for human
capital development





The Energy Transition and Responsible Mining

“ The need to decarbonise the energy sector is driving a global energy transition in the form of a major structural shift toward cleaner and more efficient forms of energy.

United Nations



Structural reforms to attract highly-desirable investments and employment opportunities

Corporate Recovery and Tax Incentives for Enterprises Act



Amendments to the Foreign Investments Act



Amendments to the Retail Trade Liberalization Act



Amendments to the Public Service Act



Revised Renewable Energy Act IRR



**Let us embark on the next chapter
of the Philippine economic story
and build a stronger, greener, and
forward-looking Philippines**





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