

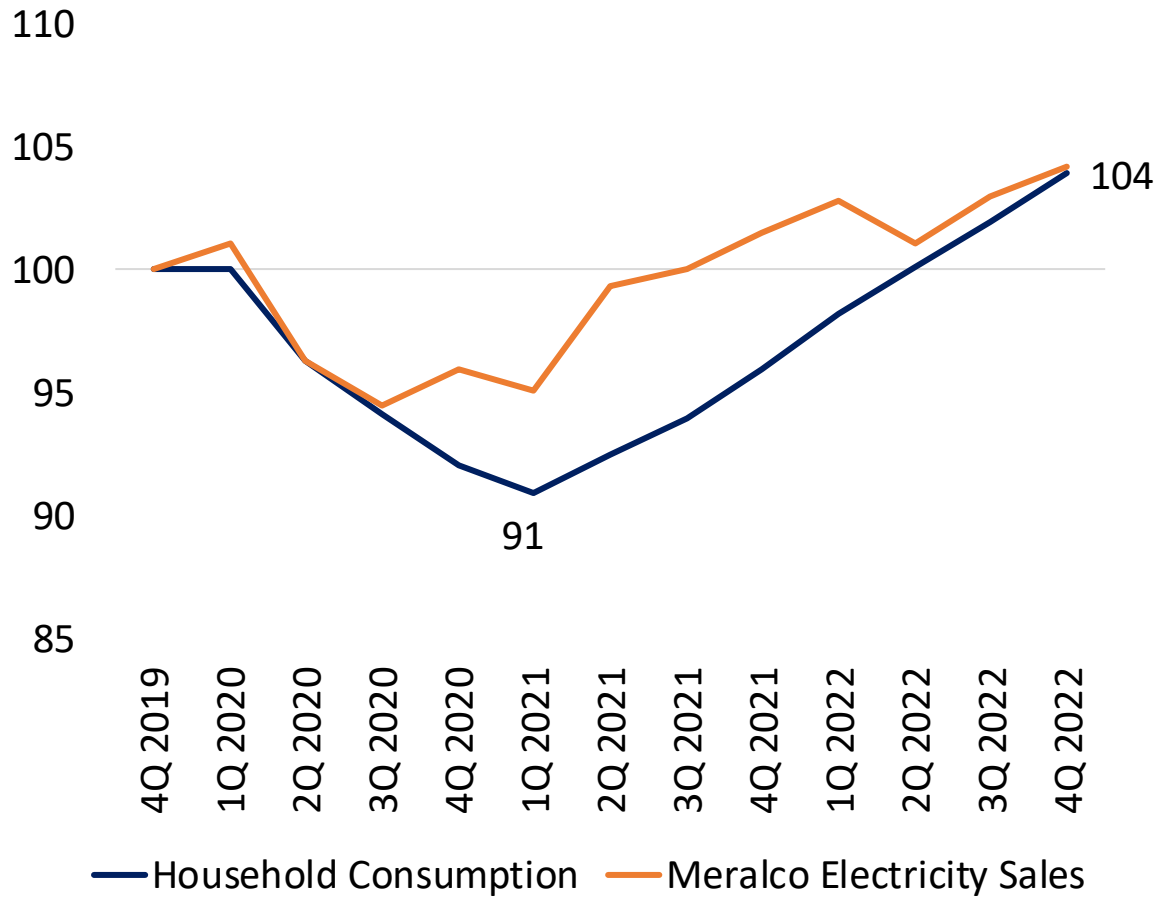
Macroeconomic Prospects of the Philippines in 2023

February 9, 2023

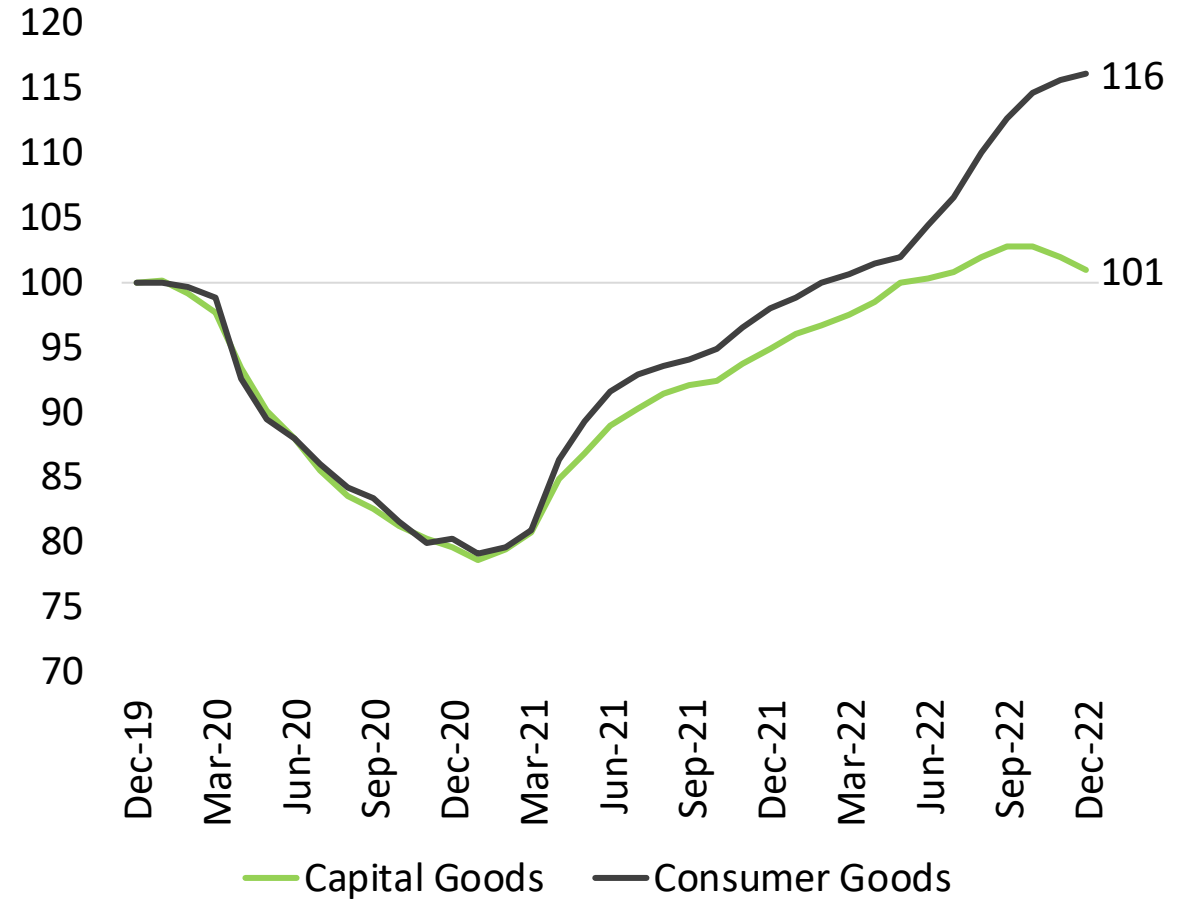
Recovery Of Economic Activity

Consumer spending is now back to pre-pandemic level

Consumption and Meralco Sales Rolling Ave. Index



Capital and Consumer Good Imports Index

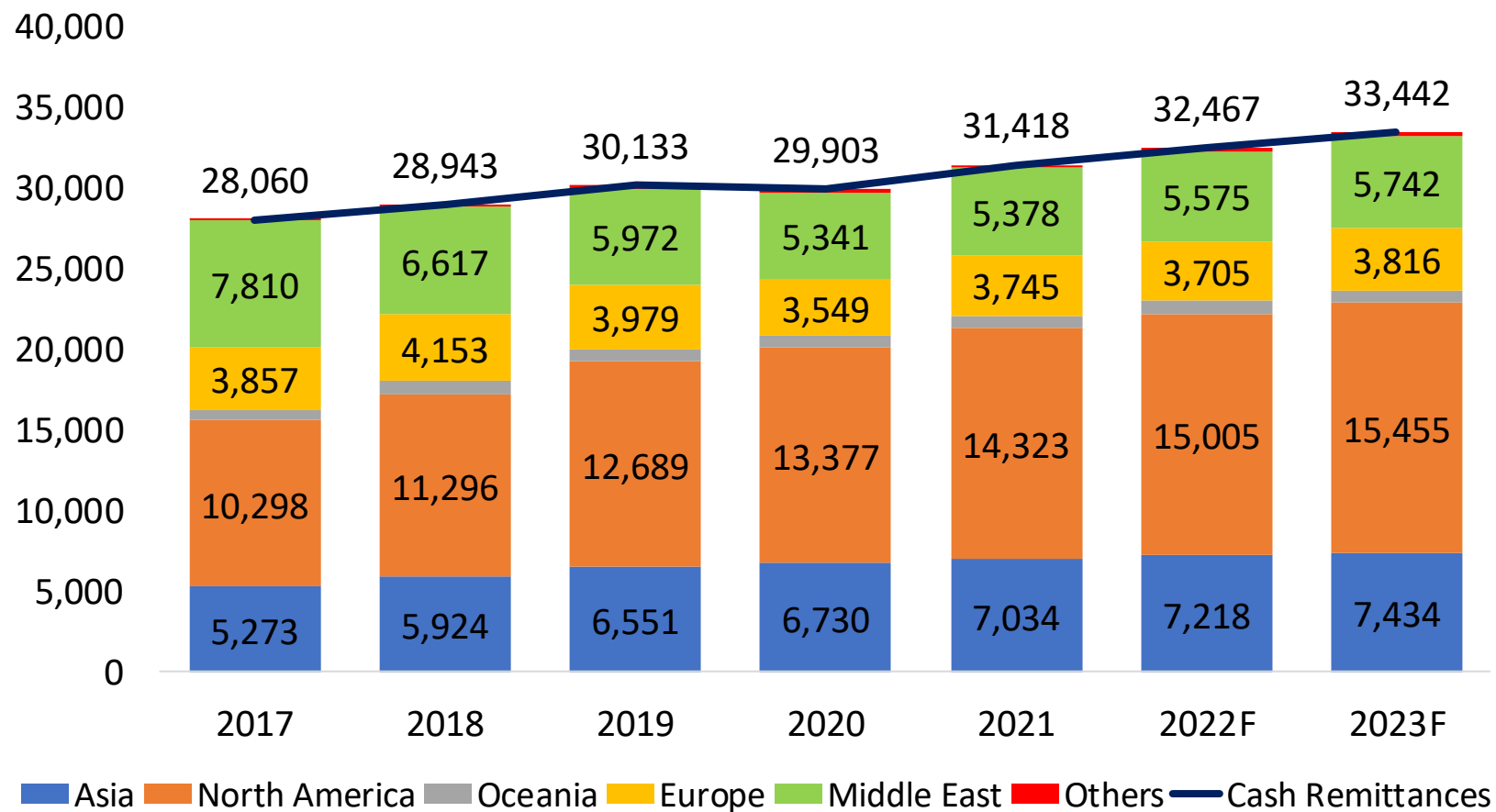


Source: CEIC

Remittances Grew By 3% In 2022

Remittances contracted by 0.8% in 2020 but recovered by 5.1% in 2021

OFW Remittance (in million \$)



| | % Distribution of OFWs |
|--------------|------------------------|
| NCR | 9.7 |
| CAR | 1.9 |
| Region I | 8.8 |
| Region II | 6.2 |
| Region III | 13.3 |
| Region IVA | 20.7 |
| Region IVB | 1.5 |
| Region V | 4.0 |
| Region VI | 9.0 |
| Region VII | 5.1 |
| VIII | 2.0 |
| Region IX | 1.6 |
| Region X | 2.7 |
| Region XI | 3.7 |
| SOCCSKSARGEN | 5.7 |
| CARAGA | 1.9 |
| ARMM | 2.3 |

Source: CEIC

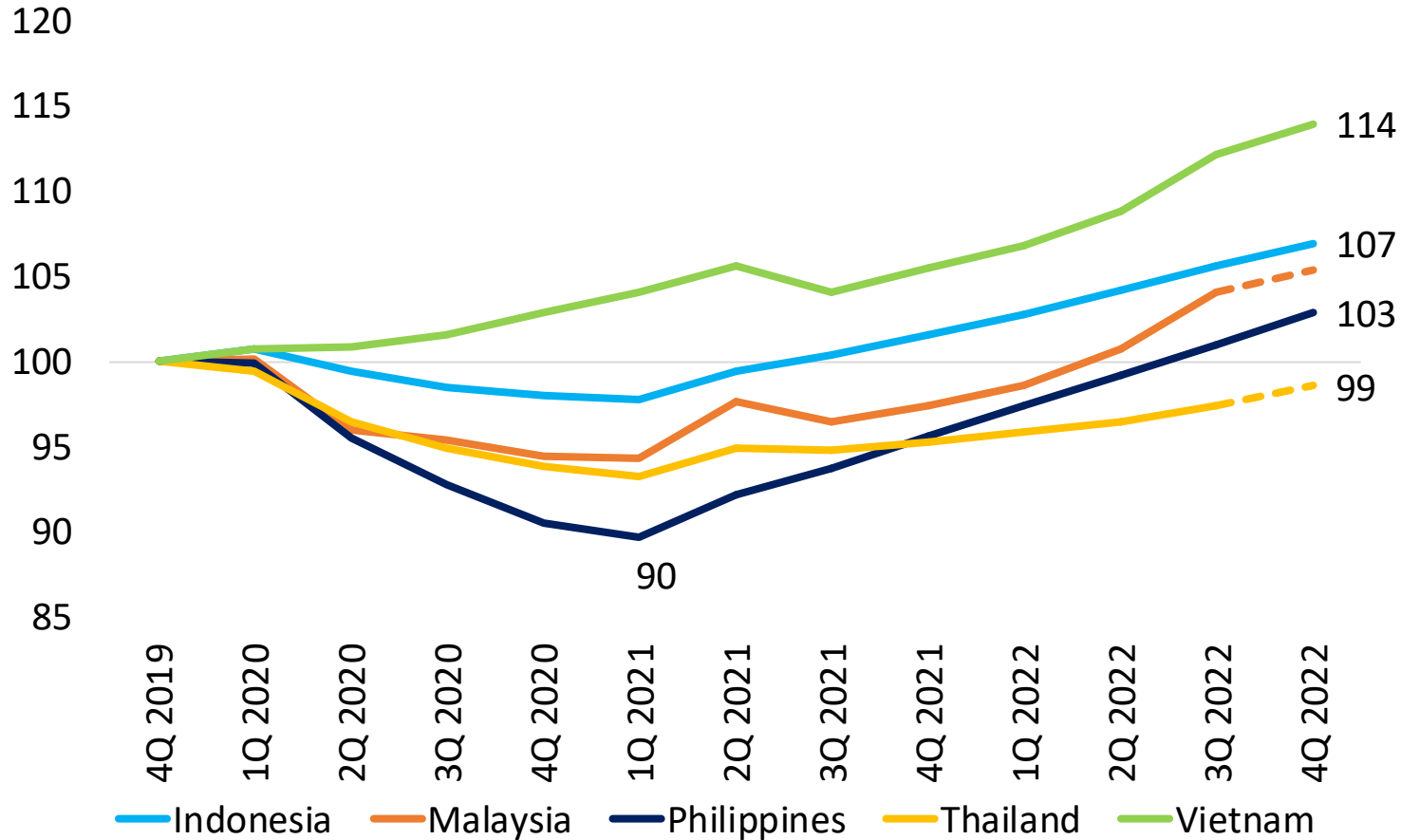
Summary of Forecasts

| | 2020 | 2021 | 2022 | 2023F |
|-----------------|------|------|------|-------|
| GDP Growth | -9.6 | 5.7 | 7.6 | 5.4 |
| Inflation | 2.4 | 3.9 | 5.8 | 4.8 |
| BSP Policy Rate | 2.00 | 2.00 | 5.50 | 5.00 |

PH GDP Expanded By 7.6% In 2022

Economic output is now back to pre-pandemic level

ASEAN Rolling Average GDP Index



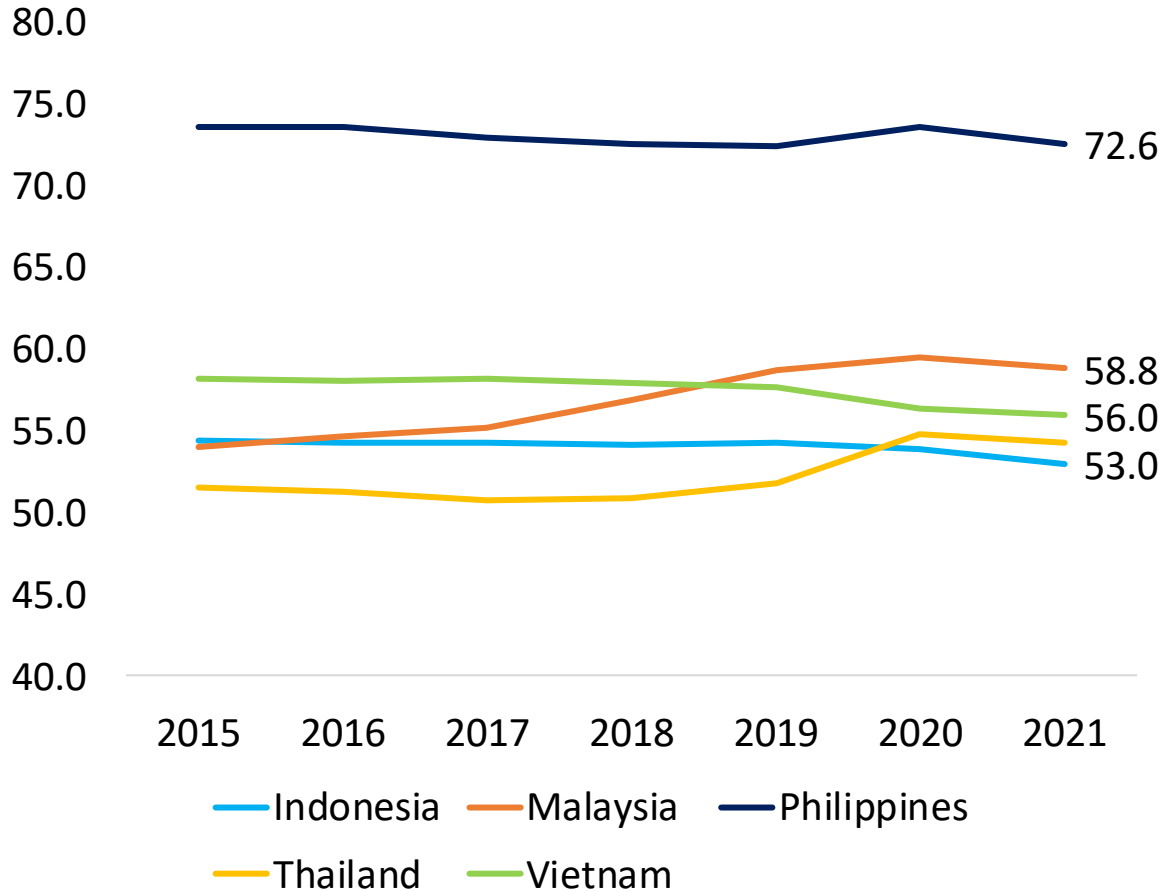
| | PH GDP |
|---------|--------|
| 1Q 2022 | 8.2% |
| 2Q 2022 | 7.5% |
| 3Q 2022 | 7.6% |
| 4Q 2022 | 7.2% |
| FY 2022 | 7.6% |

Source: CEIC

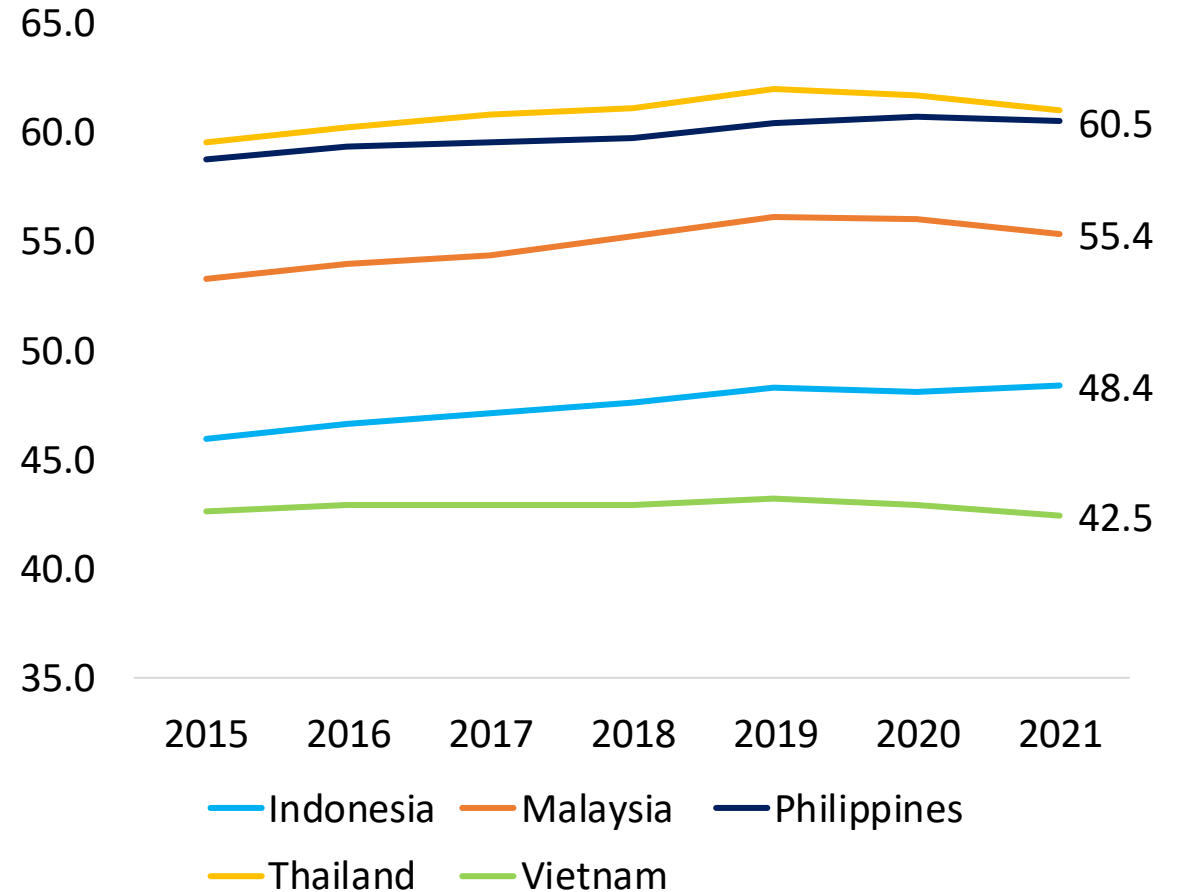
PH: Consumption and Service Driven Economy

COVID lockdowns have affected consumption and services the most

% Share of Household Consumption In GDP



% Share of Services In GDP

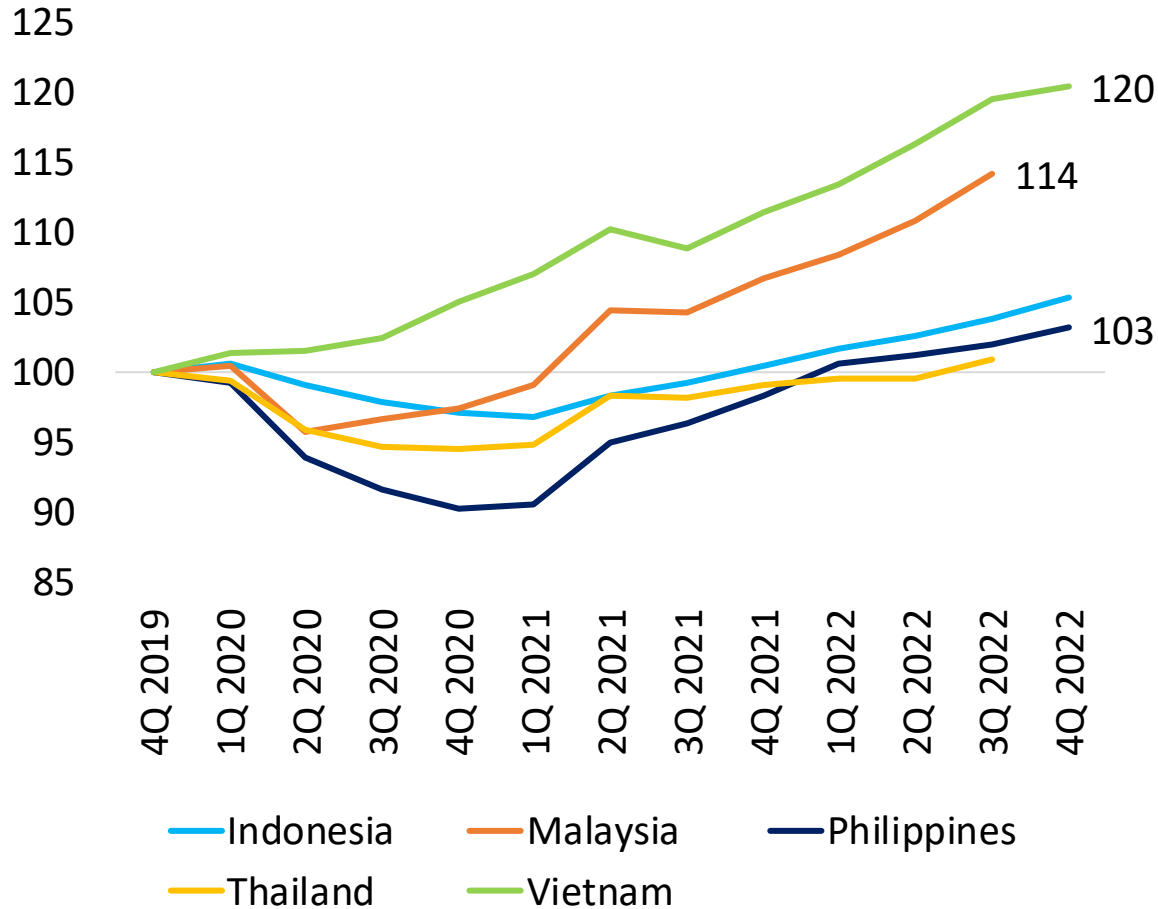


Source: CEIC

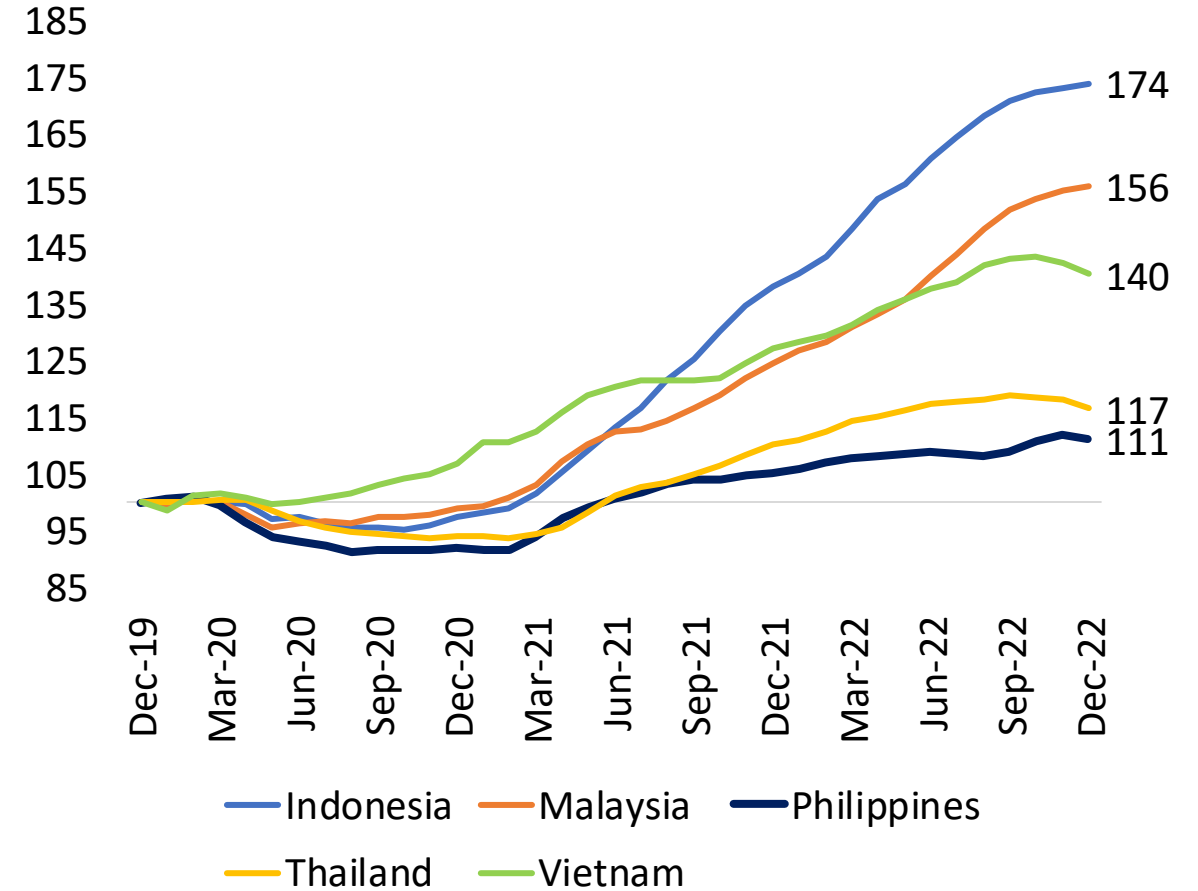
Global Manufacturing Boom Amid The Pandemic

Other ASEAN countries have a strong manufacturing base

Manufacturing GVA Rolling Average Index



ASEAN Exports Rolling 12 Month Average (Index)

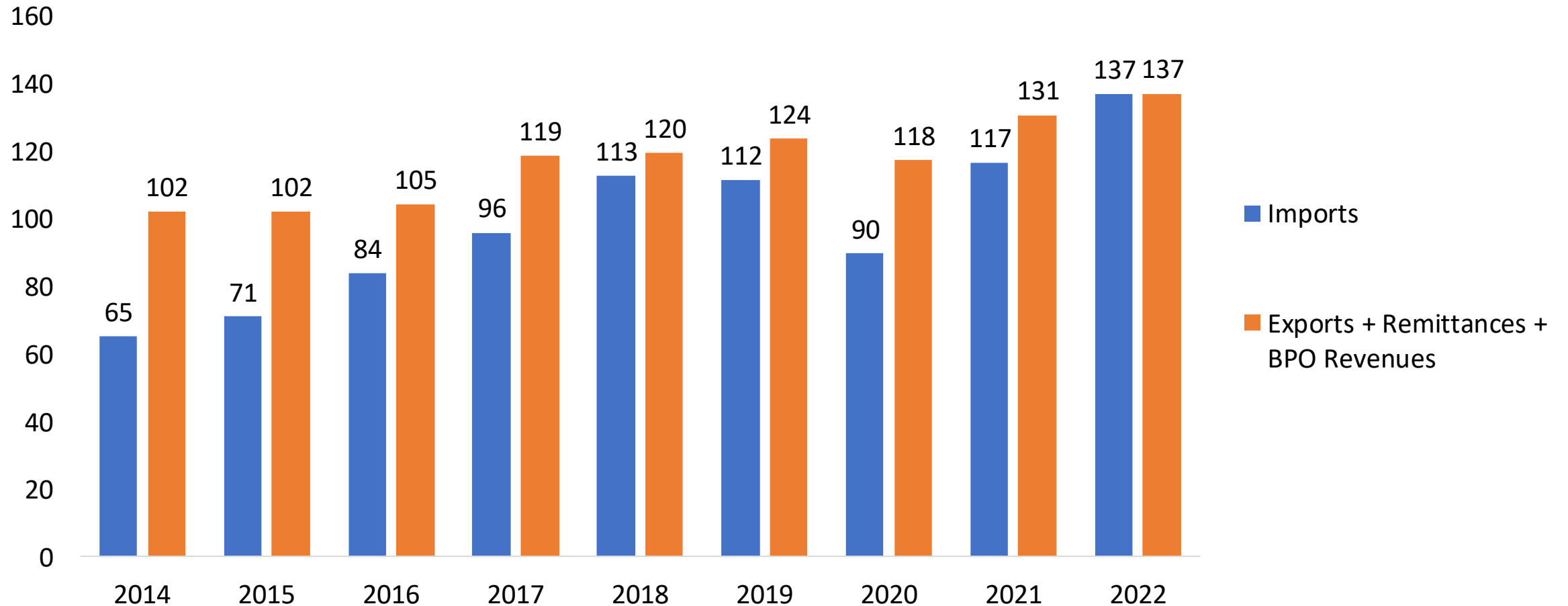


Source: CEIC

Demand For Dollars Has Increased

Imports will likely remain substantial in 2023, may exceed Dollar sources again

PH Imports vs Exports + Remittances + BPO Revenues (in billion \$)



Source: CEIC