



KEYNOTE MESSAGE
THE MANILA TIMES
MIDYEAR ECONOMIC FORUM:

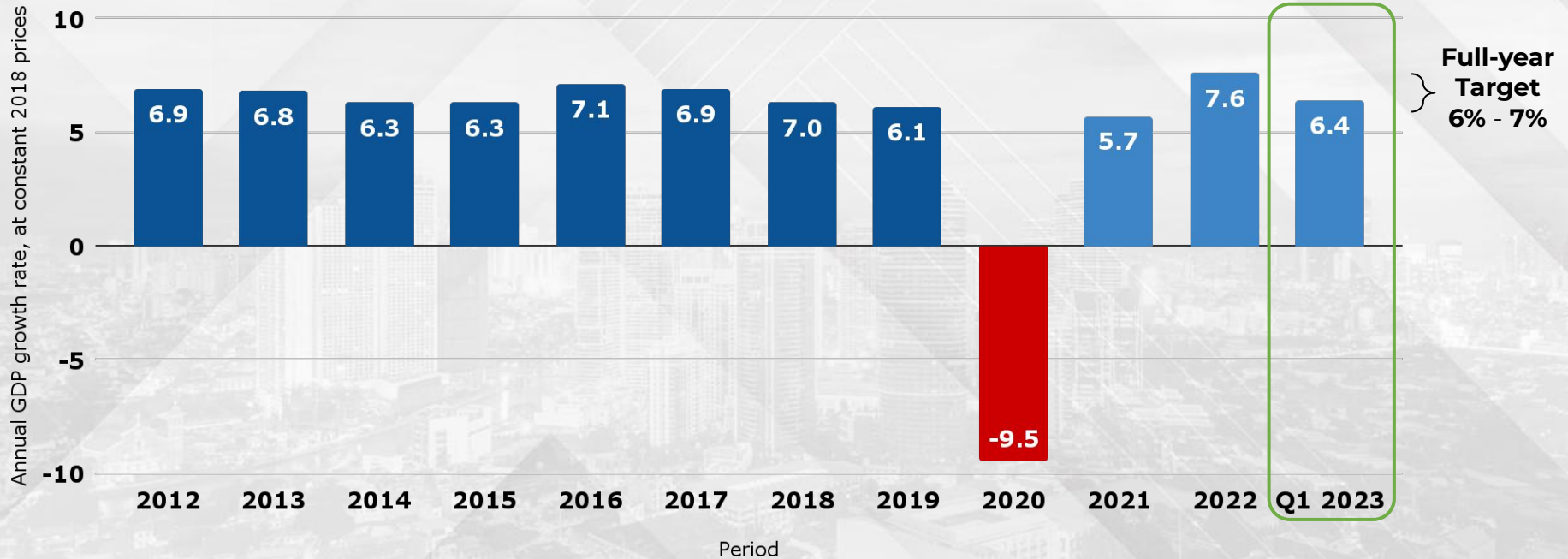
"The Financial Play After The Halftime Replay"

BENJAMIN E. DIOKNO
SECRETARY OF FINANCE

JUNE 27, 2023

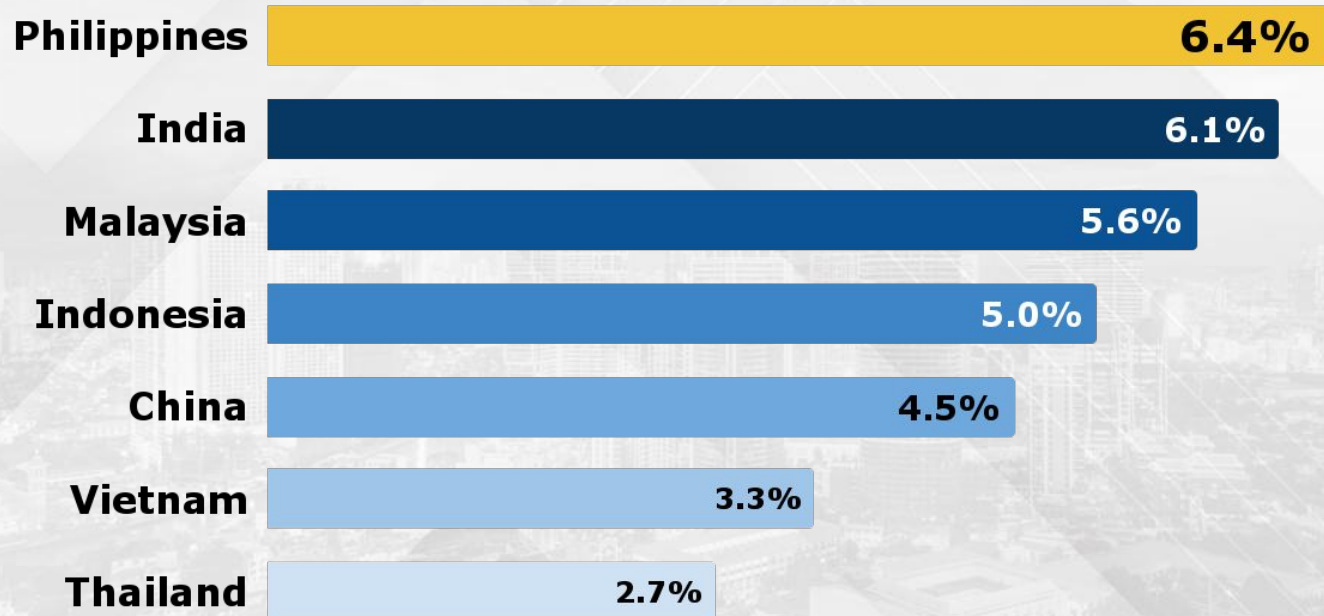
PH MAINTAINS GROWTH MOMENTUM

Real GDP growth rate (year-on-year)

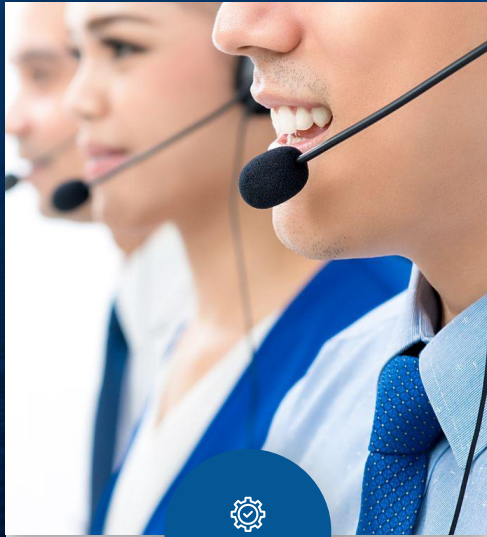


PH LEADS EMERGING ASIAN ECONOMIES IN Q1 2023

Major Emerging Economies in Asia Q1 2023 GDP*



GROWTH IN Q1 WAS BROAD-BASED



8.4%
SERVICES



3.9%
INDUSTRY



2.2%
AGRICULTURE

PH ON TRACK TO ACHIEVING GROWTH TARGETS

Year	GDP Growth Target
2023	6.0% - 7.0%
2024 to 2028	6.5% - 8.0%

WB AND IMF HIKES PH 2023 GROWTH OUTLOOK



WORLD BANK GROUP

6.0% ↑

June 2023

WB Philippine Economic Update
(from 5.6% in April)



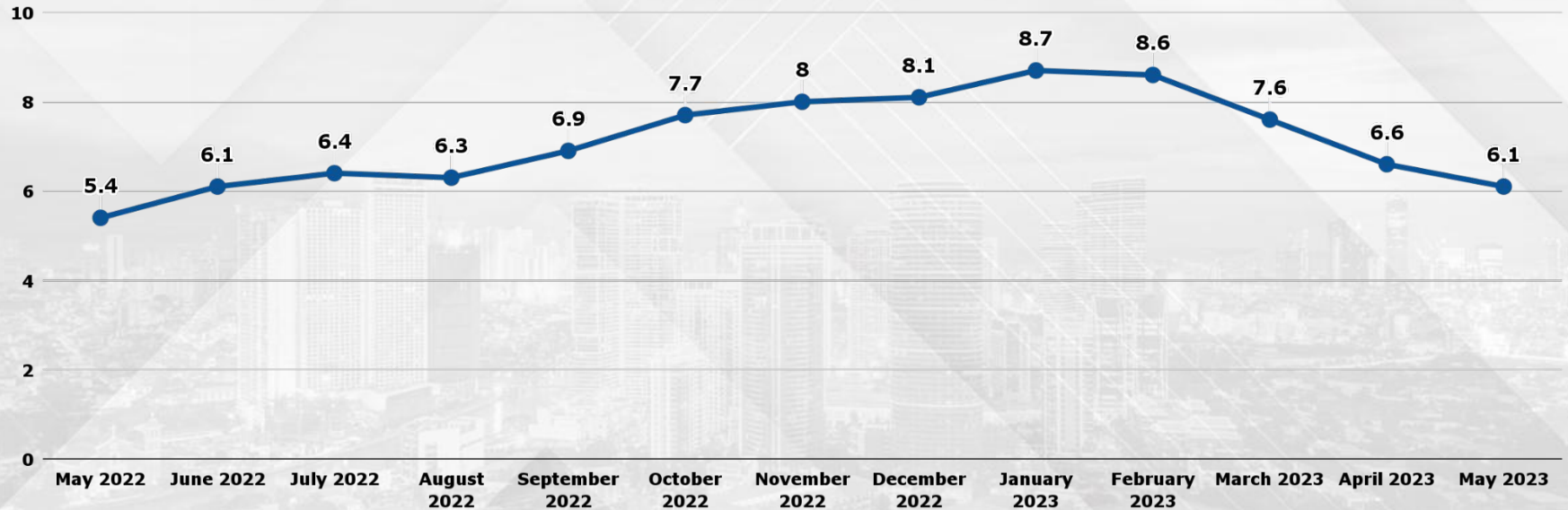
6.0% ↑

April 2023

IMF World Economic Outlook
(from 5.0% in January)

INFLATION IS ON A GRADUAL DECLINE

Headline inflation from May 2022 to May 2023



LABOR MARKET IS IMPROVING

April 2023 Employment Situation (year-on-year)

4.5% ↓
Unemployment rate



65.1% ↑
Labor force participation rate

95.5% ↑
Employment rate



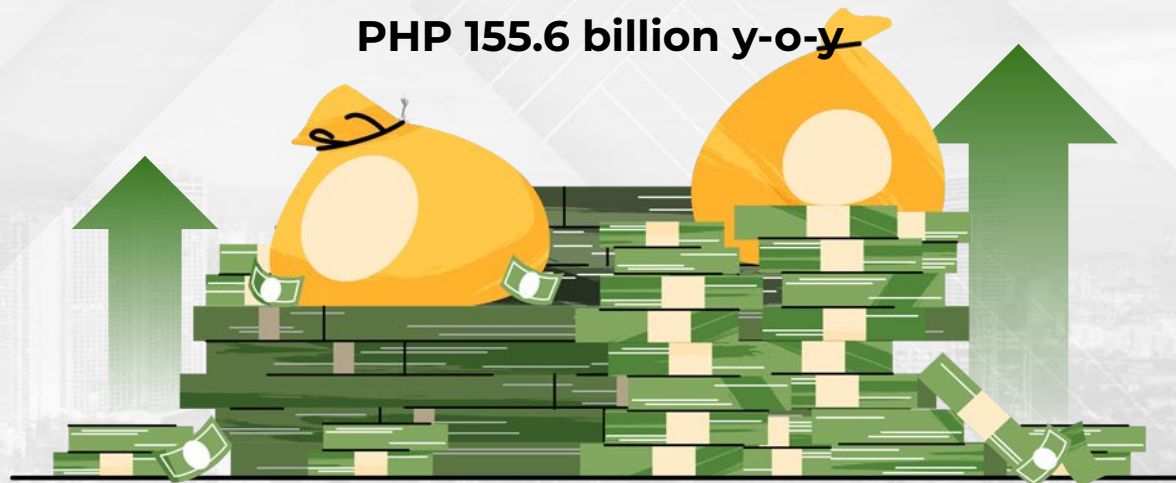
12.9% ↓
Underemployment rate



REVENUE COLLECTIONS REMAIN ROBUST

↑ **10.8%**

PHP 155.6 billion y-o-y



PHP 1.6 trillion

January-May 2023

MEDIUM-TERM FISCAL FRAMEWORK



Reduce the fiscal deficit

Bring down the deficit-to-GDP ratio to 3% by 2028



Promote fiscal sustainability

Reduce the debt-to-GDP ratio to less than 60% by 2025, then further down to 51% by 2028

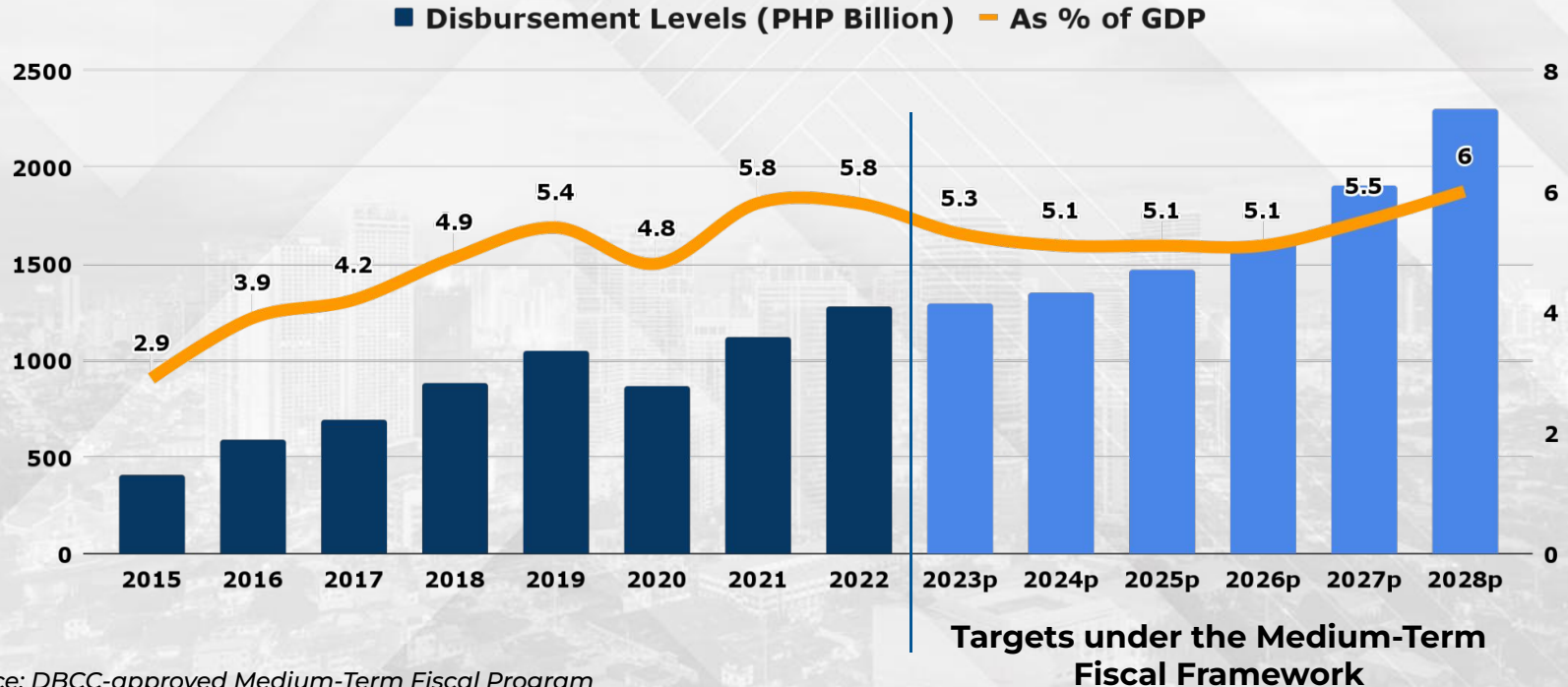


Enable robust economic growth

With its high multiplier effects, sustain high infrastructure spending at 5% to 6% of GDP annually

We are determined to reverse the Philippines' decades-long underinvestment in infrastructure

Infrastructure disbursements as percentage of GDP



Data Source: DBCC-approved Medium-Term Fiscal Program
(185th DBCC Meeting on June 9, 2023)

3,770 Infrastructure Priority Programs and Projects

PHP 17.3 T Indicative Total Investment Requirement

Indicative Investment Requirements in Chapter 12 of the PDP 2023-2028
(as of March 20, 2023)

PDP Chapter 12	No. of Projects	Currency	Investment Requirements (in PHP billion and USD billion)						
			2023	2024	2025	2026	2027	2028	Sub-Total
			PHP billion	825.89	2,676.47	2,032.06	2,877.74	6,540.12	2,385.73
USD billion	15.12	49.01	37.21	52.70	119.76	43.69	317.49		

PHP-USD Exchange Rate: PHP 54.61 to USD 1.00 (As of April 4, 2023); Values are rounded up.

We are building an enabling ecosystem for public-private partnerships to flourish

Revised IRR of
Build-Operate-
Transfer Law



Revised ICC
Guidelines



Public-Private
Partnership Act



Revised NEDA
Joint Venture
Guidelines



We are strengthening our physical and digital infrastructure backbone across key sectors



Economic liberalization will unlock the full potential of Philippine industries

Amendments to the Foreign Investments Act



Amendments to the Public Service Act



Amendments to the Retail Trade Liberalization Act



Revised Renewable Energy Act IRR





We are prepared to play the long game, but **it takes team effort to finish strong**. Together, we can run faster and go further.



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