



Philippine Economic Performance and Outlook

BENJAMIN E. DIOKNO
SECRETARY OF FINANCE

PHILIPPINE BUSINESS OPPORTUNITIES FORUM

Tokyo, Japan
FEBRUARY 10, 2023



Japan remains a top trading partner and top investment source for the Philippines



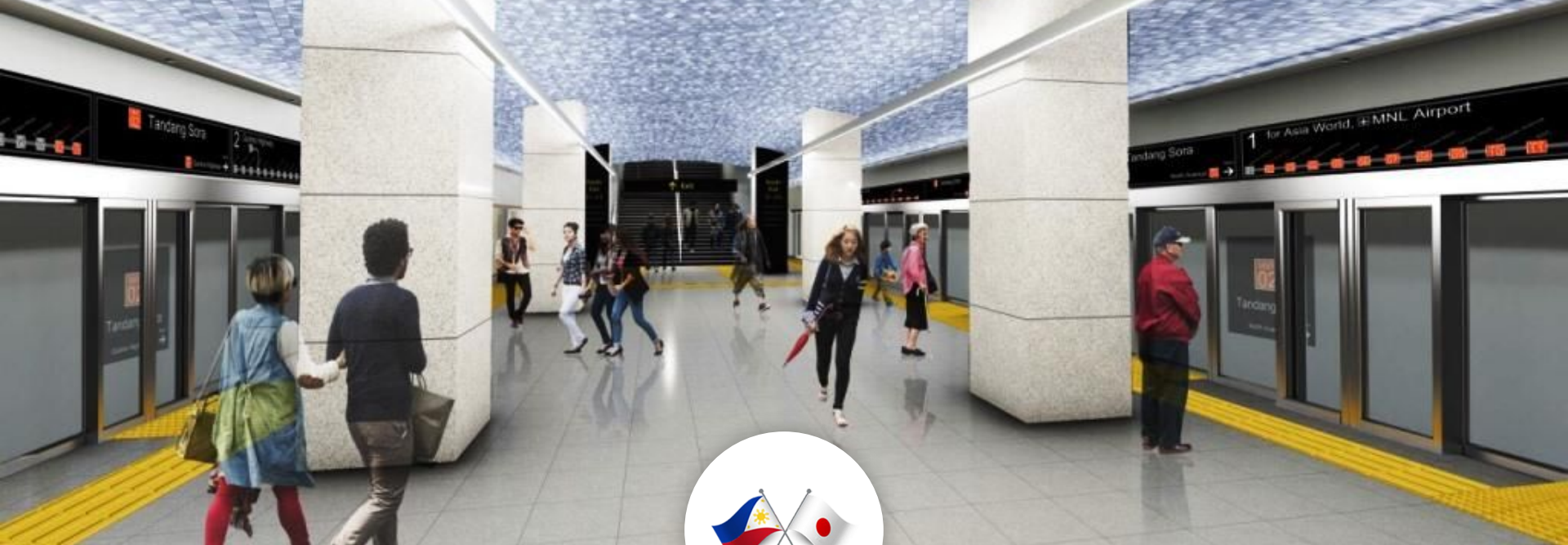
2nd

LARGEST TRADING PARTNER



2nd

LARGEST SOURCE OF INVESTMENTS

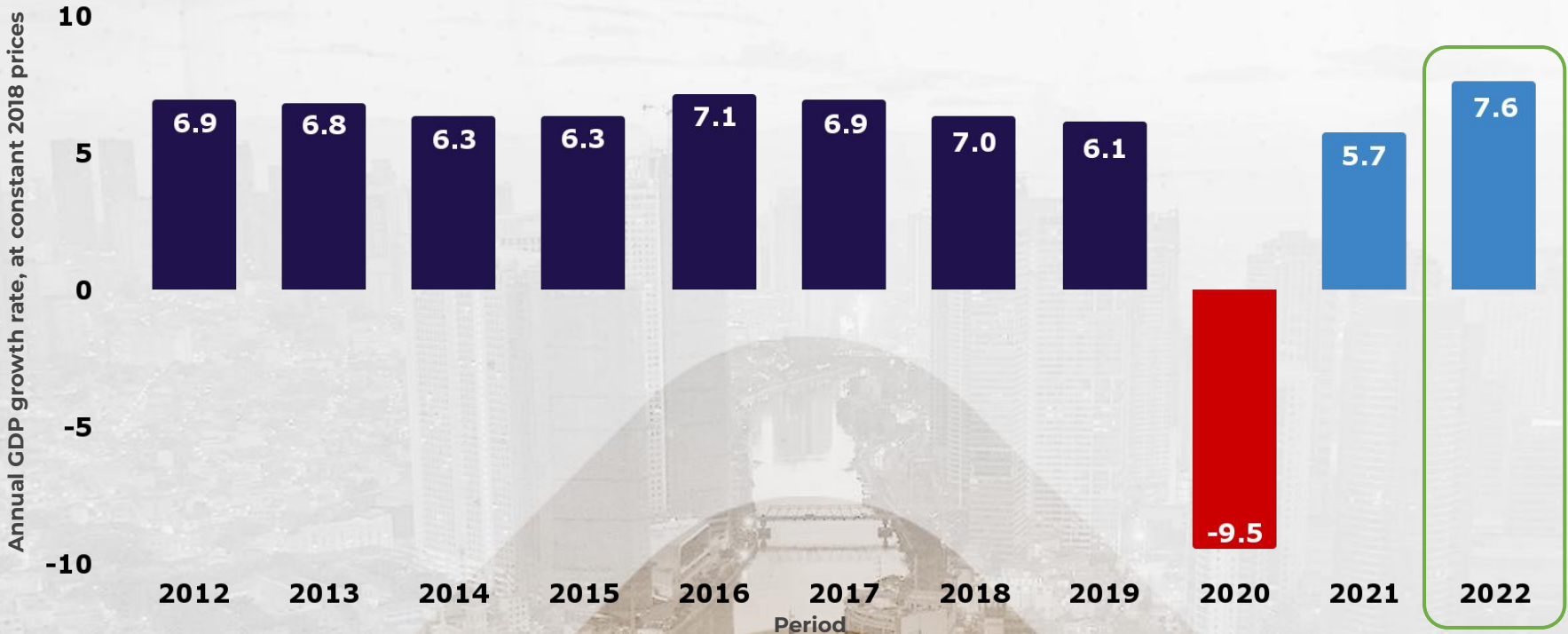


Metro Manila Subway

The Philippines' first-ever underground rail system

The Philippines' economic resurgence has kicked into high gear

The Philippines' Real GDP growth rate (year-on-year)



LABOR MARKET HAS RECOVERED STRONGLY

December 2022 Employment Situation

Unemployment Rate

4.3% ↓

Labor force participation rate

66.4% ↑

Employment Rate

95.7% ↑

Underemployment rate

12.6% ↓



GROSS INTERNATIONAL RESERVES



US\$99.7 BILLION

As of end-January 2023

The image features a night cityscape with illuminated buildings and a prominent skyscraper. A semi-transparent blue circular overlay covers the scene, with red concentric circles on the left side. The text is centered in the blue area.

**Clearly, the Philippines is
brimming with economic energy
ready to be unleashed and shared
with the rest of the world.**



**The revised IRR of the
Build-Operate-Transfer Law
will enhance the transparency
and soundness of our PPP
framework.**



Public-Private Partnership Act

An Act Providing for the Enabling Environment to Foster the Growth of Public-Private Partnerships for Infrastructure and Other Development Projects

Medium-Term Fiscal Framework



Reduce the fiscal deficit.

Bring down the deficit-to-GDP ratio to 3.0 percent by 2028.



Promote fiscal sustainability.

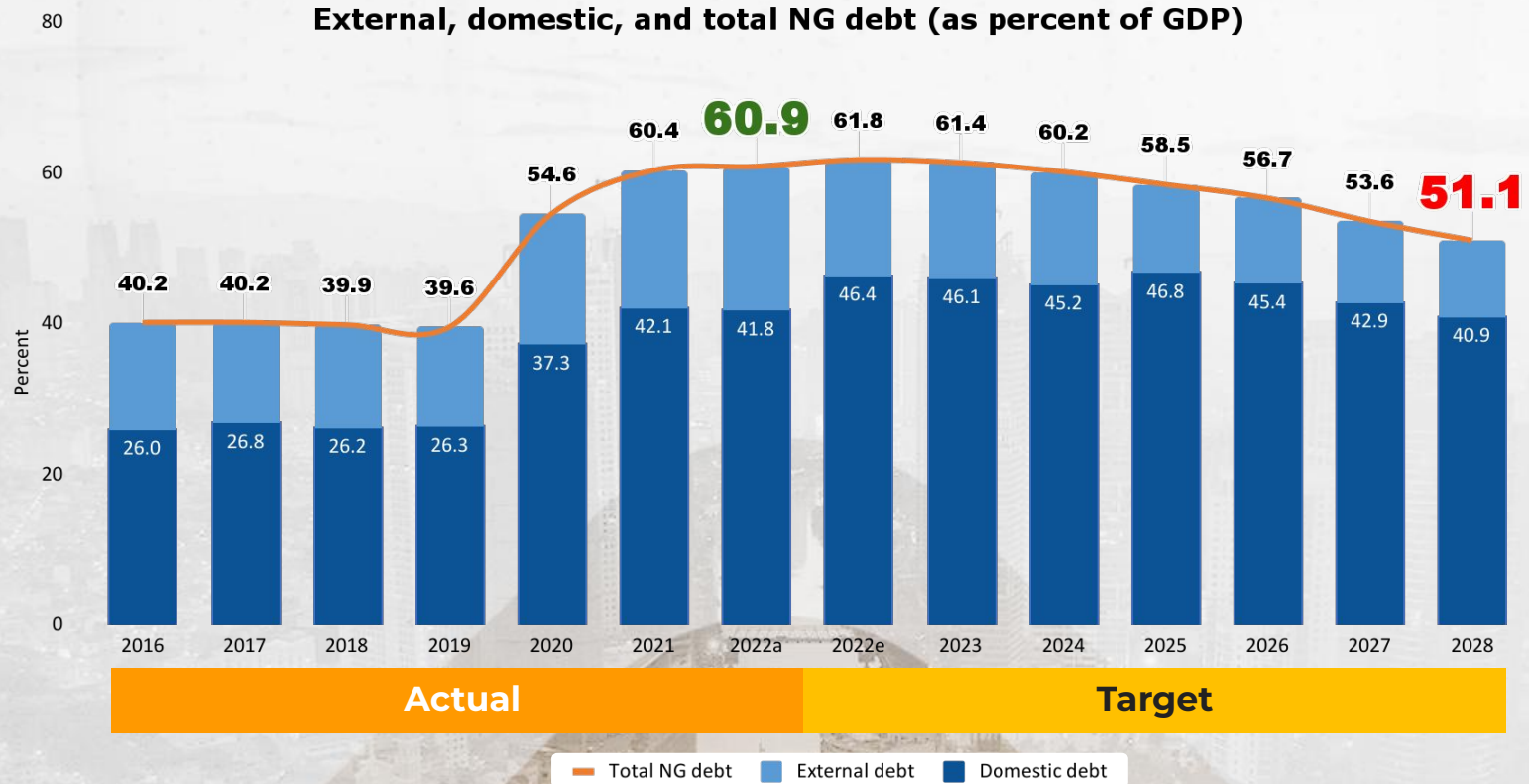
Debt-to-GDP ratio will be reduced from the current 63.7 percent to less than 60 percent by 2025



Enable robust economic growth.

With its high multiplier effects, we will sustain high infrastructure spending at 5 to 6 percent of GDP annually.

Debt-to-GDP ratio dropped to 60.9%, consistent with our Medium-Term Fiscal Framework targets





PHILIPPINES



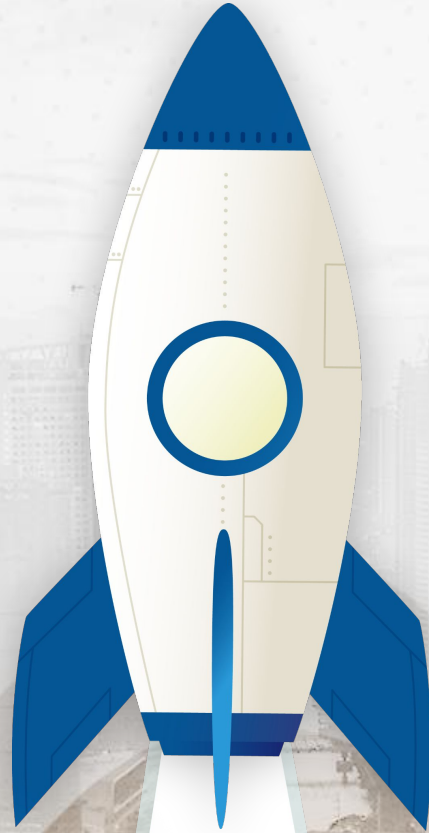
Median age of 25



English-proficiency



Technology-savvy



JAPAN

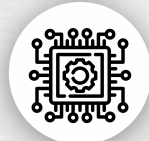
Innovative Enterprises



Research & Development



Advanced Technology



PHILIPPINE DEVELOPMENT PLAN 2023-2028

A Plan for Economic and Social Transformation

The PDP is anchored on the
8-Point Socioeconomic Agenda
for a robust economy and resilient society.

The bottom of the slide features a row of white silhouettes on a light blue background, representing a diverse group of people. From left to right, the silhouettes include: a person walking, a person riding a bicycle, a person walking, a person pushing a cart, a person walking with a cane, a person walking, and a person walking.

A 21st century economy requires 21st century policies

**Corporate Recovery and
Tax Incentives for
Enterprises Act**



**Amendments to the
Foreign Investments Act**



**Amendments to the
Retail Trade
Liberalization Act**

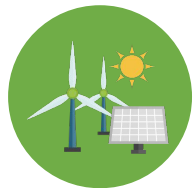


**Amendments to the
Public Service Act**



Renewable Energy Sector Liberalization

The renewable energy sector is now open to full foreign ownership



Increase share of renewable energy in power mix

We target to achieve 35 percent and 50 percent share of renewable energy in the power generation mix by 2030 and 2040, respectively.



ASEAN Plan of Action on Energy Cooperation

In the second phase of the APAEC, the Department of Energy will focus on cross-cutting issues such as decarbonization, energy transition, and digitalization of the energy sector.

Key targets

- Developing a common gas market
- Reducing energy intensity by 32 percent in 2025
- Increasing renewable energy share to 23 percent in total primary energy supply and to 35 percent in installed power generation capacity to 35 percent by 2025



8.2 billion US dollars
(1.1 trillion JPY) (453.1 billion PHP)

**Climate Change
Adaptation and Mitigation**



3.1 billion US dollars
(401.6 billion JPY) (173.6 billion PHP)

**Modernization of the
Agriculture Sector**

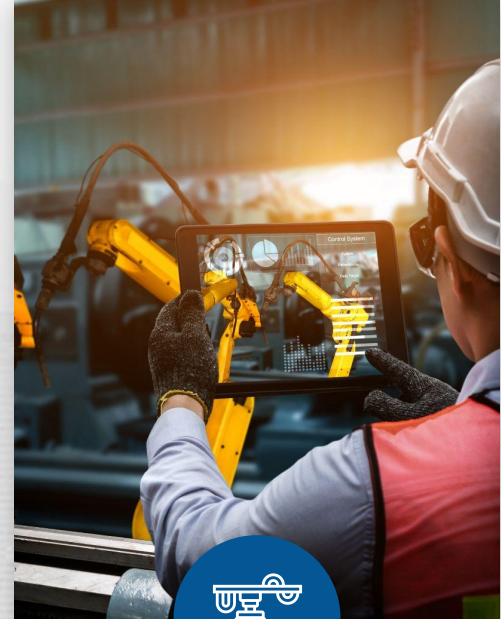
Key areas of cooperation



Agriculture



Extractives



Manufacturing



Indo-Pacific Economic Framework for Prosperity



An aerial view of a city at dusk, with a blue overlay. The city features numerous high-rise buildings, some under construction with cranes. The sky is a mix of blue and orange from the setting sun. The text 'THINK GROWTH' and 'THINK PHILIPPINES' is prominently displayed in white, bold, sans-serif font. The word 'GROWTH' has a white arrow pointing upwards from its top right corner. On the left side, there are decorative wavy lines in shades of blue and purple.

THINK GROWTH
THINK PHILIPPINES



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