

BALANCE OF PAYMENTS DEVELOPMENTS

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Second Quarter 2007 Developments

Overall BOP Position

Second quarter 2007 BOP position reverses to a surplus. The balance of payments (BOP) posted a surplus of US\$1.8 billion in the second quarter of 2007, a reversal of the US\$81 million deficit registered in the same quarter a year ago. This favorable development was attributed to the strong net inflows in the current account, specifically receipts from income and current transfers and the rebound in the capital and financial account as the balances in the portfolio and other investments accounts reversed to net inflows during the quarter (Table 1).

	Q2		Growth Rate (%)
	2007	2006	
Current Account	1779	1496	18.9
Capital & Fin'l Account	77	-1650	104.7
Net Unclassified Items	-75	73	-202.7
Overall BOP	1781	-81	2298.8

Current Account

Robust inflows from remittances and income account boost the current account. The current account remained in surplus at US\$1.8 billion, improving by 18.9 percent over last year's level due to increased remittances from overseas Filipinos (OFs) as well as net inflows in the income account. The current account was equivalent to 5.2 percent of GDP, the highest ratio recorded since 2005.

Trade-in-Goods

The trade-in-goods deficit increases marginally. The deficit in the trade-in-goods account was slightly higher at US\$1.9 billion compared to the year-ago deficit level. The base effect of a higher level of imports relative to exports in the second quarter of 2006 negated the higher export growth of 5.0 percent compared to imports' 4.6 percent.

✎ Exports of Goods

Exports of goods increase moderately. Total exports of goods posted a moderate increase of 5.0 percent to US\$12.2 billion from US\$11.6 billion a year ago as all key commodity groups, except for sugar and related products, increased from their year-ago levels. This was, however, a slowdown from the 20.0 percent growth experienced in the same quarter last year (Table 2.1).¹

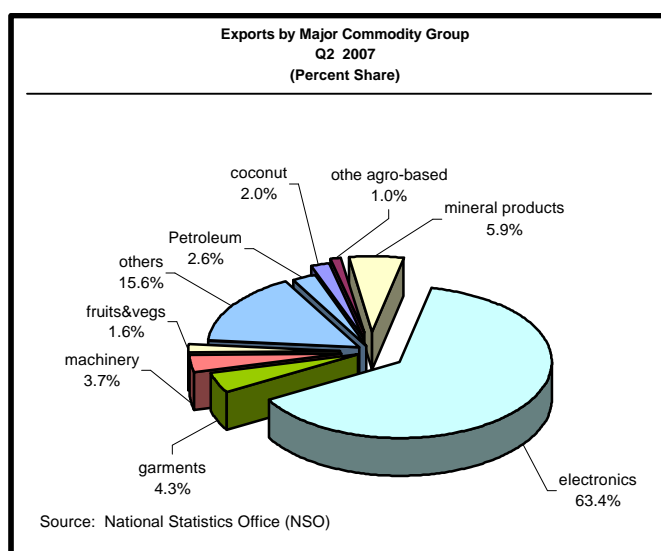
The major export drivers during the quarter in review were:

- ✎ Manufactured goods, which posted a year-on-year growth of 3.3 percent, reached US\$10.4 billion, representing about 85 percent of total goods exports.
 - ✎ After recording a rebound in the first quarter this year, electronics exports slowed down in the second quarter, expanding by only 3.1 percent compared to the previous quarter's growth of 10.4 percent. The deceleration was brought about by the rapid price attrition experienced in the global electronics market due to the increasing competition among global manufacturers. Electronics exports for the second quarter aggregated US\$7.8 billion, comprising about 63.4 percent of total exports.
 - ✎ Other manufactures such as chemicals, wood manufactures, machinery and transport equipment, and processed food and beverages registered double-digit expansion rates of 35.4 percent, 33.1 percent, 10.0 percent, and 29.8 percent, respectively.
- ✎ Exports of mineral and petroleum products posted the highest growths among the major commodity groups at 35.9 percent and 44.2 percent, respectively. Mineral products, particularly copper concentrates, gold and other mineral products posted significant increases from their year-ago levels.
- ✎ Exports of agricultural products (coconut, fruits and vegetables, forest and other agro-based) likewise performed strongly as a result of the active participation of the Department of Agriculture (DA) and various food exporters in trade and selling missions across the globe to

¹ Based on BPM5 concept (i.e., excluding from the National Statistics Office (NSO) foreign trade figures those goods that did not involve change in ownership)

open up new markets for producers of agro-based products. This market development initiative is part of the government's five-pronged program to sustain and accelerate farm growth and raise rural incomes.

- ✍ On the other hand, exports of garments at US\$534 million, while consistently remaining among the top export earners, continued to tread on a declining path as shipments dropped by 14.5 percent. The industry has been continuously struggling to face up with fierce competition from other supplier countries, particularly China. This developed despite the industry's strategy of shifting to the production of higher-end garments.



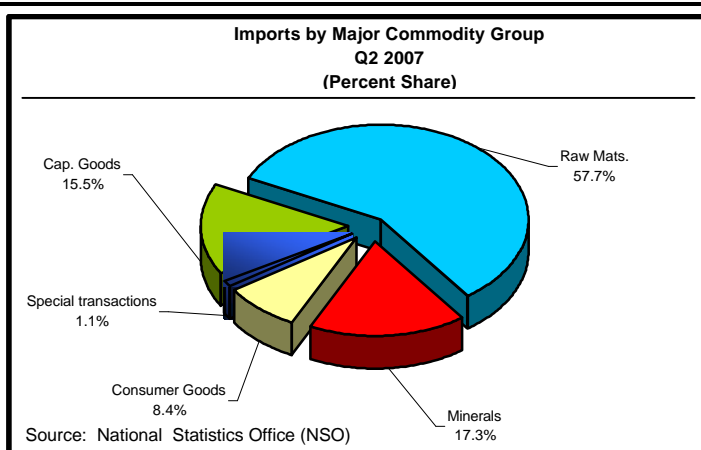
✍ Imports of Goods

Imports of goods continue to grow in support of domestic and export production. Imports of goods rose to US\$14.1 billion from the year-ago level of US\$13.5 billion. Except for capital goods, all major commodity groups posted year-on-year increases which led to the 4.6 percent improvement during the quarter in review (Table 2.2).² Higher purchases of these key commodities mainly provided inputs for export and domestic production.

² Based on BPM5 concept (i.e., excluding from the National Statistics Office (NSO) foreign trade figures those goods that did not involve change in ownership); imports per BOP also reflect among other things: a) upward adjustments on the valuation of consigned raw materials for electronics and garments exports; b) OF remittances in kind; and c) military imports.



- ✍ Raw materials and intermediate goods rose by 1.0 percent to reach US\$8.1 billion, comprising about 57.7 percent of the total import bill. The modest expansion was due mainly to higher procurement of: a) semi-processed raw materials, consisting primarily of raw material inputs for the manufacture of electronics products; b) manufactured goods such as non-ferrous metals and metal products, and non-metallic mineral manufactures; and c) chemical products such as chemical compounds and medicinal & pharmaceutical chemicals.
- ✍ Imports of mineral fuels and lubricants rose by 9.6 percent to US\$2.4 billion due to the 25.0 percent increase in procurement of other mineral fuels and lubricant to US\$869 million following the increase in both average price and volume. Another contributory factor was the 1.9 percent increase in purchases of petroleum crude as a result of the 7.6 percent average price increment (from US\$64.05 per barrel to US\$68.89 per barrel) even as volume declined by 5.2 percent following lower inventory levels maintained by oil companies in anticipation of impending relocation of the current oil depot in Pandacan, Manila.
- ✍ Imports of consumer goods were also higher by 28.1 percent to US\$1.2 billion from US\$924 million. In particular, imports of passenger cars and motorized cycle grew by 47.1 percent. Dairy products imports rose by 45.3 percent and rice by 50.8 percent to ensure the adequacy of rice supply, particularly in Luzon where the harvest has been delayed due to the dry spell.
- ✍ Meanwhile, capital goods imports at US\$2.2 billion dropped slightly by 1.3 percent due to lower purchases of office & EDP machines (8.0 percent), power generating and specialized machines (3.6 percent) and aircraft, ships & boats (39.7 percent).



Trade-in-Services

The trade-in-services account registers a deficit.

The trade-in-services account posted a deficit of US\$130 million in the second quarter from a surplus of US\$167 million a year ago (Table 3). The reversal resulted from lower net inflows in travel, communication, computer and information services combined with higher net outflows in financial services, insurance, royalties and fees as well as government, and personal, cultural and recreational services. These developments overshadowed the gains posted in construction, transportation and other business services particularly miscellaneous business, professional and technical services.

Net travel services while continuing to be a major source of inflows in the services account, declined by 17.2 percent to US\$526 million as travel imports outpaced travel exports. The 42.2 percent year-on-year expansion in travel imports to US\$401 million reflected increased travel expenditures abroad by residents following the continuing appreciation of the peso. Meanwhile, travel exports rose marginally (1.1 percent) to US\$927 million as growth in the number of tourists arrivals to the country slowed down to 6.4 percent compared to the year-ago increase of 7.9 percent. Nonetheless, the continued influx of tourists may be traced to the Department of Tourism’s (DOT) intensive marketing campaigns and invitational programs to accelerate demand from core markets like China, Japan, Korea and North America.

Meanwhile, higher net inflows from miscellaneous, business, professional and technical services, consisting primarily of revenues from business process outsourcing (BPO) related-activities partly tempered the net outflow in total services



account. The 25.4 percent increase in net inflows from this account to US\$262 million was attributed to the continued expansion of outsourcing operations in the country, notably contact centers and medical transcriptions, among others, due in turn, to the strength of the country's talent base.

Income

The income account reverses to a surplus. The income account reversed to a surplus of US\$307 million from a deficit of US\$42 million last year. The significant improvement was due mainly to: a) the 11.5 percent increase in the gross earnings of resident overseas Filipino workers (OFWs) which amounted to US\$759 million; and b) the 37.5 percent reduction in the net outflow in investment income arising mainly from: 1) higher income receipts on holdings of debt securities by the monetary authorities and corporates; 2) decreased interest payments on debt securities issued by the monetary authority and the general government; and 3) decreased payments of dividends and profits and reinvested earnings on direct investments (Table 4).³

Current Transfers

Strong remittances from overseas Filipinos boost the current transfers account. Net receipts from current transfers expanded by 8.3 percent to US\$3.5 billion from the year-ago level of US\$3.3 billion, buoyed mainly by the 8.5 percent increase in remittances from non-resident overseas Filipinos to US\$3.3 billion (Table 5). This favorable outcome can be attributed to greater access to financial services and efficient delivery of remittances as local money transfer agents such as banks expanded the number of their remittance centers and tie-ups abroad to reach out to more Filipino remitters overseas and their families. Expansion in net current transfers from foreign government institutions (5.8 percent) as well as gifts and donations from migrants (5.2 percent) likewise contributed to the overall strong performance of this account.

Capital and Financial Account

Capital and financial account reverses to a surplus. The capital and financial account balance during the second quarter reversed to a surplus of US\$77 million, from a deficit of US\$1.7 billion a year ago on account of the robust

³ Under the BPM5, the residency of workers such as OFWs is classified according to the length of their stay in the host economy. OFWs who work for less than one year are classified as resident OFWs (such as performing artists and sea-based workers) and their gross earnings are reflected under the Income account. Meanwhile, OFWs who work for one year or more in the host economy are classified as non-resident OFWs (i.e., all land-based workers, except performing artists) and their remittances are captured under the Current Transfers account.

performances of both portfolio and other investment accounts even as the direct investment account recorded a net outflow following the acquisition by a resident company of shares of a foreign power company abroad.

Capital Account

The capital account posts deficit. The capital account reversed to a deficit of US\$21 million from a surplus of US\$12 million in the comparable quarter last year as a result of payments made for the acquisition of non-financial assets, in particular, trademark of a private manufacturing corporation (Table 6).⁴

Direct Investment

Net direct investment posts deficit. The direct investment account reversed to a deficit of US\$2.5 billion, from a surplus of US\$594 million posted in the same quarter in 2006. This resulted from the combined effect of higher residents' equity placements abroad as well as repayments of intercompany loans of local subsidiaries to their parent companies abroad. In particular, a large outflow was recorded in June 2007 following the acquisition by a resident company of shares of a foreign power company abroad.⁵ Consequently, residents' net equity placements abroad reached US\$3.0 billion during the review quarter. Meanwhile, non-residents' investments in the Philippines recorded a surplus of US\$528 million as net equity capital placements rose more than a hundred percent to US\$895 million. Recipients of these investments were the manufacturing, services, and mining sectors. The surplus was realized even as the other capital account reversed to a deficit of US\$381 million following repayment of intercompany loans by local subsidiaries to their parent companies. (Table 7).

Portfolio Investments

Net portfolio investment records surplus. The portfolio investment account during the second quarter reverted to a surplus of US\$964 million from a deficit of US\$1.3 billion recorded in the same quarter last year. (Table 8). Largely accounting for this development is the almost threefold rise in foreign equity securities placements in some

⁴ The capital account consists largely of capital transfers. Capital transfers are transactions that involve the change in the stocks of assets attributed to transactions such as disposal and acquisition of fixed assets. By contrast, current transfers involve transactions that affect the level of disposable income and influence consumption of goods and services.

⁵ This transaction was funded by the company's borrowings from abroad. Thus, a corresponding inflow appeared in the Other Investment account-other sectors.

private corporations which aggregated US\$3.3 billion as well as the repatriation of residents' placements in debt securities abroad.

The review quarter saw a bullish stock market buoyed by strong macroeconomic fundamentals that heightened investor confidence on the economy. The robust trading in the stock market was supported further by the successful listing at the Philippine Stock Exchange (PSE) of the shares of two companies (National Reinsurance Corporation of the Philippines and Pacific Online Systems Corporation) in April 2007. However, investors took a cautious stance as the May elections drew near, capping the stock market's robust performance during the quarter.

These inflows were, however, tempered by the following:

- ✎ National Government's (NG) prepayment of Brady Bonds (due June 2018) amounting to US\$126 million;
- ✎ Net bond repayments of US\$335 million made by private corporates; and
- ✎ Net purchase from non-residents of Philippine debt papers originally issued offshore totaling US\$665 million.

✎ Financial Derivatives

Financial derivatives trading yields net loss. The banks' trading of financial derivatives yielded a net loss of US\$90 million, from a net gain of US\$35 million (Table 9).

✎ Other Investments

The other investment account reverses to a surplus. The other investment account recorded a surplus of US\$1.7 billion, a turnaround from the deficit of US\$947 million posted during the same quarter last year. This outturn resulted mainly from the US\$3.1 billion loan availment by private corporations, specifically by a power holding firm.⁶ Partly offsetting these inflows were the following:

⁶ The loan availment was subsequently used to purchase the shares of a foreign company (reflected as residents' investment abroad under the Direct Investment account). See related discussion under section on Direct Investment.



- 1) loan repayments made by the monetary authorities amounting to US\$71 million;⁷ and
- 2) loans provided to non-residents by private corporates (US\$513 million) as well as short-term interbank loans by local banks (US\$602 million) totalling US\$1.1 billion.

January – June 2007 Developments

Overall BOP Position

BOP for the first half of the year yields a higher surplus. The BOP yielded a surplus of US\$3.2 billion in the first six months of 2007, 56.8 percent higher than the US\$2.0 billion surplus in the same period in 2006. The significant improvement reflected the consistently strong performance of the current account combined with the improvement in the capital and financial account, particularly the reversal to an inflow following positive developments in portfolio and other investments accounts (Table 1).

Balance of Payments (in million US\$)			
	Jan-June		Growth Rate (%)
	2007	2006	
Current Account	3740	2638	41.8
Capital & Fin'l Account	258	-522	149.4
Net Unclassified Items	-799	-76	-951.3
Overall BOP	3199	2040	56.8

Current Account

The current account surplus widens. The current account yielded a surplus of US\$3.7 billion (5.7 percent of GDP), higher by 41.8 percent from the previous year's surplus of US\$2.6 billion. The hefty expansion reflected mainly the combined effects of higher net current transfers and lower deficit in the trade-in-goods and income accounts, which more than compensated for the net outflow in services account.

✍ Remittances of non-resident OFs rose by 13.4 percent to reach US\$6.6 billion in the first semester of 2007.⁸ These

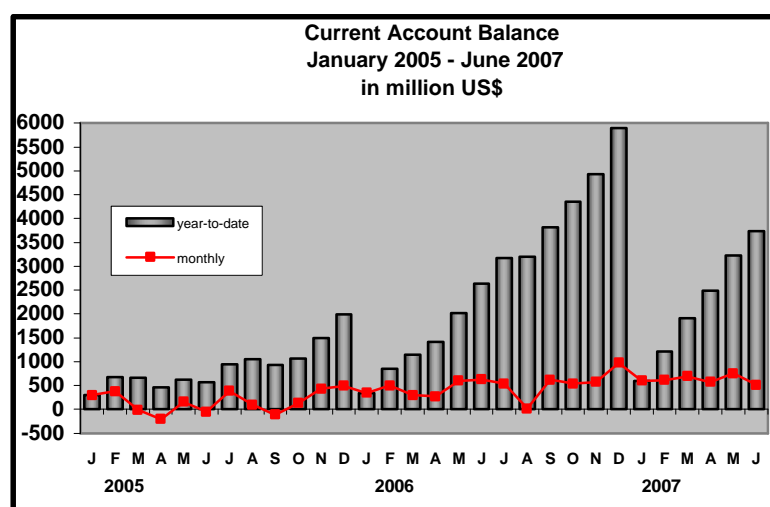
⁷ Includes prepayment of loans by the BSP (maturing in October 2007 and April 2008) amounting to US\$46 million.

⁸ Total cash remittances coursed through the banking system from all OFWs (residents as well as non-residents) totaled US\$12.8 billion.



strong inflows contributed largely to the 13.2 percent year-on-year growth in net current transfers.

- ✍ Meanwhile, the trade-in-goods deficit narrowed by 11.4 percent to US\$3.0 billion from last year's deficit of US\$3.4 billion. The significant improvement was due to the higher export growth of 7.3 percent compared to that of imports at 4.9 percent. The key export growth drivers were manufactures (mainly electronics, machinery and transport, chemicals, wood, processed food & beverage and iron & steel), minerals, petroleum products, fruits and vegetables and other agro-based products.
- ✍ The net outflow in the income account in the first semester also declined by 30.8 percent to US\$209 million due to a) higher gross earnings of resident OFWs which reached US\$1.5 billion, or a growth of 12.5 percent; and b) lower net outflow in investment income. The improvement was brought about by lower outlays for reinvested earnings of direct investors and lower interest payments on bonds and notes issued by the monetary authorities, due in turn, to prepayments and lower interest rates relative to the same period last year.
- ✍ On the other hand, the services account posted a net outflow of US\$55 million from a net inflow of US\$131 million in the same period last year. The reversal was due to the combined effects of lower net inflows from communication, computer and information and other business services and higher net outflows in royalties and fees, financial, insurance as well as personal, cultural, and recreational, and government services. Net receipts from travel services, which rose by 12.4 percent to US\$1.2 billion during the first half of the year following an increase in tourist arrivals (by 7.6 percent to 1.5 million this year), however, moderated the net outflows in the services account.



Capital and Financial Account

Capital and financial account recovers, posts surplus in the first semester of 2007.

The strong macroeconomic fundamentals and heightened investor confidence during the semester in review resulted in the reversal of the capital and financial account balance to a net inflow of US\$258 million from a net outflow of US\$522 million in the same period last year. This developed following the higher net inflows in the portfolio investment account and the reversal of the other investment account to a net inflow, even as the direct investment account recorded a net outflow.

In particular, major contributory factors to financial inflows include:

- ✍ Direct Investment: non-residents' net equity capital placements (US\$1.6 billion);
- ✍ Portfolio Investment: non-residents' net equity securities placements in private corporations (US\$2.4 billion); and non-residents' subscription to the bonds and notes issuances of the National Government (US\$1.0 billion);
- ✍ Other Investment: NG's program loans from official creditors (i.e. US\$250 million World Bank Development Policy loan; US\$250 million ADB Policy Support loan; and US\$295 million Power Sector Development loan from the Japan Bank of International Cooperation); and loan availments by corporates (US\$3.2 billion).

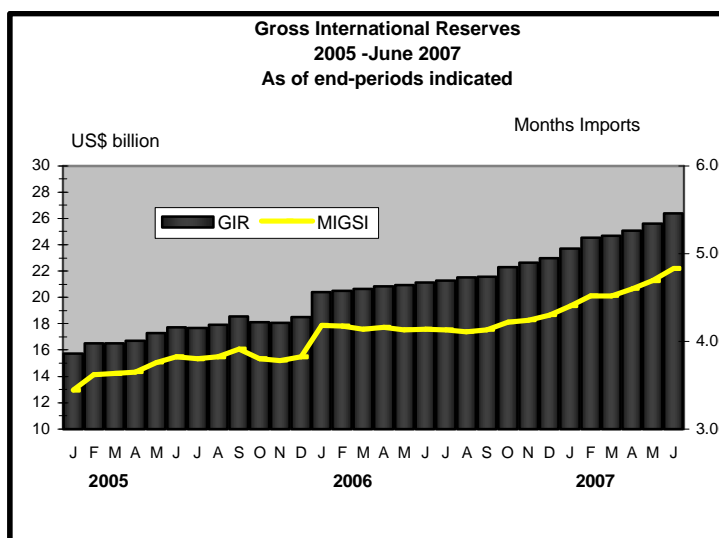
Partly compensating for these inflows were the following:

- ✍ Repayments of maturing loans of the private (US\$531 million) and public sectors (US\$660 million); and
- ✍ Prepayment of obligations of the public (US\$168 million) and private (US\$284 million) sectors.

Reserve Assets

Gross international reserves rise anew as BOP position surplus widens.

The BSP's gross international reserves (GIR), including reserve position with the IMF, rose to US\$26.4 billion as of end-June 2007 (Table 12). This was higher by 14.9 percent compared to the end-December 2006 GIR level of US\$23.0 billion. At this level, the GIR cushion was equivalent to 4.8 months' worth of imports of goods and payment of services and income (import cover). In terms of short-term debt coverage, the reserve level was 5.2 times the amount of the country's short-term external liabilities based on original maturity and 2.8 times based on residual maturity.⁹



A large part of reserves was in the form of foreign investments (85.4 percent), with the balance in gold (12.8 percent), foreign exchange (1.2 percent) and combined SDRs and reserve position in the Fund (0.6 percent). By currency composition, reserves (excluding gold) were in US dollars (87.0 percent), euros (7.1 percent), Japanese yen (3.9

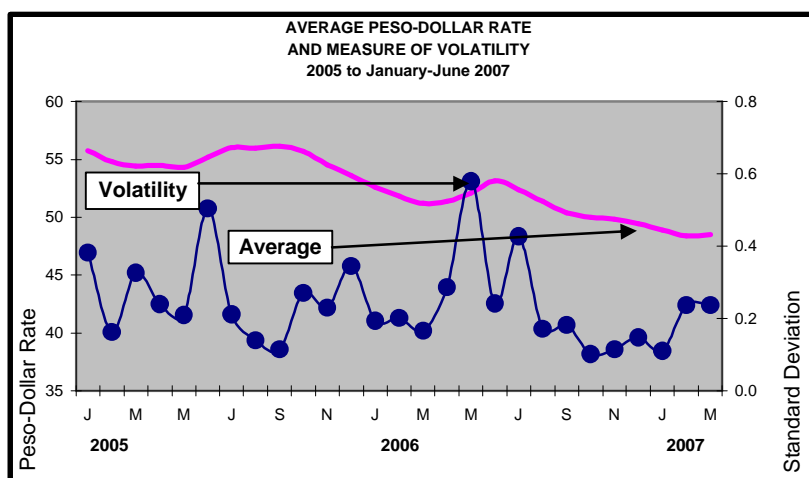
⁹ Residual maturity refers to outstanding short-term debt based on original maturity plus principal payments on medium- and long-term loans of the public and private sectors falling due in the next 12 months.

percent), pound sterling (1.0 percent) while the balance (1.0 percent) was in other foreign currencies.

Exchange Rate

Solid macroeconomic fundamentals and robust dollar inflows boost the peso. The peso-dollar exchange rate averaged ₱46.93/US\$1 in the second quarter of 2007, appreciating by 11.2 percent from ₱52.21/US\$1 level in the same quarter in 2006. On a cumulative basis, the peso which averaged ₱47.77/US\$1 in the first half of the year was stronger by 9.0 percent from the ₱52.05/US\$1 in the comparable period in 2006 due mainly to the strong balance of payments position.

Peso less volatile in the second quarter of 2007. The peso was relatively steadier during the second quarter of the year compared to the same period last year as it fluctuated within a narrower band. The standard deviation at ₱0.79 was lower compared to ₱0.83 in the same period in 2006. However, for the first six months of the year, the peso showed more volatility with a higher standard deviation of ₱1.04 compared to ₱0.75 in the same period in 2006. The peso-dollar exchange rate ranged from ₱49.16/US\$1 to ₱45.72/US\$1 during the first half of the year.



The peso's external price competitiveness declined. Compared with the previous year's levels, the peso's average nominal effective exchange rate (NEER) index for the second quarter of 2007 appreciated against the currency baskets of its major trading partners (MTPs) as well as its narrow and broad competitor countries by 9.7 percent, 7.9 percent and 5.8 percent, respectively.¹⁰ In terms of the real effective

¹⁰ The NEER index represents the weighted average exchange rate of the peso vis-à-vis a basket of foreign currencies such as, the US dollar, the Japanese yen, the euro, and the British pound. Major trading partners include, the U.S., Japan, European



exchange rate (REER) index,¹¹ there was a decline in the peso's external price competitiveness as the peso's REER index appreciated by 10.2 percent relative to currencies of MTPs, by 8.1 percent against competitor countries in the broad basket and by 4.6 percent against competitor countries in the narrow basket. This developed despite the narrowing inflation differentials particularly with the MTPs and competing countries in the narrow basket. It should be noted, however, that these REER levels did not vary significantly from the levels in 2000 when economic indicators such as GDP, exports and inflation showed improvement.

EFFECTIVE EXCHANGE RATE INDICES OF THE PESO							
For periods indicated							
December 1980=100							
		NEER			REER		
		MIC ^{1/}	CC		MIC ^{1/}	CC	
			Broad ^{2/}	Narrow ^{3/}		Broad ^{2/}	Narrow ^{3/}
2006	Jan	12.74	28.13	55.99	69.28	107.09	167.87
	Feb	13.05	28.25	55.92	71.52	107.89	167.84
	Mar	13.16	28.43	55.97	72.26	109.00	168.00
	Qtr 1	12.98	28.27	55.96	71.02	108.00	167.90
	Apr	13.02	27.91	54.68	71.25	106.30	162.24
	May	12.52	27.36	53.87	68.52	104.73	162.89
	June	12.38	27.39	54.36	68.31	106.77	167.07
	Qtr 2	12.64	27.55	54.30	69.36	105.94	164.07
	Jul	12.57	27.54	54.29	70.25	108.22	167.58
	Aug	12.78	28.07	55.16	71.56	110.82	171.67
	Sep	13.08	28.62	56.29	72.72	111.72	172.94
	Qtr 3	12.81	28.08	55.25	71.51	110.25	170.73
Oct	13.26	28.90	56.86	74.01	111.56	172.52	
Nov	13.18	28.72	56.55	73.92	112.04	171.46	
Dec	13.16	28.66	56.33	73.62	110.32	169.96	
Qtr 4	13.20	28.76	56.58	73.85	111.30	171.31	
Ave	Jan-Dec	12.91	28.17	55.52	71.43	108.87	168.50
2007	Jan	13.45	28.94	56.66	74.86	111.61	168.96
	Feb	13.58	29.16	56.75	75.08	111.62	167.54
	Mar	13.41	29.09	56.60	73.84	111.13	167.31
	Qtr 1	13.48	29.06	56.67	74.59	111.45	167.94
	Apr	13.55	29.31	56.86	74.47	111.71	166.51
	May	13.89	29.66	57.05	76.39	113.85	170.94
	Jun	14.16	30.23	58.41	78.50	118.00	177.65
Qtr 2	13.87	29.73	57.44	76.45	114.52	171.63	

- 1/ Major trading countries: USA, Japan, European Monetary Union (EMU) and United Kingdom
- 2/ Competing countries (broad basket): Hong Kong, Singapore, South Korea, Taiwan, Malaysia, Thailand, and Indonesia.
- 3/ Competing countries (narrow basket): Indonesia, Malaysia, and Thailand.

Monetary Union and the U.K. The broad basket is composed of the currencies of Singapore, South Korea, Taiwan, Thailand, Malaysia, Indonesia, and Hong Kong while the narrow basket is composed of the currencies of Indonesia, Malaysia, and Thailand.
¹¹ The REER index is derived from the NEER index by adjusting for inflation differentials.

1 PHILIPPINES: BALANCE OF PAYMENTS

in million U.S. dollars

	2007 p/						Q2		Growth Rate %		Jan-Jun		Growth Rate %	
	Jan	Feb	Mar	Apr	May	Jun	2007 p/	2006 r/	2007	2006	2007 p/	2006 r/	2007	2006
CURRENT ACCOUNT	626	624	711	558	712	509	1779	1496	18.9	1674.7	3740	2638	41.8	365.3
(Totals as percent of GNP)							4.7	4.9			5.2	4.4		
(Totals as percent of GDP)							5.2	5.4			5.7	4.8		
Goods and Services	-258	-354	-363	-625	-651	-779	-2055	-1718	-19.6	42.5	-3030	-3227	6.1	31.6
(Totals as percent of GNP)							-5.4	-5.6			-4.2	-5.4		
(Totals as percent of GDP)							-6.0	-6.2			-4.6	-5.9		
Export	4511	4209	5084	4626	4654	4662	13942	13290	4.9	23.7	27746	25668	8.1	21.4
Import	4769	4563	5447	5251	5305	5441	15997	15008	6.6	9.3	30776	28895	6.5	11.8
Goods 1/	-263	-394	-393	-596	-618	-711	-1925	-1885	-2.1	25.8	-2975	-3358	11.4	14.0
(Totals as percent of GNP)							-5.1	-6.2			-4.1	-5.6		
(Totals as percent of GDP)							-5.6	-6.8			-4.5	-6.2		
Credit: Exports	3926	3661	4428	4069	4079	4065	12213	11626	5.0	20.0	24228	22573	7.3	18.5
Debit: Imports	4189	4055	4821	4665	4697	4776	14138	13511	4.6	10.5	27203	25931	4.9	13.0
Services	5	40	30	-29	-33	-68	-130	167	-177.8	137.4	-55	131	-142.0	116.1
Credit: Exports	585	548	656	557	575	597	1729	1664	3.9	57.9	3518	3095	13.7	48.2
Debit: Imports	580	508	626	586	608	665	1859	1497	24.2	-0.3	3573	2964	20.5	2.1
Income	-197	-101	-218	10	170	127	307	-42	831.0	-566.7	-209	-302	30.8	-122.1
Credit: Receipts	372	359	426	395	496	428	1319	1070	23.3	9.1	2476	2125	16.5	8.7
Debit: Payments	569	460	644	385	326	301	1012	1112	-9.0	14.4	2685	2427	10.6	16.1
Current Transfers	1081	1079	1292	1173	1193	1161	3527	3256	8.3	12.9	6979	6167	13.2	13.7
Credit: Receipts	1106	1103	1320	1206	1228	1201	3635	3335	9.0	12.7	7164	6315	13.4	12.9
Debit: Payments	25	24	28	33	35	40	108	79	36.7	3.9	185	148	25.0	-11.9
CAPITAL AND FINANCIAL ACCOUNT	859	425	-1103	159	51	-133	77	-1650	104.7	-160.0	258	-522	149.4	-110.9
Capital Account	4	5	6	6	8	-35	-21	12	-275.0	200.0	-6	115	-105.2	538.9
Credit: Receipts	9	10	9	8	11	10	29	20	45.0	122.2	57	132	-56.8	388.9
Debit: Payments	5	5	3	2	3	45	50	8	525.0	60.0	63	17	270.6	88.9
Financial Account	855	420	-1109	153	43	-98	98	-1662	105.9	-160.5	264	-637	141.4	-113.3
Direct Investment	52	564	10	14	134	-2610	-2462	594	-514.5	108.4	-1836	1028	-278.6	26.0
Debit: Assets, Residents' Investments Abroad	19	25	28	13	278	2699	2990	-3	99766.7	-106.7	3062	29	10458.6	-59.2
Credit: Liabilities, Non-Residents' Investments in the Phil.	71	589	38	27	412	89	528	591	-10.7	79.1	1226	1057	16.0	19.2
Portfolio Investment	1080	-360	-410	637	580	-253	964	-1344	171.7	-165.1	1274	116	998.3	-96.4
Debit: Assets, Residents' Investments Abroad	214	760	618	-922	421	257	-244	1024	-123.8	328.6	1348	1524	-11.5	6.6
Credit: Liabilities, Non-Residents' Investments in the Phil.	1294	400	208	-285	1001	4	720	-320	325.0	-119.8	2622	1640	59.9	-65.0
Financial Derivatives	-15	-38	-7	-17	-43	-30	-90	35	-357.1	118.8	-150	-37	-305.4	-42.3
Debit: Assets, Residents' Investments Abroad	-11	-10	-9	-4	-2	-5	-11	-88	87.5	-87.2	-41	-110	62.7	-80.3
Credit: Liabilities, Non-Residents' Investments in the Phil.	-26	-48	-16	-21	-45	-35	-101	-53	-90.6	-71.0	-191	-147	-29.9	-69.0
Other Investment	-262	254	-702	-481	-628	2795	1686	-947	278.0	-349.9	976	-1744	156.0	-334.4
Debit: Assets, Residents' Investments Abroad	-201	-144	742	27	1219	209	1455	-162	998.1	-115.7	1852	-439	521.9	-132.2
Credit: Liabilities, Non-Residents' Investments in the Phil.	-463	110	40	-454	591	3004	3141	-1109	383.2	-178.5	2828	-2183	229.5	-203.5
NET UNCLASSIFIED ITEMS	-754	-495	525	-435	-98	458	-75	73	-202.7	105.0	-799	-76	-951.3	97.8
OVERALL BOP POSITION	731	554	133	282	665	834	1781	-81	2298.8	-106.8	3199	2040	56.8	3.1
(Totals as percent of GNP)							4.7	-0.3			4.4	3.4		
(Totals as percent of GDP)							5.2	-0.3			4.9	3.7		
Debit: Change in Reserve Assets	736	558	136	285	659	819	1763	-100	1863.0	-108.9	3193	1815	75.9	30.1
Credit: Change in Reserve Liabilities	5	4	3	3	-6	-15	-18	-19	5.3	74.0	-6	-225	97.3	61.5
Use of Fund Credits	0	0	0	0	0	0	0	0	0.0	100.0	0	-90	100.0	51.6
Short-term	5	4	3	3	-6	-15	-18	-19	5.3	32.1	-6	-135	95.6	66.1
Memo Items:														
Change in Commercial Banks' (KBs) Net Foreign Assets (NFA)	163	-1092	-1134	340	-328	-731	-719	-893	19.5	-249.3	-2782	-1906	-46.0	-161.5
OFW Cash Remittances	1149	1134	1364	1245	1292	1166	3703	3459	7.1	11.0	7350	6555	12.1	10.4
of which channeled thru the banking system	1099	1086	1305	1192	1237	1116	3545	3144	12.8	16.0	7035	5959	18.1	15.4
Basic Balance	585	1452	1159	21	494	769	1284	1683	-23.7	8515.0	4480	2580	73.6	145.2
Net Unclassified Items as Percent of Total Trade	-9.3	-6.4	5.7	-5.0	-1.1	5.2	-0.3	0.3			-1.6	-0.2		

p/ - preliminary

r/ - revised

1/ - Data on goods import for 2006 and 2007 were adjusted to reflect preliminary adjustments on the valuation of raw materials for electronics and garments exports.

Technical Notes:

1. Balances in the current and capital and financial accounts excluding reserves are derived by deducting debit entries from credit entries.

2. Overall BOP position is determined by deducting change in reserve liabilities from change in reserve assets.

3. Net unclassified items is an offsetting account to the overstatement or understatement in either receipts or payments of the recorded BOP components vis-à-vis the overall BOP position.

4. Change in KBs NFA as a BOP entry is derived by deducting foreign assets from foreign liabilities, consistent with the principle described in technical note No. 1. This includes assigned capital of foreign banks in local branches that are converted to pesos.

5. Basic balance represents a BOP position that excludes transactions that are volatile and are in the short run susceptible to being reversed. It is derived using the following formula:

Overall BOP position less (Net portfolio investments + net short-term liabilities) less errors and omissions. In the old BOP series, all transactions in assets and liabilities of commercial banks were deemed to be long-term. With the refinements in the new series on the maturity structure of KBs' transactions, short-term financial transactions of KBs are now excluded from the basic balance.

2 GOODS

in million U.S. dollars

	2007 p/						Q2		Growth Rate %		Jan-Jun		Growth Rate %	
	Jan	Feb	Mar	Apr	May	Jun	2007 p/	2006 r/	2007	2006	2007 p/	2006 r/	2007	2006
GOODS	-263	-394	-393	-596	-618	-711	-1925	-1885	-2.1	25.8	-2975	-3358	11.4	14.0
EXPORTS	3926	3661	4428	4069	4079	4065	12213	11626	5.0	20.0	24228	22573	7.3	18.5
IMPORTS	4189	4055	4821	4665	4697	4776	14138	13511	4.6	10.5	27203	25931	4.9	13.0
General Merchandise	-425	-583	-652	-771	-793	-892	-2456	-2427	-1.2	17.7	-4116	-4512	8.8	9.7
General Merchandise Exports, fob	2587	2407	2745	2815	2676	2685	8176	8115	0.8	30.1	15915	15643	1.7	29.7
Exports of goods in trade statistics, fob	3987	3717	4478	4117	4122	4117	12356	11858	4.2	19.7	24538	23013	6.6	18.2
Adjustments	-1400	-1310	-1733	-1302	-1446	-1432	-4180	-3743	-11.7	-2.0	-8623	-7370	-17.0	0.6
For Coverage	-61	-56	-50	-48	-43	-52	-143	-232	38.4	-4.5	-310	-440	29.5	-4.0
For Classification	-1339	-1254	-1683	-1254	-1403	-1380	-4037	-3511	-15.0	-1.8	-8313	-6930	-20.0	0.9
For Valuation	0	0	0	0	0	0	0	0	0.0	0.0	0	0	0.0	0.0
For Timing	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.
General Merchandise Imports, fob	3012	2990	3397	3586	3469	3577	10632	10542	0.9	14.7	20031	20155	-0.6	18.2
Imports of goods in trade statistics, fob	3715	3690	4566	4342	4295	4705	13342	13399	-0.4	10.5	25313	24748	2.3	9.2
Adjustments	-703	-700	-1169	-756	-826	-1128	-2710	-2857	5.1	2.6	-5282	-4593	-15.0	18.2
For Coverage	-6	30	54	32	56	30	118	-79	249.4	35.2	196	-167	217.4	18.5
For Classification	-1177	-1065	-1424	-1079	-1228	-1199	-3506	-2969	-18.1	2.4	-7172	-5776	-24.2	2.1
For Valuation	480	335	201	291	346	41	678	191	255.0	-16.6	1694	1350	25.5	173.8
For Timing	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.
Goods for processing: (On consignment)	165	191	283	178	183	199	560	540	3.7	25.6	1199	1190	0.8	5.6
Exports	1316	1232	1664	1229	1375	1363	3967	3414	16.2	0.2	8179	6787	20.5	-1.8
Imports	1151	1041	1381	1051	1192	1164	3407	2874	18.5	-3.5	6980	5597	24.7	-3.2
Processing Abroad:	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.
Exports	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.
Imports	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.
Processing in the compiling economy	165	191	283	178	183	199	560	540	3.7	25.6	1199	1190	0.8	5.6
Exports	1316	1232	1664	1229	1375	1363	3967	3414	16.2	0.2	8179	6787	20.5	-1.8
Imports	1151	1041	1381	1051	1192	1164	3407	2874	18.5	-3.5	6980	5597	24.7	-3.2
Repairs on goods:	0	0	0	0	0	0	0	0	0.0	100.0	0	0	0.0	100.0
Exports	0	0	0	0	0	0	0	0	0.0	0.0	0	0	0.0	0.0
Imports	0	0	0	0	0	0	0	0	0.0	-100.0	0	0	0.0	-100.0
Goods procured in ports by carriers	-8	-8	-30	-9	-15	-18	-42	-36	-16.7	-500.0	-88	-71	-23.9	-317.6
Exports	18	16	13	19	21	17	57	27	111.1	12.5	104	46	126.1	-6.1
Imports	26	24	43	28	36	35	99	63	57.1	110.0	192	117	64.1	77.3
Nonmonetary Gold	5	6	6	6	7	0	13	38	-65.8	860.0	30	35	-14.3	1650.0
Exports	5	6	6	6	7	0	13	70	-81.4	311.8	30	97	-69.1	203.1
Imports	0	0	0	0	0	0	0	32	-100.0	45.5	0	62	-100.0	106.7
Held as a store of value (Gold Bullion)	0	0	0	0	0	0	0	48	-100.0	860.0	0	57	-100.0	375.0
Exports	0	0	0	0	0	0	0	48	-100.0	860.0	0	57	-100.0	375.0
Imports	0	0	0	0	0	0	0	0	0.0	0.0	0	0	0.0	0.0
Others (Industrial Gold)	5	6	6	6	7	0	13	-10	230.0	0.0	30	-22	236.4	-120.0
Exports	5	6	6	6	7	0	13	22	-40.9	83.3	30	40	-25.0	100.0
Imports	0	0	0	0	0	0	0	32	-100.0	45.5	0	62	-100.0	106.7

Adjustments to general merchandise exports/imports:

For coverage: Returned goods and temporary exports/imports are deducted from NSO totals.

For classification: a) Exports and imports on consignment are reclassified from general merchandise to goods for processing

b) Industrial gold and gold bullion are reclassified from general merchandise to non-monetary gold

c) Repairs on goods cover repair activity on goods provided to or received from non-residents on ships, aircrafts, etc.

p/ - preliminary

r/ - revised

n.a. - data not available

3 SERVICES

in million U.S. dollars

	2007 p/						Q2		Growth Rate %		Jan-Jun		Growth Rate %	
	Jan	Feb	Mar	Apr	May	Jun	2007 p/	2006 r/	2007	2006	2007 p/	2006 r/	2007	2006
SERVICES	5	40	30	-29	-33	-68	-130	167	-177.8	137.4	-55	131	-142.0	116.1
EXPORTS	585	548	656	557	575	597	1729	1664	3.9	57.9	3518	3095	13.7	48.2
IMPORTS	580	508	626	586	608	665	1859	1497	24.2	-0.3	3573	2964	20.5	2.1
Transportation	-177	-180	-174	-192	-197	-172	-561	-596	5.9	-14.6	-1092	-1097	0.5	-5.3
Exports	106	92	144	120	114	101	335	289	15.9	7.0	677	569	19.0	18.3
Imports	283	272	318	312	311	273	896	885	1.2	12.0	1769	1666	6.2	9.4
of which: Passenger	19	12	47	39	35	20	94	34	176.5	-42.4	172	94	83.0	-3.1
Exports	44	37	73	64	60	45	169	138	22.5	-1.4	323	265	21.9	11.3
Imports	25	25	26	25	25	25	75	104	-27.9	28.4	151	171	-11.7	21.3
of which: Freight	-204	-198	-232	-230	-231	-193	-654	-624	-4.8	-8.9	-1288	-1185	-8.7	-6.2
Exports	40	37	45	41	41	41	123	119	3.4	16.7	245	230	6.5	21.1
Imports	244	235	277	271	272	234	777	743	4.6	10.1	1533	1415	8.3	8.3
of which: Other	8	6	11	-1	-1	1	-1	-6	83.3	0.0	24	-6	500.0	73.9
Exports	22	18	26	15	13	15	43	32	34.4	14.3	109	74	47.3	39.6
Imports	14	12	15	16	14	14	44	38	15.8	11.8	85	80	6.3	5.3
Travel	225	199	212	187	155	184	526	635	-17.2	269.2	1162	1034	12.4	167.9
Exports	341	310	341	307	306	314	927	917	1.1	84.9	1919	1611	19.1	54.6
Imports	116	111	129	120	151	130	401	282	42.2	-13.0	757	577	31.2	-12.0
Communication services	26	36	50	30	31	38	99	135	-26.7	62.7	211	270	-21.9	61.7
Exports	33	43	56	36	39	47	122	163	-25.2	46.8	254	321	-20.9	41.4
Imports	7	7	6	6	8	9	23	28	-17.9	0.0	43	51	-15.7	-15.0
Construction services	-2	4	5	9	9	7	25	11	127.3	-8.3	32	25	28.0	-10.7
Exports	2	5	7	11	10	9	30	12	150.0	-7.7	44	28	57.1	-15.2
Imports	4	1	2	2	1	2	5	1	400.0	0.0	12	3	300.0	-40.0
Insurance services	-16	-15	-17	-18	-18	-18	-54	-23	-134.8	52.1	-102	-48	-112.5	46.7
Exports	3	3	4	3	3	3	9	9	0.0	125.0	19	12	58.3	71.4
Imports	19	18	21	21	21	21	63	32	96.9	-38.5	121	60	101.7	-38.1
Financial services	-29	4	-12	-1	-3	-101	-105	11	-1054.5	152.4	-142	-31	-358.1	-10.7
Exports	8	8	7	6	7	6	19	26	-26.9	160.0	42	46	-8.7	109.1
Imports	37	4	19	7	10	107	124	15	726.7	-51.6	184	77	139.0	54.0
Computer and Information services	3	1	2	2	-1	0	1	2	-50.0	-71.4	7	15	-53.3	36.4
Exports	8	6	6	5	5	5	15	20	-25.0	-9.1	35	53	-34.0	32.5
Imports	5	5	4	3	6	5	14	18	-22.2	20.0	28	38	-26.3	31.0
Royalties and license fees	-28	-13	-21	-35	-28	-24	-87	-59	-47.5	19.2	-149	-129	-15.5	-2.4
Exports	0	1	0	1	0	0	1	2	-50.0	0.0	2	3	-33.3	-25.0
Imports	28	14	21	36	28	24	88	61	44.3	-18.7	151	132	14.4	1.5
Other business services	14	15	-4	5	36	33	74	72	2.8	280.0	99	128	-22.7	242.2
Exports	83	78	89	68	90	110	268	222	20.7	79.0	518	437	18.5	91.7
Imports	69	63	93	63	54	77	194	150	29.3	-8.5	419	309	35.6	-2.8
Merchandising and other trade-related services	1	1	1	2	1	1	4	7	-42.9	75.0	7	13	-46.2	85.7
Exports	1	1	1	2	1	1	4	7	-42.9	75.0	7	13	-46.2	85.7
Imports	0	0	0	0	0	0	0	0	0.0	0.0	0	0	0.0	0.0
Operational leasing services	-5	-5	-7	-6	-5	-5	-16	-5	-220.0	54.5	-33	-17	-94.1	32.0
Exports	1	0	0	0	1	1	2	6	-66.7	500.0	3	8	-62.5	700.0
Imports	6	5	7	6	6	6	18	11	63.6	-8.3	36	25	44.0	-3.8
Misc. business, professional and technical services	18	19	2	9	40	37	86	70	22.9	312.1	125	132	-5.3	283.3
Exports	81	77	88	66	88	108	262	209	25.4	75.6	508	416	22.1	89.1
Imports	63	58	86	57	48	71	176	139	26.6	-8.6	383	284	34.9	-2.7
Personal, cultural and recreational services	0	0	0	-5	-7	-5	-17	3	-666.7	400.0	-17	12	-241.7	0.0
Exports	1	2	2	0	1	2	3	4	-25.0	100.0	8	15	-46.7	275.0
Imports	1	2	2	5	8	7	20	1	1900.0	-66.7	25	3	733.3	-25.0
Audio-Visual and related services	0	0	0	-1	0	0	-1	2	-150.0	0.0	-1	12	-108.3	1100.0
Exports	1	1	1	0	1	1	2	3	-33.3	200.0	5	14	-64.3	366.7
Imports	1	1	1	1	1	1	3	1	200.0	0.0	6	2	200.0	0.0
Other personal, cultural and recreational services	0	0	0	-4	-7	-5	-16	1	-1700.0	200.0	-16	0	0.0	100.0
Exports	0	1	1	0	0	1	1	1	0.0	0.0	3	1	200.0	0.0
Imports	0	1	1	4	7	6	17	0	0.0	-100.0	19	1	1800.0	-50.0
Government services, n.i.e.	-11	-11	-11	-11	-10	-10	-31	-24	-29.2	-33.3	-64	-48	-33.3	-54.8
Exports	0	0	0	0	0	0	0	0	0.0	0.0	0	0	0.0	0.0
Imports	11	11	11	11	10	10	31	24	29.2	33.3	64	48	33.3	54.8

p/ - preliminary

r/ - revised

4 INCOME

in million U.S. dollars

	2007 p/						Q2		Growth Rate %		Jan-Jun		Growth Rate %	
	Jan	Feb	Mar	Apr	May	Jun	2007 p/	2006 r/	2007	2006	2007 p/	2006 r/	2007	2006
INCOME	-197	-101	-218	10	170	127	307	-42	831.0	-566.7	-209	-302	30.8	-122.1
RECEIPTS	372	359	426	395	496	428	1319	1070	23.3	9.1	2476	2125	16.5	8.7
PAYMENTS	569	460	644	385	326	301	1012	1112	-9.0	14.4	2685	2427	10.6	16.1
Compensation of emp. incl. border, seasonal, and other workers	230	224	269	242	282	235	759	681	11.5	-9.1	1482	1317	12.5	-12.8
Receipts	230	224	269	242	282	235	759	681	11.5	-9.1	1482	1317	12.5	-12.8
Payments	0	0	0	0	0	0	0	0	0.0	0.0	0	0	0.0	0.0
Investment Income	-427	-325	-487	-232	-112	-108	-452	-723	37.5	2.3	-1691	-1619	-4.4	1.6
Receipts	142	135	157	153	214	193	560	389	44.0	67.7	994	808	23.0	81.6
Payments	569	460	644	385	326	301	1012	1112	-9.0	14.4	2685	2427	10.6	16.1
Direct Investment Income	-211	-34	-141	-84	-99	-93	-276	-387	28.7	1.3	-662	-740	10.5	-3.5
Receipts	0	1	1	5	4	3	12	33	-63.6	312.5	14	37	-62.2	362.5
Payments	211	35	142	89	103	96	288	420	-31.4	5.0	676	777	-13.0	7.5
Income on Equity	-189	-33	-116	-84	-97	-89	-270	-361	25.2	2.4	-608	-689	11.8	-3.0
Receipts	0	0	1	4	4	1	9	33	-72.7	312.5	10	37	-73.0	362.5
Payments	189	33	117	88	101	90	279	394	-29.2	4.2	618	726	-14.9	7.2
Dividends and distributed branch profits	-185	-36	-111	-87	-83	-86	-256	-283	9.5	18.0	-588	-560	-5.0	-3.1
Receipts	0	0	1	4	4	1	9	33	-72.7	312.5	10	37	-73.0	362.5
Payments	185	36	112	91	87	87	265	316	-16.1	-10.5	598	597	0.2	8.3
Reinvested earnings and undistributed branch profits	-4	3	-5	3	-14	-3	-14	-78	82.1	-212.0	-20	-129	84.5	-2.4
Receipts	0	0	0	0	0	0	0	0	0.0	0.0	0	0	0.0	0.0
Payments	4	-3	5	-3	14	3	14	78	-82.1	212.0	20	129	-84.5	2.4
Income on debt (interest)	-22	-1	-25	0	-2	-4	-6	-26	76.9	-18.2	-54	-51	-5.9	-10.9
Receipts	0	1	0	1	0	2	3	0	0.0	0.0	4	0	0.0	0.0
Payments	22	2	25	1	2	6	9	26	-65.4	18.2	58	51	13.7	10.9
Portfolio Investment Income	-165	-186	-274	-107	10	34	-63	-151	58.3	-20.8	-688	-458	-50.2	3.6
Receipts	67	78	82	76	101	107	284	140	102.9	4.5	511	387	32.0	46.6
Payments	232	264	356	183	91	73	347	291	19.2	12.4	1199	845	41.9	14.3
Income on Equity (dividends)	-20	-60	-124	-85	-44	-31	-160	-81	-97.5	-92.9	-364	-96	-279.2	-45.5
Receipts	0	0	0	0	0	0	0	0	0.0	-100.0	0	0	0.0	-100.0
Payments	20	60	124	85	44	31	160	81	97.5	88.4	364	96	279.2	43.3
Monetary authorities	0	0	0	0	0	0	0	0	0.0	0.0	0	0	0.0	0.0
Receipts	0	0	0	0	0	0	0	0	0.0	0.0	0	0	0.0	0.0
Payments	0	0	0	0	0	0	0	0	0.0	0.0	0	0	0.0	0.0
General government	0	0	0	0	0	0	0	0	0.0	0.0	0	0	0.0	0.0
Receipts	0	0	0	0	0	0	0	0	0.0	0.0	0	0	0.0	0.0
Payments	0	0	0	0	0	0	0	0	0.0	0.0	0	0	0.0	0.0
Banks	-8	0	0	-20	-7	0	-27	-28	3.6	-600.0	-35	-29	-20.7	-480.0
Receipts	0	0	0	0	0	0	0	0	0.0	0.0	0	0	0.0	0.0
Payments	8	0	0	20	7	0	27	28	-3.6	600.0	35	29	20.7	480.0
Other sectors	-12	-60	-124	-65	-37	-31	-133	-53	-150.9	-39.5	-329	-67	-391.0	-9.8
Receipts	0	0	0	0	0	0	0	0	0.0	-100.0	0	0	0.0	-100.0
Payments	12	60	124	65	37	31	133	53	150.9	35.9	329	67	391.0	8.1
Income on debt (interest)	-145	-126	-150	-22	54	65	97	-70	238.6	15.7	-324	-362	10.5	11.5
Receipts	67	78	82	76	101	107	284	140	102.9	5.3	511	387	32.0	47.1
Payments	212	204	232	98	47	42	187	210	-11.0	-2.8	835	749	11.5	11.5
Bonds and notes	-145	-127	-152	-22	53	64	95	-82	215.9	15.5	-329	-382	13.9	13.4
Receipts	67	77	80	76	100	106	282	128	120.3	7.6	506	367	37.9	58.9
Payments	212	204	232	98	47	42	187	210	-11.0	-2.8	835	749	11.5	11.5
Monetary authorities	46	49	45	62	52	49	163	72	126.4	94.6	303	292	3.8	133.6
Receipts	46	49	45	62	55	55	172	106	62.3	11.6	312	326	-4.3	78.1
Payments	0	0	0	0	3	6	9	34	-73.5	-41.4	9	34	-73.5	-41.4
General government	-188	-176	-183	-50	0	-3	-53	-96	44.8	-24.7	-600	-519	-15.6	-26.9
Receipts	0	0	0	0	0	0	0	0	0.0	0.0	0	0	0.0	0.0
Payments	188	176	183	50	0	3	53	96	-44.8	24.7	600	519	15.6	26.9
Banks	0	0	0	0	0	0	0	0	0.0	0.0	0	0	0.0	0.0
Receipts	0	0	0	0	0	0	0	0	0.0	0.0	0	0	0.0	0.0
Payments	0	0	0	0	0	0	0	0	0.0	0.0	0	0	0.0	0.0
Other sectors	-3	0	-14	-34	1	18	-15	-58	74.1	-1.8	-32	-155	79.4	1.3
Receipts	21	28	35	14	45	51	110	22	400.0	-8.3	194	41	373.2	-14.6
Payments	24	28	49	48	44	33	125	80	56.3	-1.2	226	196	15.3	-4.4
Money market instruments	0	1	2	0	1	1	2	12	-83.3	-14.3	5	20	-75.0	-37.5
Receipts	0	1	2	0	1	1	2	12	-83.3	-14.3	5	20	-75.0	-37.5
Payments	0	0	0	0	0	0	0	0	0.0	0.0	0	0	0.0	0.0

4 INCOME

in million U.S. dollars

	2007 p/						Q2		Growth Rate %		Jan-Jun		Growth Rate %	
	Jan	Feb	Mar	Apr	May	Jun	2007 p/	2006 r/	2007	2006	2007 p/	2006 r/	2007	2006
Monetary authorities	0	0	0	0	0	0	0	0	0.0	0.0	0	0	0.0	0.0
Receipts	0	0	0	0	0	0	0	0	0.0	0.0	0	0	0.0	0.0
Payments	0	0	0	0	0	0	0	0	0.0	0.0	0	0	0.0	0.0
General government	0	0	0	0	0	0	0	0	0.0	0.0	0	0	0.0	0.0
Receipts	0	0	0	0	0	0	0	0	0.0	0.0	0	0	0.0	0.0
Payments	0	0	0	0	0	0	0	0	0.0	0.0	0	0	0.0	0.0
Banks	0	0	0	0	0	0	0	0	0.0	0.0	0	0	0.0	0.0
Receipts	0	0	0	0	0	0	0	0	0.0	0.0	0	0	0.0	0.0
Payments	0	0	0	0	0	0	0	0	0.0	0.0	0	0	0.0	0.0
Other sectors	0	1	2	0	1	1	2	12	-83.3	-14.3	5	20	-75.0	-37.5
Receipts	0	1	2	0	1	1	2	12	-83.3	-14.3	5	20	-75.0	-37.5
Payments	0	0	0	0	0	0	0	0	0.0	0.0	0	0	0.0	0.0
Other investment income	-51	-105	-72	-41	-23	-49	-113	-185	38.9	17.0	-341	-421	19.0	7.7
Receipts	75	56	74	72	109	83	264	216	22.2	140.0	469	384	22.1	122.0
Payments	126	161	146	113	132	132	377	401	-6.0	28.1	810	805	0.6	28.0
Monetary authorities	29	21	24	24	30	29	83	73	13.7	247.6	157	132	18.9	300.0
Receipts	29	23	28	27	30	29	86	95	-9.5	143.6	166	168	-1.2	150.7
Payments	0	2	4	3	0	0	3	22	-86.4	22.2	9	36	-75.0	5.9
General government	-20	-59	-44	-21	-45	-36	-102	-86	-18.6	13.1	-225	-216	-4.2	9.2
Receipts	0	0	0	0	0	0	0	0	0.0	0.0	0	0	0.0	0.0
Payments	20	59	44	21	45	36	102	86	18.6	-13.1	225	216	4.2	-9.2
Banks	-34	-30	-27	1	20	-12	9	-57	115.8	-23.9	-82	-155	47.1	-101.3
Receipts	38	29	40	40	75	43	158	89	77.5	169.7	265	143	85.3	101.4
Payments	72	59	67	39	55	55	149	146	2.1	84.8	347	298	16.4	101.4
Other sectors	-26	-37	-25	-45	-28	-30	-103	-115	10.4	-16.2	-191	-182	-4.9	-4.6
Receipts	8	4	6	5	4	11	20	32	-37.5	77.8	38	73	-47.9	108.6
Payments	34	41	31	50	32	41	123	147	-16.3	25.6	229	255	-10.2	22.0

p/ - preliminary

r/ - revised

5 CURRENT TRANSFERS

in million U.S. dollars

	2007 p/						Q2		Growth Rate %		Jan-Jun		Growth Rate %	
	Jan	Feb	Mar	Apr	May	Jun	2007 p/	2006 r/	2007	2006	2007 p/	2006 r/	2007	2006
CURRENT TRANSFERS	1081	1079	1292	1173	1193	1161	3527	3256	8.3	12.9	6979	6167	13.2	13.7
RECEIPTS	1106	1103	1320	1206	1228	1201	3635	3335	9.0	12.7	7164	6315	13.4	12.9
PAYMENTS	25	24	28	33	35	40	108	79	36.7	3.9	185	148	25.0	-11.9
General government	24	27	25	31	36	24	91	86	5.8	-20.4	167	159	5.0	-25.7
Receipts	33	36	33	40	46	35	121	116	4.3	-12.8	223	213	4.7	-17.8
Payments	9	9	8	9	10	11	30	30	0.0	20.0	56	54	3.7	20.0
Other sectors	1057	1052	1267	1142	1157	1137	3436	3170	8.4	14.2	6812	6008	13.4	15.3
Receipts	1073	1067	1287	1166	1182	1166	3514	3219	9.2	13.9	6941	6102	13.7	14.4
Payments	16	15	20	24	25	29	78	49	59.2	-3.9	129	94	37.2	-23.6
Workers' remittances	1020	1009	1219	1111	1128	1096	3335	3074	8.5	13.7	6583	5804	13.4	13.9
Receipts	1020	1009	1219	1111	1128	1096	3335	3074	8.5	13.7	6583	5804	13.4	13.9
Payments	0	0	0				0	0	0.0	0.0	0	0	0.0	0.0
Other transfers	37	43	48	31	29	41	101	96	5.2	33.3	229	204	12.3	78.9
Receipts	53	58	68	55	54	70	179	145	23.4	17.9	358	298	20.1	25.7
Payments	16	15	20	24	25	29	78	49	59.2	-3.9	129	94	37.2	-23.6

p/ - preliminary

r/ - revised

6 CAPITAL ACCOUNT

in million U.S. dollars

	2007 p/						Q2		Growth Rate %		Jan-Jun		Growth Rate %	
	Jan	Feb	Mar	Apr	May	Jun	2007 p/	2006 r/	2007	2006	2007 p/	2006 r/	2007	2006
CAPITAL ACCOUNT	4	5	6	6	8	-35	-21	12	-275.0	200.0	-6	115	-105.2	538.9
RECEIPTS	9	10	9	8	11	10	29	20	45.0	122.2	57	132	-56.8	388.9
PAYMENTS	5	5	3	2	3	45	50	8	525.0	60.0	63	17	270.6	88.9
Capital transfers	4	5	6	6	8	7	21	12	75.0	100.0	36	115	-68.7	475.0
Receipts	9	10	9	8	11	10	29	20	45.0	122.2	57	132	-56.8	388.9
Payments	5	5	3	2	3	3	8	8	0.0	166.7	21	17	23.5	142.9
General government	7	7	7	7	7	7	21	15	40.0	66.7	42	30	40.0	66.7
Receipts	7	7	7	7	7	7	21	15	40.0	66.7	42	30	40.0	66.7
Payments	0	0	0	0	0	0	0	0	0.0	0.0	0	0	0.0	0.0
Debt forgiveness	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.
Receipts	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.
Payments	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.
Other	7	7	7	7	7	7	21	15	40.0	66.7	42	30	40.0	66.7
Receipts	7	7	7	7	7	7	21	15	40.0	66.7	42	30	40.0	66.7
Payments	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.
Other sectors	-3	-2	-1	-1	1	0	0	-3	100.0	0.0	-6	85	-107.1	4150.0
Receipts	2	3	2	1	4	3	8	5	60.0	0.0	15	102	-85.3	1033.3
Payments	5	5	3	2	3	3	8	8	0.0	166.7	21	17	23.5	142.9
Migrants transfers	-3	-3	-2	-2	0	-1	-3	0	0.0	100.0	-11	-2	-450.0	66.7
Receipts	1	2	1	0	3	2	5	4	25.0	0.0	9	7	28.6	600.0
Payments	4	5	3	2	3	3	8	4	100.0	33.3	20	9	122.2	28.6
Debt forgiveness	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	91	-100.0	n.a.
Receipts	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	91	-100.0	n.a.
Payments	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.
Other	0	1	1	1	1	1	3	-3	200.0	0.0	5	-4	225.0	-150.0
Receipts	1	1	1	1	1	1	3	1	200.0	0.0	6	4	50.0	-50.0
Payments	1	0	0	0	0	0	0	4	-100.0	0.0	1	8	-87.5	0.0
Acquisition/disposal of nonproduced, nonfinancial assets	0	0	0	0	0	-42	-42	0	0.0	100.0	-42	0	0.0	100.0
Receipts	0	0	0	0	0	0	0	0	0.0	0.0	0	0	0.0	0.0
Payments	0	0	0	0	0	42	42	0	0.0	-100.0	42	0	0.0	-100.0

p/ - preliminary

r/ - revised

n.a. - data not available

7 DIRECT INVESTMENT

in million U.S. dollars

	2007 p/						Q2		Growth Rate %		Jan-Jun		Growth Rate %	
	Jan	Feb	Mar	Apr	May	Jun	2007 p/	2006 r/	2007	2006	2007 p/	2006 r/	2007	2006
DIRECT INVESTMENT	52	564	10	14	134	-2610	-2462	594	-514.5	108.4	-1836	1028	-278.6	26.0
ASSETS : Residents' Investments Abroad	19	25	28	13	278	2699	2990	-3	99766.7	-106.7	3062	29	10458.6	-59.2
Equity capital	19	25	28	13	278	2699	2990	-3	99766.7	-106.7	3062	29	10458.6	-59.2
Claims on affiliated enterprises	19	25	28	13	278	2699	2990	-3	99766.7	-106.7	3062	29	10458.6	-59.2
Placements	21	26	30	13	278	2708	2999	9	33222.2	-81.6	3076	53	5703.8	-36.1
Withdrawals	2	1	2	0	0	9	9	12	-25.0	200.0	14	24	-41.7	100.0
Liabilities to affiliated enterprises	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.
Reinvested earnings	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.
Other Capital	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.
Claims on affiliated enterprises	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.
Liabilities to affiliated enterprises	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.
LIABILITIES : Non-residents' Investments in the Philippines	71	589	38	27	412	89	528	591	-10.7	79.1	1226	1057	16.0	19.2
Equity capital	-2	597	88	31	787	77	895	404	121.5	74.9	1578	781	102.0	14.7
Claims on direct investors	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.
Liabilities to direct investors	-2	597	88	31	787	77	895	404	121.5	74.9	1578	781	102.0	14.7
Placements	57	607	92	47	796	86	929	471	97.2	72.5	1685	914	84.4	11.9
Withdrawals	59	10	4	16	9	9	34	67	-49.3	59.5	107	133	-19.5	-2.2
Reinvested earnings	4	-3	5	-3	14	3	14	78	-82.1	212.0	20	129	-84.5	2.4
claims	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.
Liabilities	4	-3	5	-3	14	3	14	78	-82.1	212.0	20	129	-84.5	2.4
Other Capital	69	-5	-55	-1	-389	9	-381	109	-449.5	47.3	-372	147	-353.1	83.8
Claims on direct investors	85	37	72	56	-7	-56	-7	-110	93.6	-188.7	187	27	592.6	-54.2
Liabilities to direct investors	154	32	17	55	-396	-47	-388	-1	-38700.0	-100.5	-185	174	-206.3	25.2

Notes: Balance is derived by deducting assets from liabilities.

p/ - preliminary

r/ - revised

n.a. - data not available

8 PORTFOLIO INVESTMENT

in million U.S. dollars

	2007 p/						Q2		Growth Rate %		Jan-Jun		Growth Rate %	
	Jan	Feb	Mar	Apr	May	Jun	2007 p/	2006 r/	2007	2006	2007 p/	2006 r/	2007	2006
PORTFOLIO INVESTMENT	1080	-360	-410	637	580	-253	964	-1344	171.7	-165.1	1274	116	998.3	-96.4
ASSETS : Residents' Investments Abroad	214	760	618	-922	421	257	-244	1024	-123.8	328.6	1348	1524	-11.5	6.6
Equity securities	-1	-6	2	3	2	11	16	-1	1700.0	-200.0	11	0	0.0	-100.0
Monetary Authorities	0	0	0	0	0	0	0	0	0.0	0.0	0	0	0.0	0.0
General Government	0	0	0	0	0	0	0	0	0.0	0.0	0	0	0.0	0.0
Banks	0	0	0	0	0	0	0	-1	100.0	0.0	0	-1	100.0	0.0
Other sectors	-1	-6	2	3	2	11	16	0	0.0	-100.0	11	1	1000.0	-50.0
Debt securities	215	766	616	-925	419	246	-260	1025	-125.4	328.3	1337	1524	-12.3	6.7
Bonds and notes	14	19	679	-942	542	1186	786	569	38.1	216.1	1498	435	244.4	-69.8
Monetary Authorities	0	0	0	0	0	0	0	0	0.0	0.0	0	0	0.0	0.0
General Government	0	0	0	0	0	0	0	0	0.0	0.0	0	0	0.0	0.0
Banks	31	-84	449	-335	451	1142	1258	490	156.7	212.9	1654	444	272.5	-65.1
Other sectors	-17	103	230	-607	91	44	-472	79	-697.5	241.1	-156	-9	-1633.3	-105.3
Money-market instruments	201	747	-63	17	-123	-940	-1046	456	-329.4	1012.2	-161	1089	-114.8	8476.9
Monetary Authorities	0	0	0	0	0	0	0	0	0.0	0.0	0	0	0.0	0.0
General Government	0	0	0	0	0	0	0	0	0.0	0.0	0	0	0.0	0.0
Banks	82	808	-61	-14	-51	-715	-780	279	-379.6	420.7	49	724	-93.2	511.4
Other sectors	119	-61	-2	31	-72	-225	-266	177	-250.3	38.3	-210	365	-157.5	123.9
LIABILITIES : Non-residents' Investments in the Philippines	1294	400	208	-285	1001	4	720	-320	325.0	-119.8	2622	1640	59.9	-65.0
Equity securities	289	505	216	139	411	868	1418	387	266.4	51.2	2428	960	152.9	-26.3
Banks	0	0	39	2	108	-150	-40	18	-322.2	500.0	-1	92	-101.1	9300.0
Other sectors	289	505	177	137	303	1018	1458	369	295.1	45.8	2429	868	179.8	-33.4
Placements	731	1192	945	746	979	1597	3322	1186	180.1	15.5	6190	2239	176.5	-10.0
Withdrawals	442	687	768	609	676	579	1864	817	128.2	5.6	3761	1371	174.3	15.8
Debt securities	1005	-105	-8	-424	590	-864	-698	-707	1.3	-151.9	194	680	-71.5	-79.9
Bonds and notes	1005	-105	-4	-424	590	-863	-697	-734	5.0	-153.9	199	653	-69.5	-80.7
Monetary Authorities	-12	-22	582	0	1	3	4	-31	112.9	-444.4	552	-122	552.5	-408.3
General Government	953	-177	-792	-184	128	-521	-577	-478	-20.7	-147.6	-593	762	-177.8	-76.9
Banks	2	26	15	-1	-2	-102	-105	1	-10600.0	111.1	-62	1	-6300.0	-99.6
Other sectors	62	68	191	-239	463	-243	-19	-226	91.6	-163.1	302	12	2416.7	108.5
Money-market instruments	0	0	-4	0	0	-1	-1	27	-103.7	0.0	-5	27	-118.5	285.7
Monetary Authorities	0	0	0	0	0	0	0	0	0.0	0.0	0	0	0.0	0.0
General Government	0	0	0	0	0	0	0	0	0.0	0.0	0	0	0.0	0.0
Banks	0	0	0	0	0	0	0	0	0.0	0.0	0	0	0.0	0.0
Other sectors	0	0	-4	0	0	-1	-1	27	-103.7	0.0	-5	27	-118.5	285.7

Notes: Balance is derived by deducting assets from liabilities.

p/ - preliminary

r/ - revised

9 FINANCIAL DERIVATIVES

in million U.S. dollars

	2007 p/						Q2		Growth Rate %		Jan-Jun		Growth Rate %	
	Jan	Feb	Mar	Apr	May	Jun	2007 p/	2006 r/	2007	2006	2007 p/	2006 r/	2007	2006
FINANCIAL DERIVATIVES	-15	-38	-7	-17	-43	-30	-90	35	-357.1	118.8	-150	-37	-305.4	-42.3
Monetary Authorities	0	0	0	0	0	0	0	0	0.0	0.0	0	0	0.0	0.0
General Government	0	0	0	0	0	0	0	0	0.0	0.0	0	0	0.0	0.0
Banks	-15	-38	-7	-17	-43	-30	-90	35	-357.1	118.8	-150	-37	-305.4	-42.3
Other sectors	0	0	0	0	0	0	0	0	0.0	0.0	0	0	0.0	0.0
ASSETS	-11	-10	-9	-4	-2	-5	-11	-88	87.5	-87.2	-41	-110	62.7	-80.3
Monetary Authorities	0	0	0	0	0	0	0	0	0.0	0.0	0	0	0.0	0.0
General Government	0	0	0	0	0	0	0	0	0.0	0.0	0	0	0.0	0.0
Banks	-11	-10	-9	-4	-2	-5	-11	-88	87.5	-87.2	-41	-110	62.7	-80.3
Other sectors	0	0	0	0	0	0	0	0	0.0	0.0	0	0	0.0	0.0
LIABILITIES	-26	-48	-16	-21	-45	-35	-101	-53	-90.6	-71.0	-191	-147	-29.9	-69.0
Monetary Authorities	0	0	0	0	0	0	0	0	0.0	0.0	0	0	0.0	0.0
General Government	0	0	0	0	0	0	0	0	0.0	0.0	0	0	0.0	0.0
Banks	-26	-48	-16	-21	-45	-35	-101	-53	-90.6	-71.0	-191	-147	-29.9	-69.0
Other sectors	0	0	0	0	0	0	0	0	0.0	0.0	0	0	0.0	0.0

Notes: Balance is derived by deducting assets from liabilities.

p/ - preliminary

r/ - revised

10 OTHER INVESTMENT

in million U.S. dollars

	2007 p/						Q2		Growth Rate %		Jan-Jun		Growth Rate %	
	Jan	Feb	Mar	Apr	May	Jun	2007 p/	2006 r/	2007	2006	2007 p/	2006 r/	2007	2006
OTHER INVESTMENT	-262	254	-702	-481	-628	2795	1686	-947	278.0	-349.9	976	-1744	156.0	-334.4
ASSETS : Residents' Investments Abroad	-201	-144	742	27	1219	209	1455	-162	998.1	-115.7	1852	-439	521.9	-132.2
Trade credits	1	0	3	2	-2	1	1	-4	125.0	-157.1	5	1	400.0	-90.9
General government	0	0	0	0	0	0	0	0	0.0	0.0	0	0	0.0	0.0
Long-term	0	0	0	0	0	0	0	0	0.0	0.0	0	0	0.0	0.0
Short-term	0	0	0	0	0	0	0	0	0.0	0.0	0	0	0.0	0.0
Other sectors	1	0	3	2	-2	1	1	-4	125.0	-157.1	5	1	400.0	-90.9
Long-term	0	0	0	0	0	0	0	0	0.0	0.0	0	0	0.0	0.0
Short-term	1	0	3	2	-2	1	1	-4	125.0	-157.1	5	1	400.0	-90.9
Loans	-154	93	270	-291	1485	-79	1115	-270	513.0	-152.7	1324	175	656.6	-83.2
Monetary authorities	0	0	0	0	0	0	0	0	0.0	0.0	0	0	0.0	0.0
Long-term	0	0	0	0	0	0	0	0	0.0	0.0	0	0	0.0	0.0
Short-term	0	0	0	0	0	0	0	0	0.0	0.0	0	0	0.0	0.0
General government	0	0	0	0	0	0	0	0	0.0	0.0	0	0	0.0	0.0
Long-term	0	0	0	0	0	0	0	0	0.0	0.0	0	0	0.0	0.0
Short-term	0	0	0	0	0	0	0	0	0.0	0.0	0	0	0.0	0.0
Banks	-75	76	532	-565	1011	156	602	-359	267.7	-286.0	1135	36	3052.8	-96.1
Long-term	38	-16	70	54	163	-45	172	43	300.0	-55.2	264	79	234.2	4050.0
Short-term	-113	92	462	-619	848	201	430	-402	207.0	-514.4	871	-43	2125.6	-104.7
Other sectors	-79	17	-262	274	474	-235	513	89	476.4	-72.1	189	139	36.0	17.8
Long-term	-3	2	-266	253	-6	4	251	-290	186.6	-3725.0	-16	20	-180.0	150.0
Short-term	-76	15	4	21	480	-239	262	379	-30.9	21.9	205	119	72.3	8.2
CPLS adj	0	0	0	0	0	0	0	31	-100.0	0.0	0	62	-100.0	0.0
Currency and deposits	27	-273	437	308	-303	263	268	1021	-73.8	921.0	459	1342	-65.8	662.5
Monetary Authorities	0	0	0	0	0	0	0	0	0.0	0.0	0	0	0.0	0.0
General Government	0	0	0	0	0	0	0	0	0.0	0.0	0	0	0.0	0.0
Banks	56	-297	399	264	-166	100	198	881	-77.5	5773.3	356	1420	-74.9	514.7
Other sectors	-29	24	38	44	-137	163	70	140	-50.0	64.7	103	-78	232.1	-41.8
Other Assets	-75	36	32	8	39	24	71	-909	107.8	-319.0	64	-1957	103.3	-1507.9
Monetary authorities	0	0	0	0	0	0	0	0	0.0	0.0	0	0	0.0	0.0
Long-term	0	0	0	0	0	0	0	0	0.0	0.0	0	0	0.0	0.0
Short-term	0	0	0	0	0	0	0	0	0.0	0.0	0	0	0.0	0.0
General government	0	0	0	0	0	0	0	0	0.0	0.0	0	0	0.0	0.0
Long-term	0	0	0	0	0	0	0	0	0.0	0.0	0	0	0.0	0.0
Short-term	0	0	0	0	0	0	0	0	0.0	0.0	0	0	0.0	0.0
Banks	-77	32	40	6	35	26	67	-902	107.4	-320.0	62	-1959	103.2	-1595.4
Long-term	0	0	0	0	0	0	0	0	0.0	0.0	0	0	0.0	0.0
Short-term	-77	32	40	6	35	26	67	-902	107.4	-320.0	62	-1959	103.2	-1595.4
Other sectors	2	4	-8	2	4	-2	4	-7	157.1	-240.0	2	2	0.0	-75.0
Long-term	0	0	0	0	0	0	0	0	0.0	0.0	0	0	0.0	0.0
Short-term	2	4	-8	2	4	-2	4	-7	157.1	-240.0	2	2	0.0	-75.0
LIABILITIES : Non-residents' Investments in the Philippines	-463	110	40	-454	591	3004	3141	-1109	383.2	-178.5	2828	-2183	229.5	-203.5
Trade credits	-114	395	-154	379	-52	-119	208	202	3.0	10.4	335	640	-47.7	94.5
General government	0	0	0	0	0	0	0	0	0.0	0.0	0	0	0.0	0.0
Long-term	0	0	0	0	0	0	0	0	0.0	0.0	0	0	0.0	0.0
Drawings	0	0	0	0	0	0	0	0	0.0	0.0	0	0	0.0	0.0
Repayments	0	0	0	0	0	0	0	0	0.0	0.0	0	0	0.0	0.0
Short-term	0	0	0	0	0	0	0	0	0.0	0.0	0	0	0.0	0.0
Other sectors	-114	395	-154	379	-52	-119	208	202	3.0	10.4	335	640	-47.7	94.5
Long-term	8	-1	13	-1	3	50	52	53	-1.9	960.0	72	49	46.9	-38.0
Drawings	0	0	1	1	0	50	51	-13	492.3	0.0	52	-11	572.7	-222.2
Repayments	-8	1	-12	2	-3	0	-1	-66	98.5	-1220.0	-20	-60	66.7	14.3
Short-term	-122	396	-167	380	-55	-169	156	149	4.7	-16.3	263	591	-55.5	136.4
Loans	-476	61	204	-869	226	3038	2395	-1227	295.2	-195.6	2184	-2217	198.5	-254.5
Monetary authorities	0	0	-122	-71	0	0	-71	-226	68.6	-927.3	-193	-226	14.6	-927.3
Other long-term	0	0	-122	-71	0	0	-71	-226	68.6	-927.3	-193	-226	14.6	-927.3
Drawings	0	0	0	0	0	0	0	0	0.0	0.0	0	0	0.0	0.0
Repayments	0	0	122	71	0	0	71	226	-68.6	927.3	193	226	-14.6	927.3
General government	-114	394	388	16	-42	-86	-112	-96	-16.7	45.5	556	-277	300.7	-39.9
Long-term	-114	394	388	16	-42	-86	-112	-96	-16.7	45.5	556	-277	300.7	-39.9
Drawings	34	532	498	49	47	31	127	171	-25.7	61.3	1191	367	224.5	-19.7
Repayments	148	138	110	33	89	117	239	267	-10.5	-5.3	635	644	-1.4	-1.7
Short-term	0	0	0	0	0	0	0	0	0.0	0.0	0	0	0.0	0.0

10 OTHER INVESTMENT

in million U.S. dollars

	2007 p/						Q2		Growth Rate %		Jan-Jun		Growth Rate %	
	Jan	Feb	Mar	Apr	May	Jun	2007 p/	2006 r/	2007	2006	2007 p/	2006 r/	2007	2006
Banks	-241	-235	235	-326	393	191	258	-507	150.9	-166.2	17	-1212	101.4	-217.6
Long-term	150	0	-2	0	0	0	0	0	0.0	0.0	148	0	0.0	0.0
Drawings	150	0	-2	0	0	0	0	0	0.0	0.0	148	0	0.0	0.0
Repayments	0	0	0	0	0	0	0	0	0.0	0.0	0	0	0.0	0.0
Short-term	-391	-235	237	-326	393	191	258	-507	150.9	-166.2	-131	-1212	89.2	-217.6
Other sectors	-121	-98	-297	-488	-125	2933	2320	-398	682.9	-155.7	1804	-502	459.4	-180.4
Long-term	-91	-110	-34	-177	-121	2930	2632	-432	709.3	-744.8	2397	-611	492.3	-247.2
Drawings	14	44	61	65	12	3016	3093	117	2543.6	-75.3	3212	421	662.9	-47.3
Repayments	105	154	95	242	133	86	461	549	-16.0	35.2	815	1032	-21.0	5.8
Short-term	-30	12	-263	-311	-4	3	-312	34	-1017.6	-94.8	-593	109	-644.0	-86.4
Currency and deposits	209	-347	-29	96	289	48	433	-94	560.6	52.8	266	-605	144.0	-434.3
Monetary Authorities	0	0	0	0	0	0	0	0	0.0	0.0	0	0	0.0	0.0
General Government	0	0	0	0	0	0	0	0	0.0	0.0	0	0	0.0	0.0
Banks	386	-303	-100	70	290	47	407	-96	524.0	66.4	390	-250	256.0	-906.5
Other sectors 1/	-177	-44	71	26	-1	1	26	2	1200.0	-97.7	-124	-355	65.1	-336.7
Other Liabilities	-82	1	19	-60	128	37	105	10	950.0	-93.2	43	-1	4400.0	-100.6
Monetary Authorities	0	0	0	0	0	0	0	0	0.0	0.0	0	0	0.0	0.0
Long-term	0	0	0	0	0	0	0	0	0.0	0.0	0	0	0.0	0.0
Short-term	0	0	0	0	0	0	0	0	0.0	0.0	0	0	0.0	0.0
General Government	0	0	0	0	0	0	0	0	0.0	0.0	0	0	0.0	0.0
Long-term	0	0	0	0	0	0	0	0	0.0	0.0	0	0	0.0	0.0
Short-term	0	0	0	0	0	0	0	0	0.0	0.0	0	0	0.0	0.0
Banks	-83	-4	32	-62	124	39	101	19	431.6	-86.9	46	1	4500.0	-99.4
Long-term	0	0	0	0	0	0	0	0	0.0	0.0	0	0	0.0	0.0
Short-term	-83	-4	32	-62	124	39	101	19	431.6	-86.9	46	1	4500.0	-99.4
Other sectors	1	5	-13	2	4	-2	4	-9	144.4	-1000.0	-3	-2	-50.0	-133.3
Long-term	0	0	0	0	0	0	0	0	0.0	0.0	0	0	0.0	0.0
Short-term	1	5	-13	2	4	-2	4	-9	144.4	-1000.0	-3	-2	-50.0	-133.3

Notes: Balance is derived by deducting assets from liabilities.

p/ - preliminary

r/ - revised

1/ - This consists mainly of OBUs. Consistent with the treatment in the Monetary and Financial Statistics, OBUs are considered as resident non-bank corporations and not as banks since their deposit liabilities are not included in broad money. Entries represent deposit liabilities to non-residents.

11 OVERALL BOP POSITION: TRANSACTIONS IN RESERVE ASSETS AND LIABILITIES 1/

in million U.S. dollars

	2007 p/						Q2		Growth Rate %		Jan-Jun		Growth Rate %	
	Jan	Feb	Mar	Apr	May	Jun	2007 p/	2006 r/	2007	2006	2007 p/	2006 r/	2007	2006
CHANGE IN NET RESERVES	731	554	133	282	665	834	1781	-81	2298.8	-106.8	3199	2040	56.8	3.1
CHANGE IN RESERVE ASSETS	736	558	136	285	659	819	1763	-100	1863.0	-108.9	3193	1815	75.9	30.1
Monetary gold	-51	-107	8	-64	-65	-77	-206	-369	44.2	-21.0	-356	-563	36.8	30.3
Special drawing rights	2	-3	0	0	-1	0	-1	0	0.0	100.0	-2	-1	-100.0	0.0
Reserves position in the Fund	0	0	0	0	0	0	0	0	0.0	0.0	0	0	0.0	0.0
Foreign Exchange	785	668	128	349	725	896	1970	269	632.3	-81.2	3551	2379	49.3	7.9
Currency and deposits	-1479	294	418	-242	607	467	832	-151	651.0	-228.3	65	1832	-96.5	971.3
With monetary authorities							0	0	0.0	0.0	0	0	0.0	0.0
With banks							0	0	0.0	0.0	0	0	0.0	0.0
Securities	2264	374	-290	591	118	429	1138	420	171.0	-71.6	3486	547	537.3	-73.1
Equities	0	0	0	0	0	0	0	0	0.0	0.0	0	0	0.0	0.0
Bonds and notes	2264	374	-290	591	118	429	1138	420	171.0	-71.6	3486	547	537.3	-73.1
Money market instruments and financial derivatives	0	0	0	0	0	0	0	0	0.0	0.0	0	0	0.0	0.0
Other claims	0	0	0	0	0	0	0	0	0.0	0.0	0	0	0.0	0.0
CHANGE IN RESERVE LIABILITIES	5	4	3	3	-6	-15	-18	-19	5.3	74.0	-6	-225	97.3	61.5
Use of Fund Credit and loans	0	0	0	0	0	0	0	0	0.0	100.0	0	-90	100.0	51.6
Short-term	5	4	3	3	-6	-15	-18	-19	5.3	32.1	-6	-135	95.6	66.1

Notes: Balance is derived by deducting liabilities from assets.

p/ - preliminary

1/ - Revised to reflect the reclassification of released collaterals on Brady Bonds from non-IR to IR-eligible assets of the BSP. This is in line with the treatment of foreign investments under R.A. 7653 (New CB Act), which allows investments in securities even for maturities over 5 years to be included as part of the GIR.