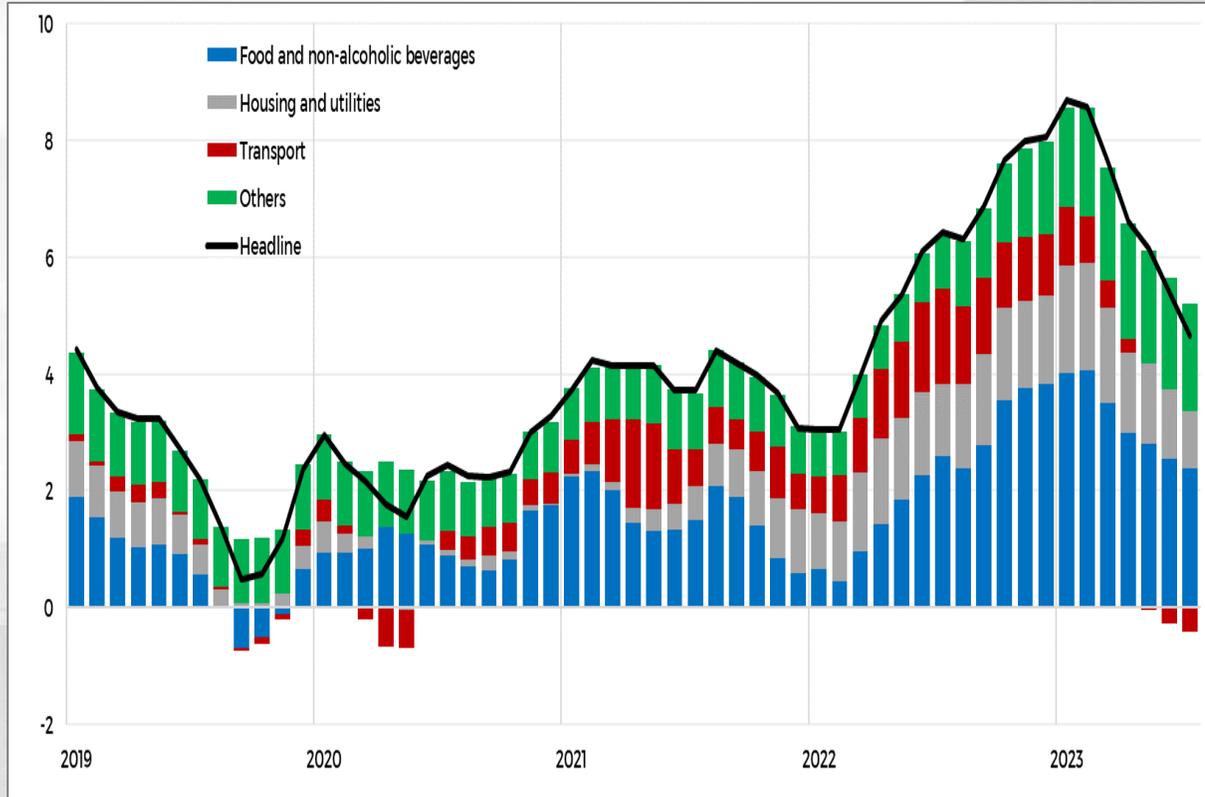


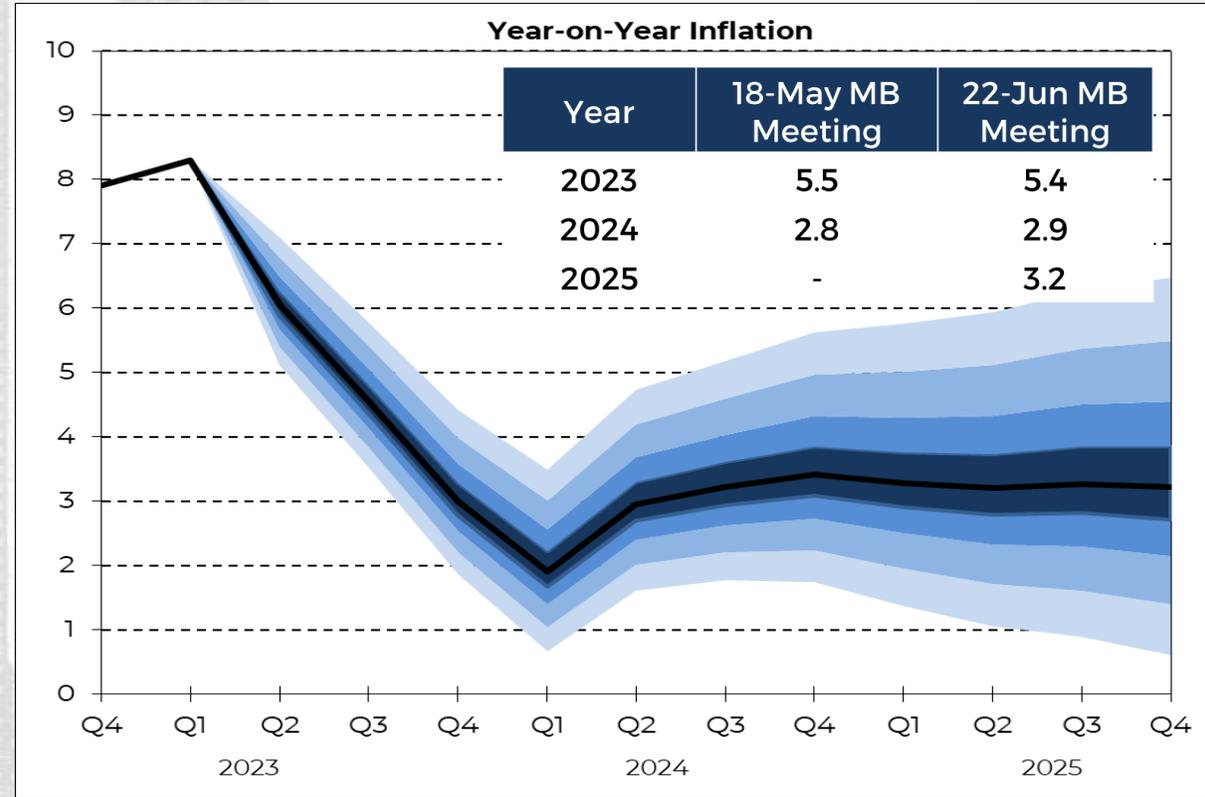
Inflation declines further in July; projected to return to target by Q4 2023

Contribution to Headline Inflation
(in percent)



Source: Philippine Statistics Authority and BSP staff calculations

BSP Year-on-Year Inflation Forecast Q1 2023 - Q4 2025
As of 22 June 2023, Monetary Board Policy Meeting



Source: BSP Staff Computations



Rural Bank Strengthening Program

Three-year Program, effective on 21 September 2022

**Safe and sound banks
are well-capitalized**



Key Elements

- 01 Strengthened Capital Base
- 02 Five Time-Bound Tracks
- 03 Incentives and Capacity-Building Interventions
- 04 Review and Enhancement of Existing Regulations

BSP issuances: Memo Nos. M-2022-024 and M-2022-040, and Circular No. 1151, as amended Circular Nos. 1154 and 1164; and M-2022-040

