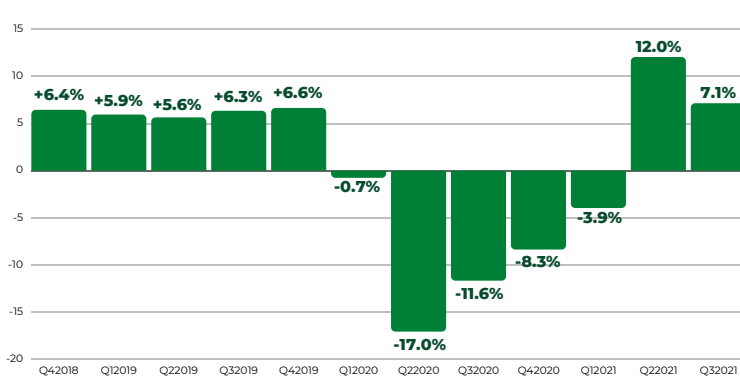


# PHILIPPINE ECONOMIC REPORT

## THIRD QUARTER REPORT FOR 2021

### THE PHILIPPINES RECORDS SECOND GROWTH INCREASE AFTER SUCCESSIVE CONTRACTIONS

Growth remained positive yet slower than the previous quarter, posting a 7.1 percent increase in third quarter 2021 after a historic economic expansion of 12.0 percent in the second quarter.



**+7.1%**

**3rd Quarter GDP Growth**

**-11.6%**

**Q3 2020**

**+12.0%**

**Q2 2021**

### DEMAND-SIDE COMPONENTS



**+7.1%**

**Private Consumption**

Q3 2020 **-9.2%**  
Q2 2021 **+7.3%**



**+22.0%**

**Gross Capital Formation**

Q3 2020 **-39.5%**  
Q2 2021 **+80.3%**



**+13.6%**

**Government Expenditures**

Q3 2020 **+5.8%**  
Q2 2021 **-4.2%**



**+9.0%**

**Exports**

Q3 2020 **-15.1%**  
Q2 2021 **+27.8%**



**+13.2%**

**Imports**

Q3 2020 **-20.7%**  
Q2 2021 **+39.8%**

### SUPPLY SIDE COMPONENTS



**+8.2%**

**Services**

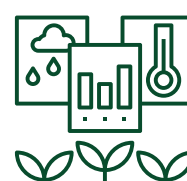
Q3 2020 **-10.6%**  
Q2 2021 **+9.8%**



**+7.9%**

**Industry**

Q3 2020 **-17.6%**  
Q2 2021 **+21.0%**



**-1.7%**

**Agriculture**

Q3 2020 **+1.2%**  
Q2 2021 **+0.02%**

### ROAD TOWARDS SLOW ECONOMIC RECOVERY

#### HIGHLIGHTS



Economy expected to reach pre-pandemic levels by Q3 2022 with right management of health and economic crises

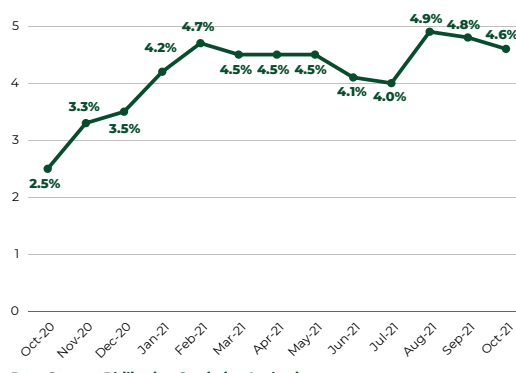


Unemployment reaches eight-month high as it rose to 8.9% last September with 4.25 million unemployed Filipinos



Headline inflation initially steepens then settles, with an average inflation of 4.6% in the third quarter

#### INFLATION RATES (Y-O-Y)



### OTHER RECENT DEVELOPMENTS

**AMENDMENTS TO THREE ECONOMIC REFORM BILLS FAST-TRACKED FOR PANDEMIC RECOVERY**



**COVID-19 VACCINATION RATES HAVE SHARPLY INCREASED BY THIRD QUARTER END**



**PSEI INCREASES IN THIRD QUARTER, BUT NOT ENOUGH TO REACH PRE-PANDEMIC LEVELS**



**PESO-DOLLAR EXCHANGE RATE HAS DEPRECIATED AMIDST CONCERNS ON COVID-19 DELTA VARIANT**



**CONSUMER CONFIDENCE EXPANDS IN THIRD QUARTER DUE TO UPGRADED EXPECTATIONS**



**PHILIPPINES OVERTAKES INDIA AS WORLD BANK'S TOP DEBTOR IN FY 2021**

