

# PHILIPPINE ECONOMIC REPORT

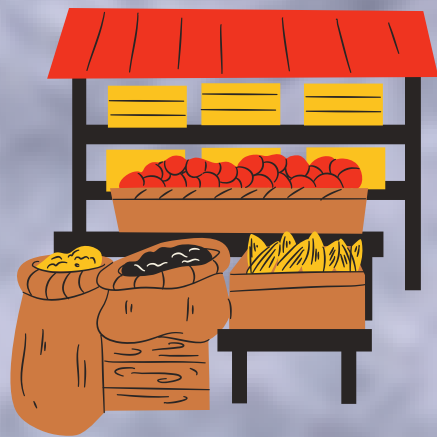
## 4TH QTR. REPORT FOR 2020

Economic contraction continued into fourth quarter 2020 as year-on-year growth was -8.3 percent owing to poor agricultural output and continued quarantine measures.

### DEMAND SIDE



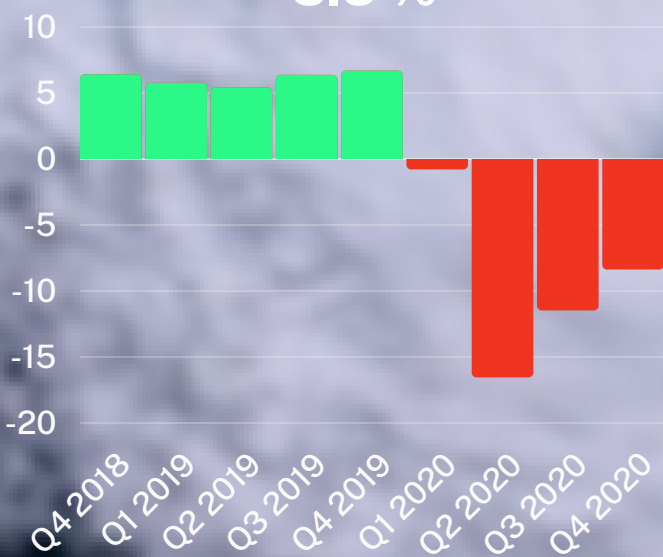
### SUPPLY SIDE



Consumption	-7.2%	Services Sector	-2.5%
Investment	-29.0%	Industry Sector	-8.4%
Gov't Spending	+4.4%	Agriculture Sector	-2.5%
Exports	-10.5%		
Imports	-18.8%		

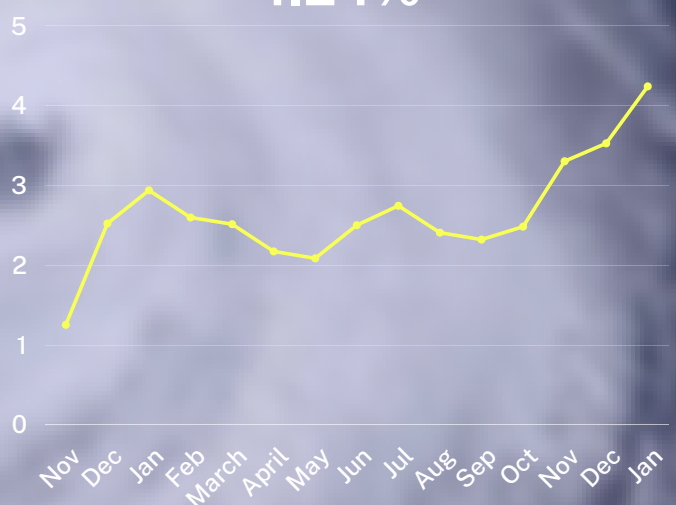
### Q4 2020 GDP GROWTH:

-8.3 %



### JAN '21 CPI (Y-O-Y, %):

4.24%



## CHALLENGES FACED BY THE ECONOMY IN Q4 2020

- QUARANTINE MEASURES CONTINUED TO HINDER GROWTH
- MEAT INFLATION & LOWER HOG PRODUCTION DUE TO ASF OUTBREAKS
- TYPHOONS WORSENERD INFLATION & AGRICULTURAL PRODUCTION

## OTHER RECENT DEVELOPMENTS

- INFLATION RATE RISES TO A TWO-YEAR HIGH IN JANUARY 2021
- PESO CONTINUES TO STRENGTHEN AGAINST US DOLLAR
- PSEI RALLIES IN FOURTH QUARTER
- BSP MAINTAINED INTEREST RATES IN DECEMBER
- CONSUMER SENTIMENT POSTS A SMALL UPTICK
- BUSINESS CONFIDENCE SHOWS RECOVERY