PHILIPPINE ECONOMIC UPDATE

INVESTING IN THE FUTURE SHARING GROWTH AND JOB OPPORTUNITIES FOR ALL

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Ty hoon econ cion

A ea affec ed by Ty hoon Yolanda ha e mo ed f om elief o econ c ion effo

The Na ional Go e nmen NG ha ec ed ade a e fi cal ace PHP billion o a o nd e cen of GDP in he and b dge o o he econ c ion ha e fo a ea affec ed by Ty hoon Yolanda he Bohol Ea h ake and o he e < H

Fig e Money ly g ow h

The fi cal ance of NG emained b oadly ainable gi en low fi cal defici and a manageable deb ofile

S ong mac oeconomic f ndamen al along with o nd fi cal and mone a y olicie wo ld con in e o o g ow h in he nea e m while f he c al efo m wo ld al

Gi en conce n abo he ex e nal en i onmen ca i al flow e e al and ola ili ie canno be led o

Mone a y olicy igh ening and g ea e e of mac o den ial mea e wo ld be wa an ed o b ffe i k o ice and financial abili y

Why ai e ax e en e

The Phili ine economy ha managed o ain highe g ow h fo o e a decade now

Howe e $\ n$ il ecen ly highe g ow h ha no $\ an$ la ed in o mo e and be e job c ea ion and o e y ed c ion

Fig e	Gowhwa highe in hela decade	Fig e C en accon I wa main ained in he la decade

Fig e Infla ion ha been low and able 9 8 6

Fig e	Going fo wad he co	n y face an eno mo	job challenge

Mo e and be e job can be c ea ed by accele a ing efo m ha o ec o e y igh omo e mo e com e i ion and im lify eg la ion while ainably am ing blic in e men in inf a c e ed ca ion and heal h

A ni e window of o o ni y exi oday o accele a e efo m ha will hel c ea e mo e and be e job

-	Table	So	œ	of g c	w h	in Ea 🛭	Aian∞ n	ie
			G ow h in		Con ib ion og ow ho		h of	
			0	(е	Phy ical	I H man	TFP
			٧	vo ke		ca i al	ca ial	шг

Howe e elying olely on ax admini a ion efo m may no yield he ex e ed e en e a ge by making he co n y fall ho of i de elo men a ge

Table Acco n ing fo he ax effo accom li hmen and he emaining challenge

Tax effo
e cen of GDP

Ba eline ax effo in

By only af e e en e enhancing mea e a e in lace a com ehen i e ax efo m o b oaden he ba e and ed ce he a e can be con ide ed

While gain f om a com ehen i e ax efo m will no be ealized o e nigh in he Phili ine he A ino Admini a ion can make ignifican og e owa d ealia o

Ongoing efo m o im o e blic financial managemen PFM need o be eng hened and in i ionalized

S cce f I PFM efo m wo ld allow he blic o ee mo e angible im o emen in go e nance and con ince hem ha hei axe a e being en wi ely Thi c cial efo m wo ld hel make a be e ca e fo ax olicy efo m

Selec ed efe ence

C lowdown and ebalancing: How he Phili ine can ill benefi

Ch

O e he la e m of ace and cale

The Link be ween China and he Phili ine

5

9 Unlike he US and he Middle Ea fo in ance China i no a majo o ce of emi ance fo he Phili ine

O o ni ie fo he Phili ine

lowdown alo e en ano o ni y fo he Phili ine

A China ebalance owa d con m ion led g ow h he Phili ine co ld ex and i ex o o folio o China f om ca i al good and a o con me good

Selec ed efe ence

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