



SPECIAL RELEASE

Davao Region Summary Inflation Report Consumer Price Index (2018=100) October 2023

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Table 1. Year-on-Year Provincial and Highly Urbanized City Inflation Rates, All Items: Region XI
In Percent
(2018=100)

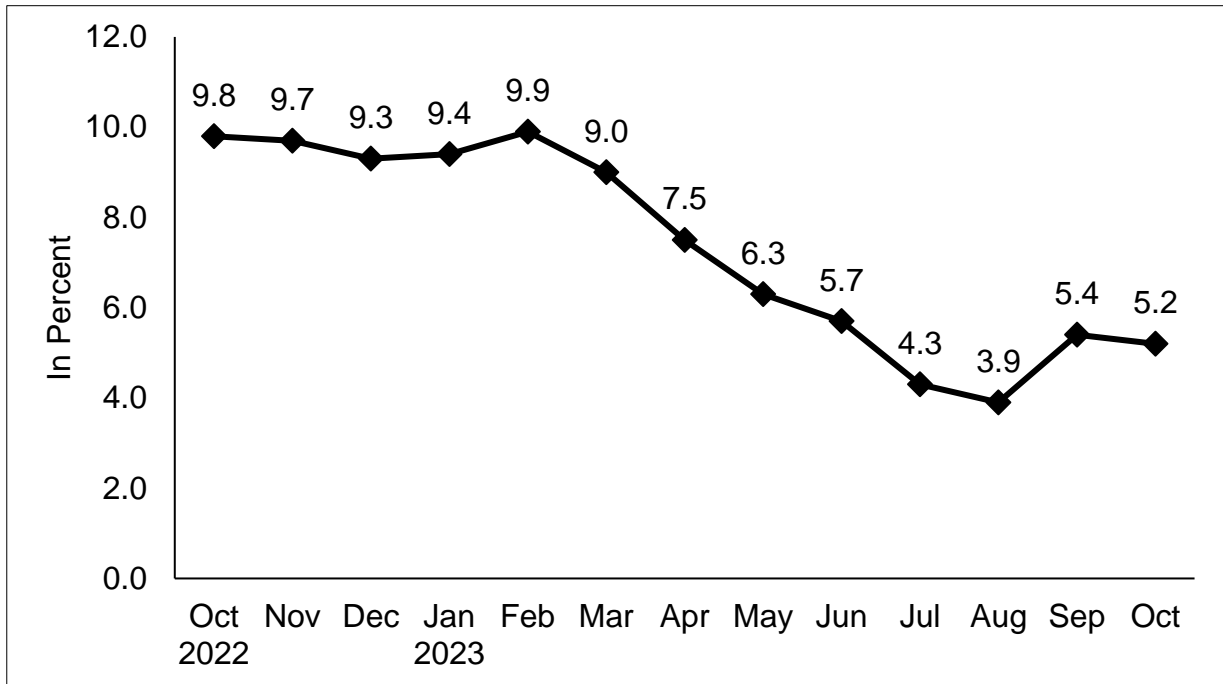
Area	October 2022	September 2023	October 2023	Year-to-date*
Philippines	7.7	6.1	4.9	7.1
Davao Region	9.8	5.4	5.2	6.6
Davao del Norte	7.2	3.4	2.8	3.8
Davao del Sur	10.5	3.3	2.6	5.4
Davao Oriental	8.1	6.5	7.2	8.3
Davao de Oro	13.2	6.1	4.4	7.2
Davao Occidental	8.5	5.7	5.2	5.6
Davao City	10.4	6.3	6.6	7.8

Source: Philippine Statistics Authority, Retail Price Survey of Commodities for the Generation of Consumer Price Index

*Year-on-year change of CPI for January to October 2023 vs. 2022



Figure 1. Inflation Rates in Region XI, All Items
(2018=100)



Source: Philippine Statistics Authority, Retail Price Survey of Commodities for the Generation of Consumer Price Index

1. Regional Headline Inflation

The year-on-year headline inflation of Davao Region slowed down to 5.2 percent in October 2023, from 5.4 percent in September 2023. The average inflation rate from January to October 2023 stood at 6.6 percent. In October 2022, the region's inflation was higher at 9.8 percent. (Table 1 and Figure 1).

The decrease in the region's overall inflation is primarily due to the slower annual growth rate in Food and Non-Alcoholic Beverages at 7.1 percent from 8.0 percent in the previous month. Additionally, the slower annual increments of Alcoholic Beverages and Tobacco at 13.8 percent from 15.2 percent in September 2023; and Transport at 1.2 percent from 1.5 percent in the previous month contributed to the downward trend of the regional headline inflation. (Table 2)

Moreover, the indices of the following commodity groups displayed lower annual growth rates compared with their previous monthly inflation rates:

- a. Furnishings, Household Equipment and Routine Household Maintenance, at 5.9 percent from 6.1 percent;
- b. Health at 5.2 percent from 5.3 percent;
- c. Information and Communication at 1.2 percent from 1.3 percent;
- d. Recreation, Sport, and Culture at 7.3 percent from 7.5 percent; and
- e. Personal Care, and Miscellaneous Goods and Services at 6.3 percent from 6.4 percent.

On the other hand, faster annual growth rates were observed in the indices of Clothing and Footwear at 6.1 percent from 5.9 percent; Housing, Water, Electricity, Gas, and Other Fuels at -0.6 percent from -1.1 percent; and Restaurants and Accommodation Services at 11.3 percent from 9.5 percent. Meanwhile, the indices for Education Services and Financial Services retained their previous month's inflation rates.

Table 2. CPI and Inflation Rate by Commodity Group (2018 = 100),
Region XI: October 2022, September 2023, and October 2023

Commodity Group	October 2022 Inflation Rate	September 2023 Inflation Rate	October CPI		October 2023 Inflation Rate
			2022	2023	
All Items	9.8	5.4	118.8	125.0	5.2
Food and Non-Alcoholic Beverages	11.7	8.0	118.0	126.4	7.1
Alcoholic Beverages and Tobacco	12.2	15.2	151.3	172.2	13.8
Clothing and Footwear	4.7	5.9	113.2	120.1	6.1
Housing, Water, Electricity, Gas, and Other Fuels	8.4	-1.1	118.4	117.7	-0.6
Furnishings, Household Equipment and Routine Household Maintenance	6.5	6.1	115.9	122.7	5.9
Health	5.3	5.3	120.4	126.7	5.2
Transport	15.3	1.5	130.4	132.0	1.2
Information and Communication	1.1	1.3	104.3	105.6	1.2
Recreation, Sport and Culture	5.1	7.5	115.3	123.7	7.3
Education Services	6.8	4.0	112.2	116.7	4.0
Restaurants and Accommodation Services	6.4	9.5	113.2	126.0	11.3
Financial Services	0.0	0.0	147.3	147.3	0.0
Personal Care, and Miscellaneous Goods and Services	5.7	6.4	115.0	122.2	6.3

Source: Philippine Statistics Authority, Retail Price Survey of Commodities for the Generation of Consumer Price Index

2. Davao Region Food Inflation

Davao Region's Food inflation decelerated at 7.0 percent in October 2023 from 8.0 percent in the previous month. In October 2022, Food inflation was higher at 12.0 percent. (Table 3)

Table 3. CPI and Inflation Rate of Selected Food Items (2018=100), Region XI: October 2022, September 2023, and October 2023

Commodity Group	October 2022 Inflation Rate	September 2023 Inflation Rate	October CPI		October 2023 Inflation Rate
			2022	2023	
Food	12.0	8.0	117.8	126.1	7.0
Cereals and Cereal Products	8.0	19.0	99.8	114.4	14.6
Cereals	7.8	21.6	95.3	110.9	16.4
Rice	2.8	25.6	89.6	107.9	20.5
Corn	38.1	2.8	134.0	131.1	-2.1
Flour, Bread and Other Bakery Products, Pasta Products, and Other Cereals	8.8	9.6	119.2	129.2	8.4
Meat and Other Parts of Slaughtered Land Animals	12.5	2.9	136.2	142.7	4.8
Fish and Other Seafood	14.0	-5.3	129.8	124.9	-3.8
Milk, Other Dairy Products, and Eggs	7.9	8.1	118.4	128.9	8.9
Oils and Fats	28.7	0.2	141.7	143.3	1.1
Fruits and Nuts	8.4	14.8	108.9	133.3	22.4
Vegetables, tubers, plantains, cooking bananas and pulses	16.7	10.4	127.9	133.0	4.0
Sugar, Confectionery and Desserts	46.8	3.6	151.3	151.4	0.1
Ready-Made Food and Other Food Products N.E.C.	8.4	7.4	120.1	128.5	7.0

Source: Philippine Statistics Authority, Retail Price Survey of Commodities for the Generation of Consumer Price Index

3. Regional Inflation Rates

At the national level, the country's headline inflation moved downwards to 4.9 percent in September 2023, from 6.1 percent in the previous month (Table 4).

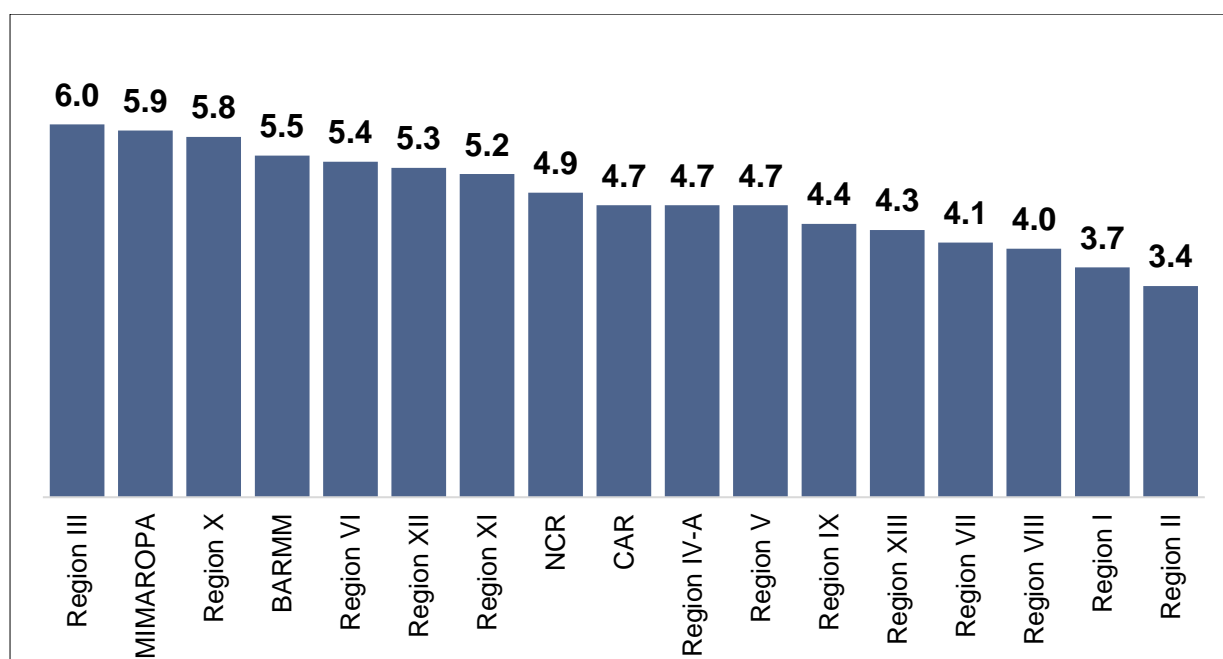
Table 4. Year-on-Year Regional Inflation Rates for All Items (2018=100):
September 2023 and October 2023

Area/Region	September 2023	October 2023	Area/Region	September 2023	October 2023
Philippines	6.1	4.9	VI - Western Visayas	6.6	5.4
NCR	6.1	4.9	VII - Central Visayas	3.8	4.1
CAR	5.2 ^r	4.7	VIII - Eastern Visayas	4.9	4.0
I - Ilocos Region	5.1	3.7	IX - Zamboanga Peninsula	5.4	4.4
II - Cagayan Valley	5.3	3.4	X - Northern Mindanao	6.7	5.8
III - Central Luzon	7.9	6.0	XI - Davao Region	5.4	5.2
IV-A - CALABARZON	6.0	4.7	XII - SOCCSKSARGEN	5.4	5.3
MIMAROPA Region	6.8	5.9	XIII - Caraga	6.4 ^r	5.5
V - Bicol Region	5.6	4.7	BARMM	5.1 ^r	4.3

Source: Philippine Statistics Authority, Retail Price Survey of Commodities for the Generation of Consumer Price Index

Note: r - revised

Figure 4. Year-on-Year Regional Inflation Rates in Percent for All Items (2018=100): Philippines, October 2023



Source: Philippine Statistics Authority, Retail Price Survey of Commodities for the Generation of Consumer Price Index

Among the 17 administrative regions, Central Luzon had the highest inflation at 6.0 percent followed by MIMAROPA at 5.9 percent and Northern Mindanao at 5.8 percent. On the other hand, Cagayan Valley had the lowest inflation at 3.4 percent. (Figure 4)

Note: CPIs and inflation rates by province and selected city are posted on the PSA website (<http://openstat.psa.gov.ph/>).

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TECHNICAL NOTES

Consumer Price Index (CPI)

The CPI is an indicator of the change in the average prices of goods and services commonly purchased by consumers.

Uses of CPI

The CPI is most widely used in the calculation of the inflation rate and purchasing power of peso. It is a major statistical series used for economic analysis and as a monitoring indicator of government economic policy.

Computation of CPI

The computation of the CPI involves consideration of the following important points:

a. Base Period

Base year is a reference period, usually a year, at which the index number is set to 100. It is the reference point of the index number series. The CPI is rebased from the base year 2012 to the base year 2018.

b. Market Basket

Market basket refers to a sample of goods and services commonly purchased by households.

c. Weighting System

The weighting pattern uses the expenditures on various consumer items purchased by households as a proportion of total expenditure.

d. Formula

The 2018-based CPI series uses the same method of computation as the 2012-based CPI series, which is Chained Laspeyres formula.

e. Geographic Coverage

CPI values are computed at the national, regional, and provincial levels, and Highly Urbanized Cities.

Inflation Rate is the rate of change of the CPI expressed in percent. Inflation is interpreted in terms of the declining purchasing power of peso.

Headline Inflation refers to the rate of change in the CPI, a measure of the average standard “basket” of goods and services consumed by a typical family.

Purchasing Power of Peso shows how much the peso in the base period is worth in the current period. It is computed as the reciprocal of the CPI for the period under review multiplied by 100.