

SPECIAL RELEASE

JULY 2024 INFLATION REPORT OF ORIENTAL MINDORO (BASE YEAR: 2018)

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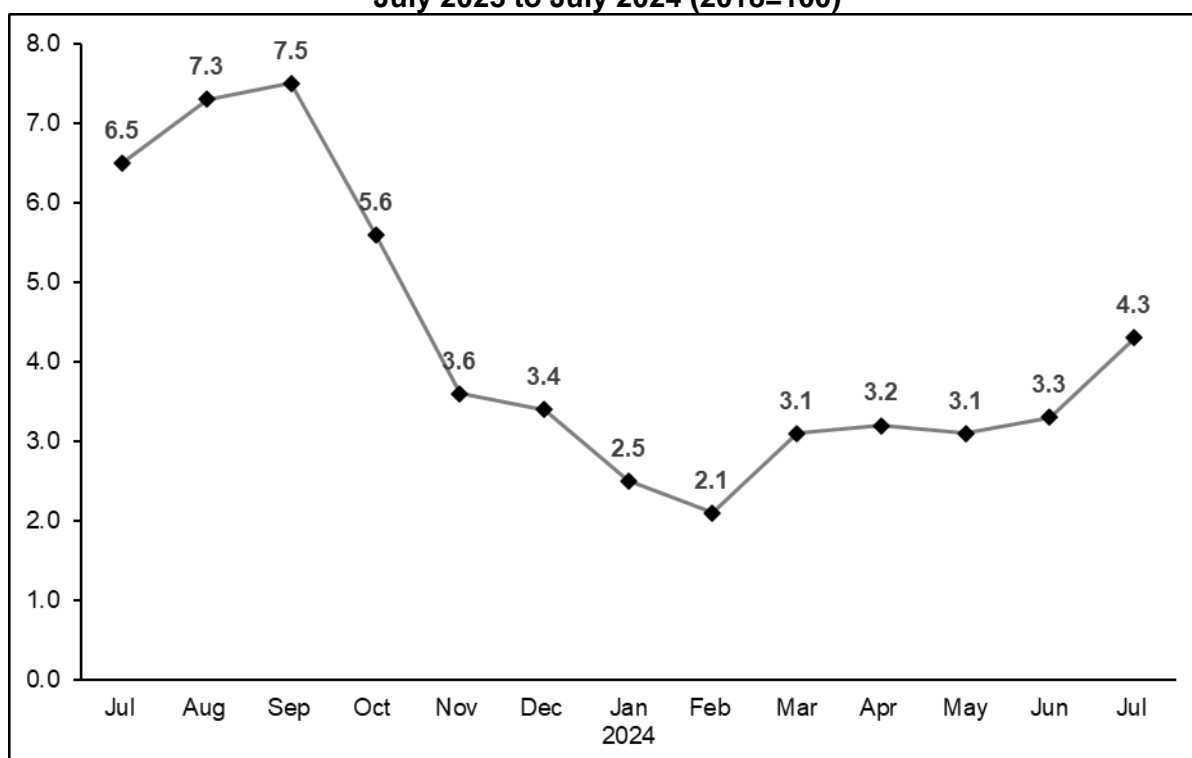
Reference No.: 2024-SR-050

Table 1. Year-on-Year Inflation Rates (%) in the Philippines, MIMAROPA Region, and Oriental Mindoro Province, All Items (2018=100)

Area	July 2023	June 2024	July 2024
Philippines	4.7	3.7	4.4
MIMAROPA Region	5.7	4.4	5.0
Oriental Mindoro	6.5	3.3	4.3

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

Figure 1. Year-on-Year Inflation Rates (%) in Oriental Mindoro: July 2023 to July 2024 (2018=100)



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

Headline Inflation

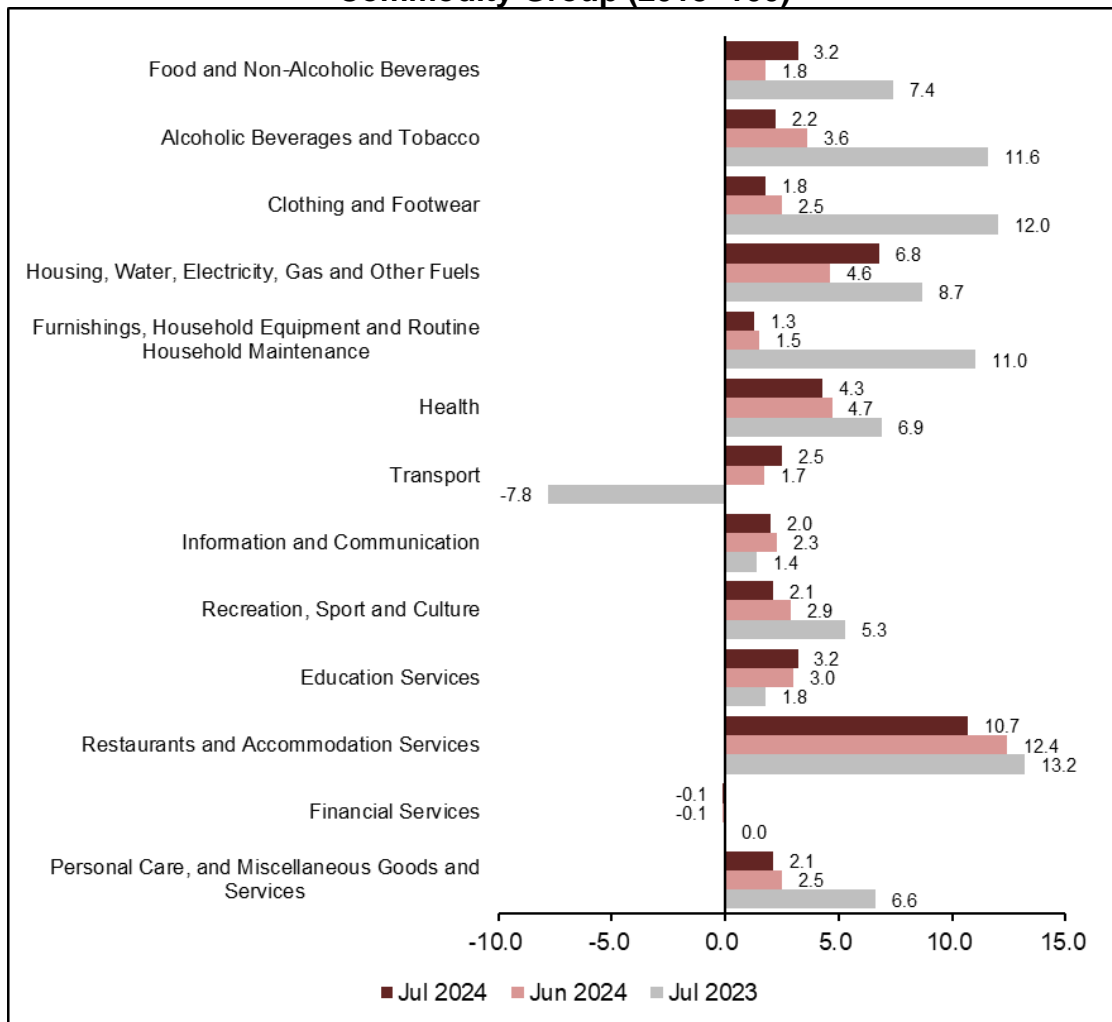
Oriental Mindoro's headline inflation or the overall inflation increased to 4.3 percent in July 2024 from 3.3 percent in June 2024. This brings the provincial average inflation from January to June 2024 at 3.1 percent. In July 2023, inflation rate in the province was higher at 6.5 percent.

Main Drivers to the Upward Trend of the Headline Inflation

The uptrend in the overall inflation in July 2024 was primarily influenced by the higher year-on-year increase in the index of housing, water, electricity, gas and other fuels at 6.8 percent during the month from 4.6 percent in June 2024. In addition, the faster annual growth rate of the heavily-weighted food and non-alcoholic beverages index at 3.2 percent in July 2024 from 1.8 percent in June 2024 also contributed to the uptrend of the overall inflation rate.

Moreover, higher inflation rates during the month were also noted in the indices of transport at 2.5 percent and education services at 3.2 percent from their respective inflation rates of 1.7 percent and 3.0 percent in the previous month.

Figure 2. Year-on-Year Inflation Rates (%) in Oriental Mindoro by Commodity Group (2018=100)



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

In contrast, the following commodity groups registered lower inflation rates during the month:

- Alcoholic beverages and tobacco, 2.2 percent from 3.6 percent;
- Clothing and footwear, 1.8 percent from 2.5 percent;
- Furnishings, Household Equipment and Routine Household, 1.3 percent from 1.5 percent;
- Health, 4.3 percent from 4.7 percent;
- Information and Communication, 2.0 percent from 2.3 percent;
- Recreation, Sport and Culture, 2.1 percent from 2.9 percent;
- Restaurants and Accommodation Services, 10.7 percent from 12.4 percent; and
- Personal Care, and Miscellaneous Goods and Services, 2.1 percent from 2.5 percent.

Main Contributors to the Headline Inflation

The top three commodity groups contributing to the July 2024 overall inflation of the province were the following:

- Food and non-alcoholic beverages, 35.8 percent share or 1.54 percentage point;
- Housing, water, electricity, gas and other fuels, 31.0 percentage share or 1.33 percentage point; and
- Restaurants and accommodation services, 15.4 percentage share or 0.66 percentage point.

Food Inflation

Food inflation in Oriental Mindoro recorded an upward movement at 3.2 percent in July 2024 from 1.9 percent in June 2024. In the previous year of the same month, inflation for food was recorded at 7.7 percent.

Main Drivers to the Trend of Food Inflation

The acceleration of food group inflation in July 2024 was mainly due to an uptrend in growth rate of the meat and other parts of slaughtered land animals at 8.9 percent during the month, from 3.8 percent in the previous month.

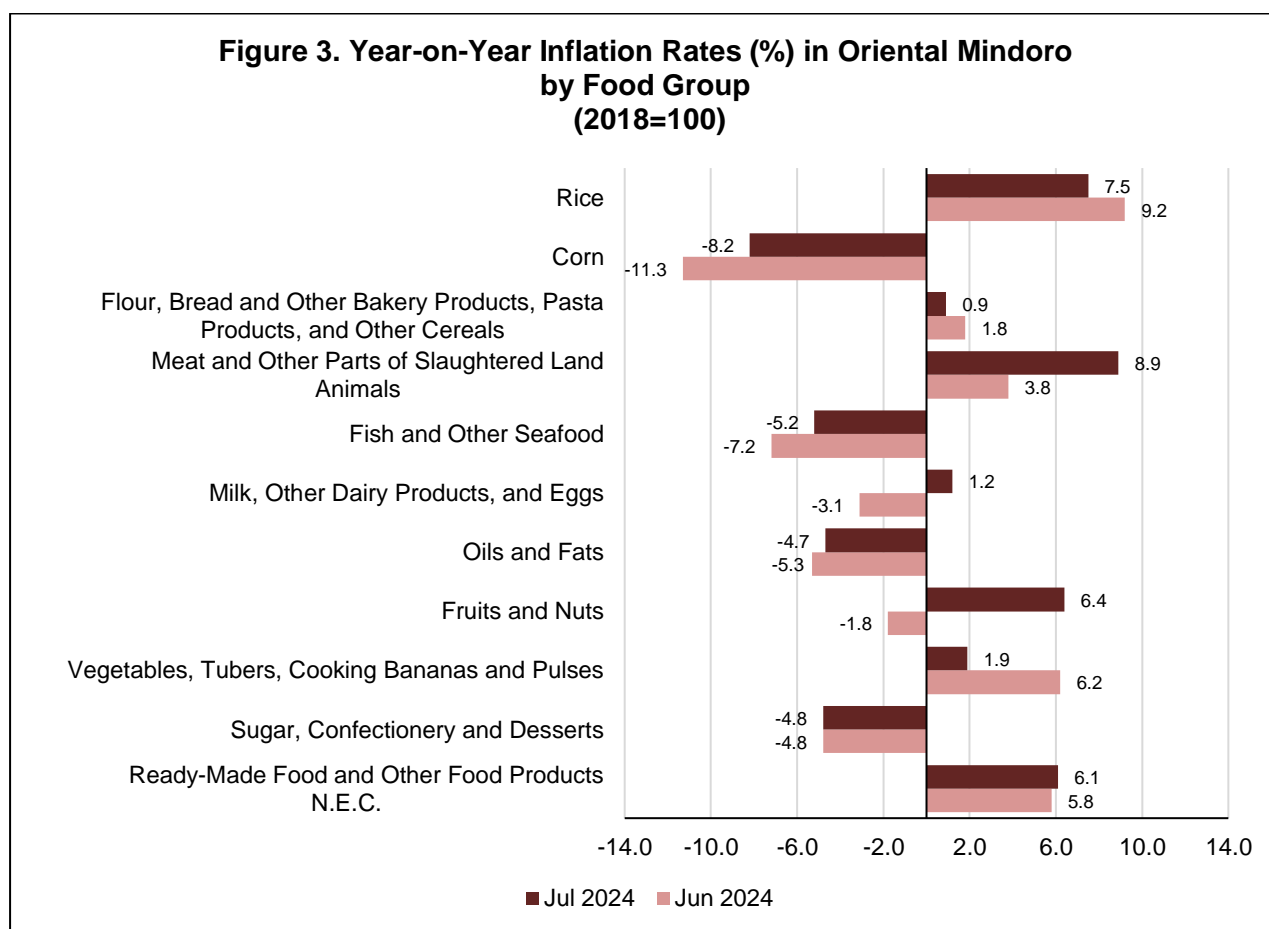
Higher year-on-year growth rates were also observed in the indices of the following food groups:

- Corn, -8.2 percent from -11.3 percent;
- Fish and other seafood, -5.2 percent from -7.2 percent;
- Milk, and other dairy products and eggs, 1.2 percent from -3.1 percent;
- Oils and fats, -4.7 percent from -5.3 percent;
- Fruits and nuts, 6.4 percent from -1.8 percent; and
- Ready-made food and other food product, n.e.c, 6.1 percent from 5.8 percent.

Slower annual hikes were noted in July 2024 in the indices of rice at 7.5 percent from 9.2 percent in June 2024, and flour, bread and other bakery products, pasta products at 0.9 percent from 1.8 percent in the previous month.

Moreover, faster annual declines were noted in the indices of vegetables, tubers, plantains, cooking bananas and pulses at 1.9 percent from 6.2 percent in the previous month. The index of sugar, confectionery and desserts retained its June 2024 annual rate of -4.8 percent.

INFLATION RATE BY FOOD GROUP

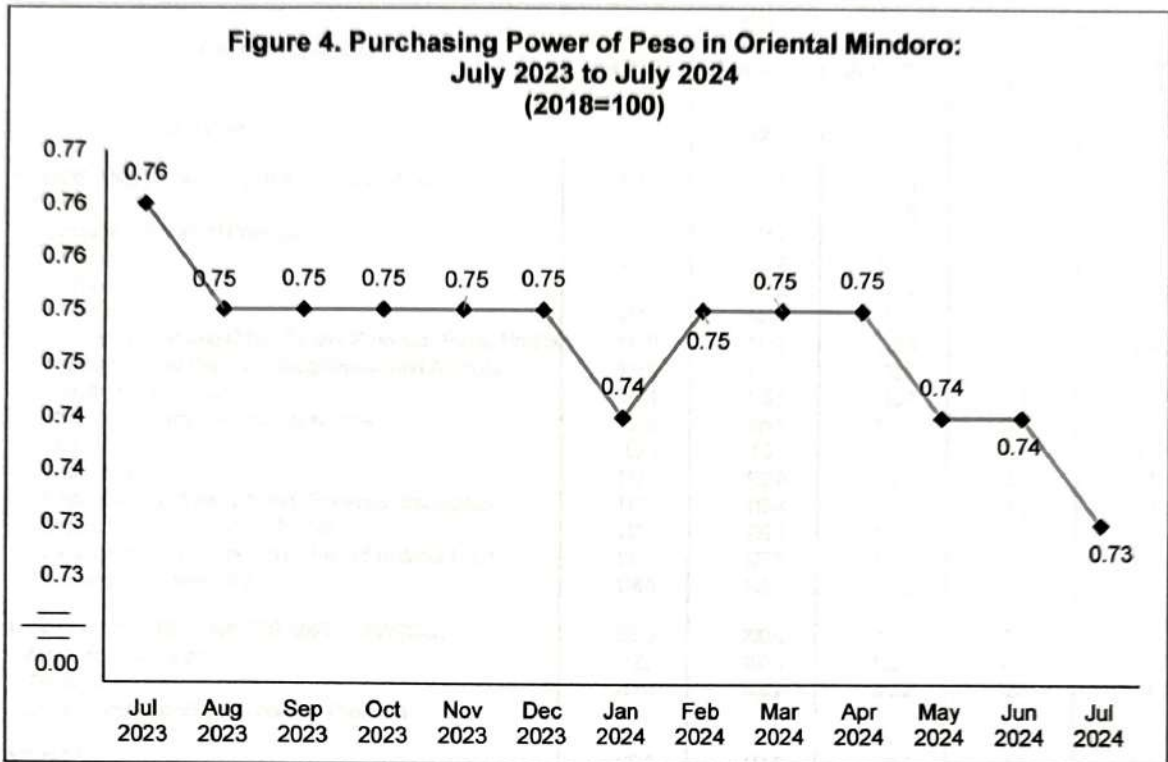


Source: Philippine Statistics Authority, *Retail Price Survey for the Generation of Consumer Price Index*

Purchasing Power of the Peso

The Purchasing Power of Peso (PPP) in Oriental Mindoro is at Php 0.73 in July 2024. The PPP was registered at Php 0.76 in July 2023.

As a result, the amount of goods that could be presently purchased by consumers was less than when the PPP was higher. Furthermore, the decrease in PPP was attributed to the higher inflation rate, given that PPP and inflation rate have an inverse relationship



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


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HTD/IGD

Table 2. Consumer Price Index by Subgroup, Month-on-Month and Year-on-Year Percent Changes in Oriental Mindoro (2018=100)

Commodity Group	CPI			Inflation Rates	
	Jul 2023	Jun 2024	Jul 2024	Month-on-Month	Year-on-Year
ALL ITEMS	131.5	135.2	137.1	1.4	4.3
I. FOOD AND NON-ALCOHOLIC BEVERAGES	117.2	119.9	120.9	0.8	3.2
* Food	117.2	119.9	121.0	0.9	3.2
Cereals and Cereal Products	105.9	111.7	112.1	0.4	5.9
Cereals	104.5	111.6	112.1	0.4	7.3
Rice	103.9	111.3	111.7	0.4	7.5
Corn	164.8	145.1	151.3	4.3	-8.2
Flour, Bread and Other Bakery Products, Pasta Products	111.0	112.0	112.0	0.0	0.9
Meat and Other Parts of Slaughtered Land Animals	127.9	137.8	139.3	1.1	8.9
Fish and Other Seafood	122.4	116.5	116.0	-0.4	-5.2
Milk, Other Dairy Products, and Eggs	106.3	106.1	107.6	1.4	1.2
Oils and Fats	99.9	96.1	95.2	-0.9	-4.7
Fruits and Nuts	128.7	132.9	137.0	3.1	6.4
Vegetables, Tubers, Cooking Bananas and Pulses	118.8	115.8	121.1	4.6	1.9
Sugar, Confectionery and Desserts	143.1	136.3	136.2	-0.1	-4.8
Ready-Made Food and Other Food Products N.E.C.	132.4	139.0	140.5	1.1	6.1
* Non-alcoholic Beverages	118.0	119.6	119.8	0.2	1.5
II. ALCOHOLIC BEVERAGES AND TOBACCO	225.0	230.6	229.9	-0.3	2.2
Alcoholic Beverages	152.6	160.6	159.2	-0.9	4.3
Tobacco	297.0	300.2	300.2	0.0	1.1
Other Vegetable-Based Tobacco Products					
NON-FOOD	139.9	144.3	147.1	1.9	5.1
III. CLOTHING AND FOOTWEAR	124.4	126.6	126.7	0.1	1.8
Clothing	124.7	126.4	126.5	0.1	1.4
Footwear	123.8	127.1	127.1	0.0	2.7
IV. HOUSING, WATER, ELECTRICITY, GAS AND OTHER FUELS	159.4	163.0	170.2	4.4	6.8
Actual Rentals for Housing	159.9	157.1	157.1	0.0	-1.8
Maintenance, Repair and Security of the Dwelling	111.9	111.5	111.5	0.0	-0.4
Water Supply and Miscellaneous Services Relating to the Dwelling	100.0	100.3	100.3	0.0	0.3
Electricity, Gas and Other Fuels	172.1	186.0	205.9	10.7	19.6
V. FURNISHINGS, HOUSEHOLD EQUIPMENT AND ROUTINE HOUSEHOLD MAINTENANCE	119.2	120.6	120.7	0.1	1.3
Furniture and Furnishings, and Loose Carpets	111.3	113.8	113.7	-0.1	2.2
Household Textiles	119.6	120.9	120.9	0.0	1.1
Household Appliances	118.5	123.7	123.5	-0.2	4.2
Glassware, Tableware and Household Utensils	120.7	118.2	117.9	-0.3	-2.3
Tools and Equipment for House and Garden	118.8	119.5	119.7	0.2	0.8
Goods and Services for Routine Household Maintenance	120.8	120.7	121.0	0.2	0.2
VI. HEALTH	138.3	143.9	144.3	0.3	4.3
Medicines and Health Products	126.7	127.9	128.7	0.6	1.6
Outpatient Care Services	169.8	169.4	169.4	0.0	-0.2
Inpatient Care Services	140.8	155.3	155.3	0.0	10.3
Other Health Services	137.4	138.5	138.5	0.0	0.8
VII. TRANSPORT	137.4	139.5	140.8	0.9	2.5
Purchase of Vehicles	138.5	141.8	141.8	0.0	2.4
Operation of Personal Transport Equipment	136.6	139.6	142.9	2.4	4.6
Passenger Transport Services	137.8	138.8	138.8	0.0	0.7
Transport Services of Goods	104.9	104.9	104.9	0.0	0.0
VIII. INFORMATION AND COMMUNICATION	103.4	105.8	105.5	-0.3	2.0
Information and Communication Equipment	102.9	111.4	111.2	-0.2	8.1
Information and Communication Services	103.6	102.9	102.5	-0.4	-1.1

Table 2--Concluded

Commodity Group	CPI			Inflation Rates	
	Jul 2023	Jun 2024	Jul 2024	Month-on-Month	Year-on-Year
IX. RECREATION, SPORT AND CULTURE	122.5	125.3	125.1	-0.2	2.1
Recreational Durables					
Other Recreational Goods	109.5	112.2	112.2	0.0	2.5
Garden Products and Pets	125.9	129.4	129.6	0.2	2.9
Recreational Services	123.3	123.3	123.3	0.0	0.0
Cultural Goods	82.4	77.6	80.5	3.7	-2.3
Cultural Services	106.5	109.6	109.6	0.0	2.9
Newspapers, Books and Stationery	148.9	155.6	154.6	-0.6	3.8
Package Holidays	100.0	100.0	100.0	0.0	0.0
X. EDUCATION SERVICES	105.8	109.0	109.2	0.2	3.2
Early Childhood and Primary Education	106.7	115.1	115.1	0.0	7.9
Secondary Education	107.0	109.5	109.5	0.0	2.3
Tertiary Education	104.8	106.8	107.3	0.5	2.4
Education Not Defined by Level					
XI. RESTAURANTS AND ACCOMMODATION SERVICES	142.5	157.8	157.8	0.0	10.7
Food and Beverage Serving Services	142.5	157.8	157.8	0.0	10.7
Accommodation Services					
XII. FINANCIAL SERVICES	145.0	144.8	144.8	0.0	-0.1
Financial Services	145.0	144.8	144.8	0.0	-0.1
XIII. PERSONAL CARE, AND MISCELLANEOUS GOODS AND SERVICES	122.7	125.0	125.3	0.2	2.1
Personal Care	125.2	128.0	128.4	0.3	2.6
Other Personal Effects	109.9	109.1	109.2	0.1	-0.6
Other Services	118.2	127.3	127.3	0.0	7.7

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

Technical Notes

Consumer Price Index is an indicator of the change in the average prices of a fixed basket of goods and services commonly purchased by households relative to a base year.

- Market Basket is a sample of goods and services, which is meant to represent the totality of all the goods and services purchased by households relative to a base year.
 - To determine the commodities that will form the market basket for the 2018-based CPI, the Survey of Key Informants (SKI) was conducted in March 2021. The survey, which was conducted nationwide to store managers, sellers or proprietors, obtained information on the most commonly purchased of goods and availed of services by the households.
 - The commodities in the 2018-based CPI market basket are grouped/classified according to the 2020 Philippine Classification of Individual Consumption According to Purpose (PCOICOP) which is based on the United Nations COICOP. Meanwhile, the commodities in the 2012-based CPI market basket used the 2009 PCOICOP version of classification of commodities.
- 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 base year 2012 to base year 2018.
- Inflation Rate is the annual rate of change or the year-on-year change in the Consumer Price Index (CPI).
- Purchasing Power of Peso is a measure of the real value of the peso in a given period relative to a chosen reference period. It is computed by getting the reciprocal of the CPI and multiplying the result by 100

Inflation Rate (reference month, reference year)

$$= \left[\frac{\text{CPI}_{(\text{reference month, reference year})} - \text{CPI}_{(\text{reference month, previous year})}}{\text{CPI}_{(\text{reference month, previous year})}} \right] \times 100\%$$

For example,

$$\begin{aligned} \text{INFLATION RATE}_{(\text{Jul 2024})} &= \left[\frac{\text{CPI}_{(\text{Jul 2024})} - \text{CPI}_{(\text{Jul 2023})}}{\text{CPI}_{(\text{Jul 2023})}} \right] \times 100\% \\ &= \left[\frac{137.1 - 131.5}{131.1} \right] \times 100\% \\ &= \left(\frac{5.6}{131.1} \right) \times 100\% \\ &\approx 4.3 \end{aligned}$$