



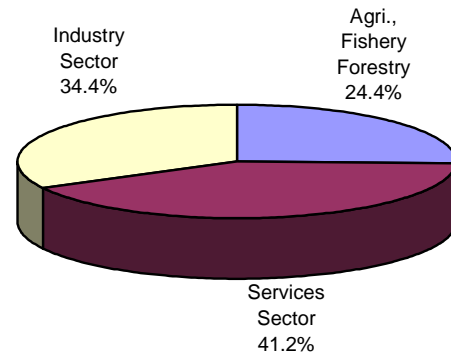
Industry and Services sectors push growth of Davao Region

Davao Region's economy accelerated to 5.4 percent in 2009 from 3.7 percent in 2008. The growth was mainly brought about by the accelerated growths of the Industry and Services sectors.

Accounting for the largest share of the region's economy in 2009 was the Services sector with a 41.2 percentage share, although this was lower than its 41.5 percentage share in 2008. The Industry sector meanwhile increased its share to 34.4 percent from 32.9 percent while AFF's share decreased to 24.4 percent from 25.6 percent.

The growth of the Services sector accelerated by 4.6 percent in 2009 from 3.3 percent in 2008 as all its subsectors, except ODRE, posted accelerated growths. TCS accelerated by 6.2 percent from 5.4 percent due to the favorable performances of land and air transports and communication; Trade posted an accelerated growth of 2.7 percent from 2.0 percent as both wholesale and retail trade showed better performances; Finance grew by 4.9 percent from 2.0 percent due to the increased outputs of banks and insurance; Private Services accelerated to 11.3 percent from 5.2 percent due to the improved performance in medical, business, hotel and restaurant and personal services; and, Government Services also accelerated to 6.0 percent from 4.0 percent. ODRE, on the other hand, posted a decelerated growth from 5.5 percent to 3.5 percent as growth in real estate slowed down.

Gross Regional Domestic Product, Region XI,
By Industrial Origin, 2009
Percent Distribution, at Constant Prices



The industry sector registered an accelerated growth of 10.2 percent in 2009 from 5.4 percent in 2008 due to the remarkable growth in Construction and Electricity and Water subsectors. Construction accelerated by 19.6 percent from 5.5 percent because of the boom in private constructions and increase in government infrastructure projects while Electricity and Water also accelerated by 5.1 percent from 4.0 percent due to the increase in electricity distribution. Meanwhile, Mining and Quarrying rebounded to a 3.0 percent growth from negative 8.7 percent as the region's gold production improved. On the other hand, Manufacturing posted a slower growth of 7.1 percent from 8.1 percent due to a weaker performance in food and beverage manufacturing.

AFF dampened the region's performance as it slowed down by 0.5 percent from 2.0 percent. The decelerated growth was brought about by the lower production of banana, coconut and poultry and the decline in the production of corn, livestock and fishery.

Industry posted the biggest contribution to the growth of the region at 3.3 percentage points. Services contributed 2.0 percentage points while AFF contributed 0.1 percentage point.

GROSS REGIONAL DOMESTIC PRODUCT, By Industrial Origin Region XI, Davao Region In Thousand Pesos, At Constant Prices

INDUSTRY	2008	2009	Growth Rates (%)	
			07-08	08-09
AGRI., FISHERY, FORESTRY	16,362,071	16,442,149	2.0	0.5
Agri., & Fishery	16,261,662	16,287,879	1.7	0.2
Forestry	100,409	154,270	104.8	53.6
INDUSTRY SECTOR	21,041,754	23,180,511	5.4	10.2
Mining and Quarrying	2,089,052	2,150,881	(8.7)	3.0
Manufacturing	12,728,338	13,630,815	8.1	7.1
Construction	5,907,579	7,065,873	5.5	19.6
Electricity & Water	316,786	332,942	4.0	5.1
SERVICES SECTOR	26,524,281	27,744,142	3.3	4.6
Transport, Comm., Storage	3,156,322	3,351,042	5.4	6.2
Trade	14,116,061	14,500,068	2.0	2.7
Finance	960,838	1,007,770	2.0	4.9
O. Dwellings & Real Estate	3,155,434	3,266,306	5.5	3.5
Private Services	3,272,773	3,644,022	5.2	11.3
Government Services	1,862,853	1,974,934	4.0	6.0
GROSS DOMESTIC PRODUCT	63,928,106	67,366,801	3.7	5.4