

PRESS RELEASE

Cagayan de Oro City's Economy Declines by 8.0 Percent in 2020

Date Release: 06 December 2021

Reference No.: PSAMisOr_PR_2021_04

The main contributors to the economy of Cagayan de Oro City were Wholesale and retail trade; repair of motor vehicles and motorcycles, Manufacturing, and Real estate and ownership of dwellings based on the 2018 to 2020 annual average share of 40.4 percent, 15.1 percent, and 7.7 percent respectively. Among the major industries, Services shared the highest three-year average share of 75.7 percent followed by Industry with 23.5 percent, and Agriculture forestry and fishing with 0.8 percent.

Gross Domestic Product (GDP), Growth Rate, and Three-year Average Share of Cagayan de Oro City by Industry at Constant 2018 Prices: 2018-2020

Industry	Levels (in '000 PhP)			Growth Rate (in percent)		3-year Average Share (in percent)
	2018	2019	2020	2018-2019	2019-2020	
Agriculture, forestry, and fishing	1,685,963	1,686,806	1,738,833	0.1	3.1	0.8
Industry	51,460,099	55,319,375	53,233,072	7.5	(3.8)	23.5
01. Mining and quarrying	157,570	184,145	180,877	16.9	(1.8)	0.1
02. Manufacturing	31,992,739	33,724,612	36,779,321	5.4	9.1	15.1
03. Electricity, steam, water and waste management	8,391,074	10,075,579	10,274,116	20.1	2.0	4.2
04. Construction	10,918,716	11,335,038	5,998,757	3.8	(47.1)	4.2
Services	167,853,624	182,372,946	165,171,658	8.6	(9.4)	75.7
01. Wholesale and retail trade; repair of motor vehicles and motorcycles	88,369,609	95,223,461	91,097,325	7.8	(4.3)	40.4
02. Transportation and storage	6,222,883	6,240,737	4,396,494	0.3	(29.6)	2.5
03. Accommodation and food service activities	13,277,656	13,932,814	6,001,078	4.9	(56.9)	4.9
04. Information and communication	7,463,703	7,724,634	8,240,673	3.5	6.7	3.4
05. Financial and insurance activities	12,980,177	13,962,548	14,913,902	7.6	6.8	6.2
06. Real estate and ownership of dwellings	17,330,825	19,988,223	15,405,681	15.3	(22.9)	7.7
07. Professional and business services	5,341,418	6,249,798	6,339,406	17.0	1.4	2.6
08. Public administration and defense; compulsory social activities	3,252,075	3,476,568	4,255,170	6.9	22.4	1.6
09. Education	8,224,145	9,588,234	9,097,265	16.6	(5.1)	4.0
10. Human health and social work activities	2,673,844	2,792,390	2,755,333	4.4	(1.3)	1.2
11. Other services	2,717,289	3,193,537	2,669,331	17.5	(16.4)	1.3
GDP of City of Cagayan de Oro	220,999,686	239,379,127	220,143,563	8.3	(8.0)	100.0

Source: Philippine Statistics Authority

In 2019, the city's economy grew by 8.3 percent but declined by 8.0 percent in 2020. All major industries registered increases in 2019. However, only Agriculture, forestry, and fishing recorded a positive growth rate of 3.1 percent in the following year. Services posted the largest decline of 9.4 percent, followed by Industry which contracted by 3.8 percent.

The top three contributors to the contraction in Services in 2020 were: Accommodation and food service activities, -56.9 percent; Real estate and ownership of dwellings, -22.9 percent; and Transportation and storage, -29.6 percent. For Industry, negative contributors were: Construction, -47.1 percent; and Mining and quarrying, -1.8 percent.

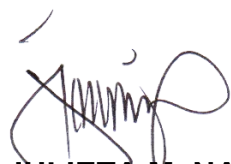
Despite the economic contraction of the city in 2020, some industries recorded growth. These were: Manufacturing, 9.1 percent; Financial and insurance activities, percent 6.8 percent; Public administration and defense; compulsory social activities, 22.4 percent; Information and communication, 6.7 percent; Electricity, steam, water and waste management, 2.0 percent; and Personal and business services, 1.4 percent.

Of the 5.6 percent economic growth registered in Northern Mindanao for 2019, the City of Cagayan de Oro contributed 2.2 percentage points, the top contribution among the provinces and highly urbanized cities of Region X. Meanwhile in 2020, the region's economy took a downturn of 5.2 percent with the City of Cagayan de Oro as the main driver of the region's economic contraction, pulling down the region's growth by 2.2 percentage points.

The Philippine Statistics Authority (PSA) established through Republic Act No. 10625 or The Philippine Statistical Act of 2013, is tasked, among others, to compile and maintain macroeconomic accounts and indicators, at the national and subnational level. At the provincial level, the Provincial Product Accounts (PPA) is the tool to measure the economic performance of the province or highly urbanized cities (HUCs) at a given period.

Starting this year, the PSA will annually release the provincial level economic performances following the identified pilot provinces and HUCS. The City of Cagayan de Oro is one of the pilot HUCs for PPA in 2021.

For full report, statistical tables, and visuals on the PPA releases, please visit our website at www.rss010.psa.gov.ph/ppa or Misamis Oriental Provincial Statistical Office.



JULIETA M. NACARIO
Officer-in-Charge
PSO – Misamis Oriental

DGC/MLG