



REPUBLIC OF THE PHILIPPINES
SUGAR REGULATORY ADMINISTRATION
North Avenue, Diliman, Quezon City
P.O. Box 70, U.P. Diliman, Quezon City
TIN 000-784-336-000



26 October 2006

SUGAR ORDER NO. 4

Series of 2006-2007

SUBJECT : CONVERSION OF "C" OR RESERVE SUGAR INTO "D" OR WORLD MARKET SUGAR AND THE REVISED SUGAR CLASSIFICATION AND PERCENTAGE ALLOCATION

WHEREAS, Section 3 of Sugar Order No. 1, Series of 2006-2007 dated 22 August 2006 provides that the Sugar Regulatory Administration (SRA) shall re-classify the "C" or Reserve sugar into "D" or World Market sugar at the most appropriate time, expectedly by or around November 2006;

WHEREAS, current assessment and performance of production since the start of Crop Year(CY) 2006-2007 indicates that initial projection of 2.24 million metric tons is attainable and actual production has been substantially above last year's level;

WHEREAS, there is a need to facilitate the availability of the "D" or World Market sugar as early as possible in order to make it available for the sugar exporters/food processors.

WHEREAS, the SRA is mandated to ensure a sufficient supply of sugar in the domestic market which will stabilize prices at a level profitable to producers and fair to consumers;

NOW, THEREFORE, under and by virtue of the authority vested in the Sugar Regulatory Administration (SRA), it is hereby ordered that;

Section 1. Conversion of "C" or Reserve sugar into "D" or World Market sugar.

All "C" or Reserve sugar production since the start of the CY 2006-2007 (September 01, 2006) shall be converted into "D" or World Market sugar starting 05 November 2006. The same allocation of 6% will henceforth be classified as "D" or World Market sugar starting production of week-ending 05 November 2006. The new classification and percentage allocation shall therefore be as follows:

"A" or U.S. Quota Sugar	-	9%
"B" or Domestic Sugar	-	85%
"D" or World Market Sugar	-	6%

		100%

Section 2. Quedanning of the "D" World Market Sugar. The quedanning of the "D" or World Market sugar production starting 05 November 2006, shall be using the "A" or U.S. Quota sugar quedan-permit forms of CY 2006-2007 after the said "A" quedan-permits have been properly stamped as "D" and validated by the SRA Sugar Production and Regulation Officers (PCROs) assigned at the millsites.

Mill company shall, on a weekly basis, issue consolidated (block quedanning) "D" sugar quedan-permits to planters (planters' share) in the name of the planters' association/cooperative as assignee, attached thereto the list of planters by planters' association/cooperative and their corresponding volumes of "D" sugar.

For the non-affiliated planters, quedanning of the "D" sugar shall be joined with those of the mill or any planters' association/cooperative of their choice, attached thereto the list of planters and their corresponding volumes of sugar.

Section 3. The "D" sugar may be made available to the food processors of sugar-based products for export under the Customs Bonded Warehouse (CBW) chargeable to their 2007 import allocation.

Section 4. Refining of the "D" sugar. Only actual exporters/shippers of Philippine sugar to the World Market or CBW operators with authorized allocations for the current crop year shall be allowed refining of the "D" sugar.

The refinery shall require the party tolling the "D" sugar approval of the SRA for refining of same.

Section 5. This Order shall take effect week-ending 05 November 2006.

Section 6. A Circular Letter shall be issued as implementing guidelines of this Order.

Section 7. Provisions of Sugar Orders, Circular Letters, rules and regulations contrary to or inconsistent with this order are hereby amended, revoked or modified accordingly.

BY AUTHORITY OF THE SUGAR BOARD:


JAMES C. LEDESMA
Administrator