



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

29 November 2006



SUGAR ORDER NO. 6
Series of 2006-2007

SUBJECT : PROVIDING FOR "C" OR RESERVE SUGAR

WHEREAS, Section 5 of SRA Sugar Order No. 1, Series of 2006-2007 dated 22 August 2006 provides that the Sugar Regulatory Administration (SRA) shall undertake periodic assessment of the 2006-2007 sugar production and, on the basis of such assessments, it shall adjust from time to time the percentage distribution of the different classes of sugar;

WHEREAS, the rate of production starting week ending 19 November 2006 has started to become considerably higher than consumption, thus, sugar stock inventory has started to build up;

WHEREAS, extensive consultations have been done with the sugar leaders and other stakeholders who have made recommendations to establish a reserve program in times of peak production in order to stabilize prices;

WHEREAS, it is of national interest to place those engaged in the sugar industry in an environment of economic viability by providing a certain portion of the raw sugar produced during the peak production months as reserve at the appropriate time in order to stabilize the prices of sugar at levels reasonably profitable to the producers and still 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. Production and Classes of Sugar. (a) The classification and percentage allocations of sugar under SRA Sugar Order No. 1, Series of 2006-2007, are hereby amended and revised in the manner as hereinafter provided.

(b) All sugar produced beginning week-ending 03 December 2006 shall be quedanned by the mill companies, as implementors of this Sugar Order, in the following classification and percentage allocation:

"A" or U. S. Quota Sugar	-----	9%
"B" or Domestic Sugar	-----	70%
"C" or Reserve Sugar	-----	15%
"D" or World Market Sugar	-----	<u>6%</u>
TOTAL	=====	100%

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Section 2. Quedanning of the "C" or Reserve Sugar. The "B" or Domestic sugar quedan-permit forms for Crop year 2006-2007 shall be used to cover every week-ending's production of "C" or Reserve sugar and shall be issued after the said "B" quedan-permits have been properly stamped as "C" or Reserve sugar and validated by the SRA Sugar Production Control and Regulation Officers (SPROs) assigned at the millsites.

Mill companies shall, on a weekly basis, issue consolidated (block quедanning) "C" 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 "C" sugar.


Sugar planters who wish to be "independent", i. e. to have their quедans issued individually, shall inform the SRA in writing about it, copy furnished the mills.

Section 3. Reclassification of "C" Sugar. The "C" sugar may be reclassified as "B" Domestic sugar, to the exclusion of any other class of sugar, and shall be released to the domestic market upon the issuance of another Sugar Order by the SRA that will take up the reclassification guidelines of the "C" sugar.

Section 4. This Order shall take effect on week-ending 03 December 2006.

Section 5. Provisions of Sugar Orders, Circular Letters, rules and regulations contrary to or inconsistent with this Orders are hereby amended, revoked or modified accordingly.

BY AUTHORITY OF THE SUGAR BOARD:


JAMES C. LEDESMA
Administrator