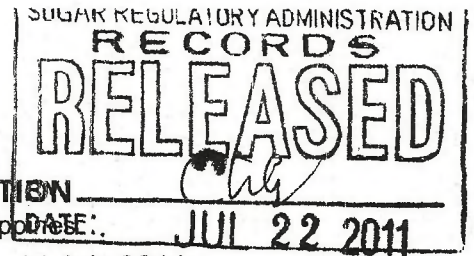




REPUBLIC OF THE PHILIPPINES
Department of Agriculture
SUGAR REGULATORY ADMINISTRATION
North Avenue, Diliman, Quezon City, 1101 Philippines



14 July 2011

Sugar Order No. 11-B
Series of 2010-2011

**SUBJECT : ADDENDUM TO SUGAR ORDER NO. 11 & 11-A,
SERIES OF 2010-2011 RE: EXPORT TO THE WORLD
MARKET OF "B" OR DOMESTIC SUGAR AS ADVANCE
SWAPPED TO "D" WORLD MARKET SUGAR**

WHEREAS, Section 2, (B) of Executive Order No. 18, Series of 1986 mandates the SRA to establish and maintain such balanced relation between production/supply and requirement/demand of sugar specifically in the domestic market;

WHEREAS, Sugar Order No. 11 & 11-A, Series of 2010-2011 has allowed the advance swapping of "B" Domestic sugar into "D" World market sugar for export only;

WHEREAS, the SRA received requests from various CBW/Food Processors/ Manufacturers/ Exporters to extend the availability of the advance swapped "B" to "D" program for use in the production of the sugar-based products for export, which in effect, will indirectly export locally-produced sugar out of the country;

WHEREAS, it is of national interest to place those engaged in the sugar industry in an environment of economic viability by disposing the excess sugar of CY 2010-2011 as early as possible in order to stabilize the prices of "B" 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), the following is hereby ordered:

Section 1. Addendum to Sugar Order No. 11 & 11-A shall read as follows:

- a. The application for advance-swapping of "B" Domestic sugar into "D" World market sugar, in accordance with Sugar Orders No. 11 & 11-A, is hereby made available for use in the production of sugar-based food products for export to the CBW/ FoodProcessors/ Manufacturers/ Exporters with approved SRA Certificate of Sugar Requirements (import allocation) for the year 2011.
- b. The application for use of the advance-swapped "B" to "D" in the production of sugar-based products for export may be submitted by a CBW/Food Processor/ Manufacture/Exporter with approved SRA Certificate of Sugar Requirements for the year 2011, or by an SRA registered sugar trader in the name of the former, with the following details:

- 1) Application Letter stating the recipient CBW/Food Processor/Manufacturer/Exporter, volume, and other relevant information
- 2) Certified True Copy of Purchase Order, or Deed/Contract of Sale between the trader and the recipient Food Processor
- 3) Quedan-permits with quedan
- 4) Undertaking to utilize the sugar only in the production of sugar-based food products for export.

Section 2. The advance swapped "BD", which shall be consequently reclassified as "E" CBW/Food Processor/Manufacturer/Exporter sugar shall be charged with an Advance Swapping and Reclassification Fee of P5.00 per LKg-bag.

Section 3. The advance-swapped "BD" and reclassified to "E" shall be entitled to replenishment by an equivalent amount of "D" from April 1, 2012 to August 31, 2013, on the condition that such sugar have actually been used in the production of sugar-based products and have been accordingly exported. "D" world market sugar quedan-permits issued in CY 2011-2012 are eligible for the replenishment.

Section 4. The deadline for submission of application for advance-swapping and reclassification to "E" sugar under this sugar order shall be on September 30, 2011.

Section 5. The requirements for regular swapping application per Circular Letter No. 31, Series of 1997-1998 shall apply to the herein application.

Likewise, the Implementing rules and Regulations in the Availment of "E" or CBW/Food Processors/Exporters sugar per Circular Letter No. 9 and 18, both Series of 2006-2007 shall also apply.

Section 6. The "BD" quedans subject of reclassification shall be stamped "SURCHARGED FOR WITHDRAWAL AS "E" OR CBW/FOOD PROCESORS/EXPORTERS SUGAR PER SUGAR ORDER NO. 11-B SERIES OF 2010-2011 DATED JUL 22 2011

Section 7. Provisions of Sugar Orders No. 11 & 11-A not contrary to the provisions of this sugar order shall remain in full force and effect.

Section 8. Provisions of Sugar Orders, Circular Letters, and other rules and regulations contrary or inconsistent with this Sugar Order are hereby revised, modified or revoked accordingly.

Section 8. This Sugar Order shall take effect immediately.

BY AUTHORITY OF THE SUGAR BOARD:


MA. REGINA BAUTISTA-MARTIN
Administrator