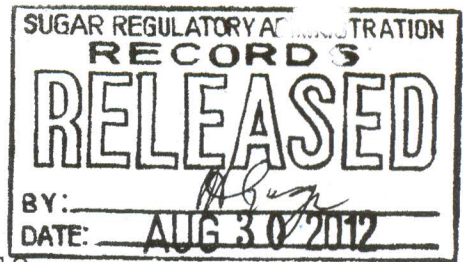




Republic of the Philippines  
 Department of Agriculture  
**SUGAR REGULATORY ADMINISTRATION**  
 Sugar Center Bldg., North Ave., Diliman, Quezon City  
 Philippines 1101  
 TIN 000-784-336



30 August 2012

**SUGAR ORDER NO. 1**  
 Series of 2012 - 2013

**SUBJECT : SUGAR POLICY FOR CROP YEAR 2012 - 2013**

**WHEREAS**, Executive Order No. 18, dated 28 May 1986, vested the Sugar Regulatory Administration with the power to establish and maintain a balanced relationship between sugar production and the requirements of sugar and to maintain such marketing conditions as will ensure stabilized prices at levels reasonably profitable to the producers and fair to consumers;

**WHEREAS**, domestic demand is estimated to be more or less 2 Million Metric Tons this Crop Year 2012-2013;

**WHEREAS**, in order to promote the effective merchandising of sugar and its products in the domestic, U.S. and World markets, it will be necessary to allocate the Crop Year 2012-2013 sugar production to such quantities as to place those engaged in the sugar industry on a basis of economic viability;

**NOW, THEREFORE**, pursuant to the powers vested in the Sugar Regulatory Administration (SRA), it is hereby ordered that:

**Section 1. Production and Classes of Sugar** - Sugar production for the Crop Year 2012-2013 (September 01, 2012 to August 31, 2013) is expected to be 2.356 Million Metric Tons and shall be quedanned by the mill companies, as implementers of this Sugar Order, in the following percentages:

"A" or U.S. Quota Sugar	10%
"B" or Domestic Sugar	82%
"D" or World Market Sugar	8%
<b>TOTAL</b>	<b>100%</b>

*pbm.*

**Section 2. Issuance of quedan-permits/molasses certificates**

- (a) As a general rule, except as hereinafter provided, sugar mill companies shall issue weekly sugar quedan-permits/molasses storage certificates in the name of the individual planter or mill companies for their corresponding shares of sugar and molasses production for the crop year 2012-2013.



(b) In cases of "A" and "B" sugar, however, where a planter has expressly authorized the mill company in writing or has executed a production/marketing agreement in favor of his association/cooperative which agreement provides for the consolidation of his weekly sugar/molasses production in the name of the association/cooperative, mill company concerned shall issue consolidated weekly sugar quedan-permits/molasses storage certificates in the name of the association/cooperative with an attached listing of the planters and their corresponding production covered by said sugar quedan-permits/molasses storage certificates.

**Section 3. Quedanning of "D" or World Market Sugar.** The quedanning of the "D" or World Market Sugar production shall be done using the "A" or U.S. Quota sugar quedan-permit forms of CY 2012-2013 after the said "A" quedan-permits have been properly stamped as "D" and validated by the SRA Regulation Officers (ROs) assigned at the millsites;

**Section 4. Block Quedanning of "D" or World Market Sugar.** Block (consolidated) quedans for "D" shall be issued under the name of the planters' association/cooperative to which the individual planter belongs, or the sugar mill in cases of non-affiliated sugar planters. Planters who choose to have their "D" sugar quedans issued individually shall write the concerned mill which shall automatically implement the issuance of the individual quedans starting week-ending after receipt of such letter, copy furnished the SRA.

**Section 5. Periodic Assessments, Percentage Adjustment** – The SRA shall undertake periodic assessment of the 2012-2013 sugar production and consumption trend, and on the basis of such assessment, it may adjust from time to time the percentage distribution of the different classes of sugar and/or take the necessary action to address the situation.

**Section 6. Non-revalidation of Unused Quedan Permit Forms** – Pursuant to Section 6, Sugar Order No. 1, Series of 1995-1996, dated 01 September 1995, it is hereby reiterated that this Crop Year 2012-2013, and thereafter, all unused sugar quedan-permit forms of the previous crop year shall no longer be allowed for revalidation.

**Section 5. Repealing Clause** – All provisions of Sugar Orders, Circular Letters, rules and regulations inconsistent with or contrary to this Sugar Order are hereby amended, modified or revoked accordingly.

BY AUTHORITY OF THE SUGAR BOARD:

  
MA. REGINA BAUTISTA-MARTIN  
Administrator