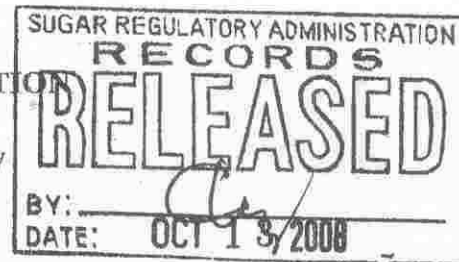




REPUBLIC OF THE PHILIPPINES
SUGAR REGULATORY ADMINISTRATION
North Avenue, Diliman, Quezon City
P.O. Box 70, U.P. Diliman, Quezon City
TIN 000-784-336-000



October 6, 2008

SUGAR ORDER No. 3

Series of 2008-2009

**SUBJECT : GUIDELINES FOR THE DISPOSITION OF "D" WORLD MARKET
SUGAR FOR EXPORT OR FOR CONSUMPTION OF SUGAR-BASED
FOOD EXPORTERS**

WHEREAS, Section 2 (C) of Executive Order (EO) No. 18 Series of 1986, states that the Sugar Regulatory Administration (SRA) is created to promote the effective merchandising of sugar and its by-products in the domestic and foreign markets so that those engaged in the sugar industry will be placed on a basis of economic viability;

WHEREAS, pursuant to section 3 OF Sugar Order No. 1, Series of 2008-2009 dated September 4, 2008, and in cognizance of the need for timely disposition of "D" (World Market) sugar to the world market or consumption of the SRA-accredited sugar-based food exporters, there is a need to establish guidelines for the disposition (maturity dates, conversion, sale, verification and shipment deadlines) of "D" or World Market sugar;

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

Section 1. Schedule of Maturity, Verification, Conversion, Commitment for Sale and Shipping Deadlines. All "D" sugar produced in Crop Year 2008-2009 shall have maturity/verification/shipping deadlines according to the following schedule to wit:

Weekending (W/E) Date	W/E Batch Maturity Deadlines	W/E Batch Verification (for export) or "D" to "E" Conversion Deadlines	"D" to "E" Commitment for sale or Shipping (for export) Deadlines
9/7/2008 9/14/2008 9/21/2008 9/28/2008 10/5/2008 10/12/2008 10/19/2008 10/26/2008 11/2/2008 11/9/2008 11/16/2008	12/5/2008	12/12/2008	1/9/2009
11/23/2008 11/30/2008 12/7/08 12/14/08 12/21/2008	1/9/2009	1/16/2009	2/13/2009
12/28/2008 1/4/2009 1/11/2009 1/18/2009	2/6/2009	2/13/2009	3/13/2009
1/25/2009 2/1/2009 2/8/2009 2/15/2009	3/6/2009	3/13/2009	4/10/2009
2/22/2009 3/1/2009 3/8/2009 3/15/2009	4/3/2009	4/10/2009	5/8/2009
3/22/2009 3/29/2009 4/5/2009 4/12/2009	5/1/2009	5/8/2009	6/5/2009

DL

Weekending (W/E) Date	W/E Batch Maturity Deadlines	W/E Batch Verification (for export) or "D" to "E" Conversion Deadlines	"D" to "E" Commitment for sale or Shipping (for export) Deadlines
4/19/2009			
4/26/2009			
5/3/2009			
5/10/2009			
5/17/2009			
5/24/2009			
5/31/2009	6/19/2009	6/26/2009	7/24/2009
6/7/2009			
6/14/2009			
6/21/2009			
6/28/2009			
7/5/2009			
7/12/2009			
7/19/2009			
7/26/2009			
8/2/2009			
8/9/2009			
8/16/2009			
8/23/2009			
8/30/2009	9/18/2009	9/25/2009	10/23/2009

Section 2. BIDDING OF "D" SUGAR. Sugar producers and millers may conduct their respective bidding for the sale of their "D" sugar within the deadline dates set for each batch of quedans. However, if requested or when necessary to fill volume requirements for particular target shipment dates, the SRA may facilitate a joint auction for the sale of the subject sugar on dates and in venues agreed upon by holders of the quedans.

Section 3. Deadline for verification/conversion of "D" sugar. "D" sugar quedans intended for export to the world market must be verified (or otherwise converted to "E" for sale to sugar-based food exporters) according to the above-listed schedule. "D" sugar quedans which do not meet the verification or conversion deadline as provided for shall become homeless, non-negotiable and cannot be withdrawn from the mill unless and until reinstated, subject to compliance with provision no. 7 of this Sugar Order.

Section 4. Deadline for Shipment or Commitment for Sale. Exporters of the "D" sugar to the world market shall ship the "D" sugar to the world market within the shipping deadline provided herein. Likewise, "D" to "E" quedans must be committed for sale to a sugar-based food exporter within the deadline provided herein. Failure to ship (for "D" export sugar) or submit proof of commitment of sale (for "D" to "E" sugar) as stated in Section 5 hereof shall render the quedans homeless and non-marketable unless and until reinstated and verified as provided for in provision no. 7 of this Sugar Order.

Section 5. Qualified sugar-based food exporters and commitment of sale. "D" sugar may only be converted to "E" if the same is for the account of an accredited sugar-based food exporter, which volume shall be automatically deducted from the food exporter's approved "D" sugar allocation. After conversion, documentary proof (*such as purchase order, deed contract of sale and the like*) that the "D" to "E" sugar has been committed for sale to qualified sugar-based food exporters shall be presented to the Sugar Transaction Division of SRA Quezon city within the deadline set in Section 1 of this Sugar Order.

Section 6. Reporting Requirements. To facilitate monitoring of the "D" quedans, sugar mills, federations, associations and cooperatives shall submit to SRA Sugar Transaction Division, Q. C, within three (3) working days after the bidding of their "D" quedans, the volume of "D" sugar sold, the mill, the winning bidder and the price per 50-kilo bag of the D quedans sold.

Section 7. Penalty Clause (Reinstatement Fee) Homeless "D" quedans shall not be negotiable unless reinstated and upon payment of a reinstatement fee of P10 per Lkg-bag per day. "D" quedans subject of reinstatement shall be brought to the Sugar Transaction Division, Regulation Department Office at the SRA Quezon City which quedans shall be stamped "**Reinstated "D" homeless sugar into "D" (world market sugar) per Sugar Order No. 3, Series of 2008-2009.**"

BY THE AUTHORITY OF THE SUGAR BOARD


RAFAEL L. COSCOLLUELA
Administrator