



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



01 September 2003

SUGAR ORDER NO. 2
Series of 2003 - 2004

SUBJECT : EXPORT OF "D" SUGAR FOR CY 2003 - 2004

WHEREAS, there is an expected volume of 86,400 Metric Tons of "D" World Market sugar pursuant to the production percentages under Section 1 of SRA Sugar Order No. 1, Series of 2003-2004, dated 28 August 2003, said volume represent the expected excess of our domestic and U.S. quota requirements;

WHEREAS, there is the need to facilitate the availability of the "D" World Market sugar and expedite the timely shipment of same in a given period in order to insure the stability of sugar prices at levels reasonably profitable to the producers and fair to consumers;

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

Section 1. Quedanning of the "D" World Market Sugar – The "A" or U.S. Quota sugar quedan-permit forms for CY 2003-2004 shall be used to cover every week-ending's production of "D" or World Market sugar and shall be issued 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 companies shall, on a weekly basis, issue consolidated (block quedanning) "D" 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 2. Liquidation Price – The liquidation price of the "D" sugar shall be in reference to the prevailing World Market prices, New York No. 11.

Section 3. Schedule of Shipment to the World Market – There shall be three (3) tranches in the export shipment of the "D" sugar to the World Market on a "First In – First Out" basis, the schedule of which are as follows:

Tranche	Week-ending Period	Expected "D" Sugar ^{1/} (In Metric Tons)	Deadline of Filing of Application for Shipment	Estimated Date of Departure (EDD)
1 st	September 07, 2003 to January 25, 2004	40,509	Feb. 29, 2004	End of 1 st Quarter
2 nd	February 01, 2004 To March 14, 2004	24,593	April 30, 2004	End of 2 nd Quarter
3 rd	March 21, 2004 To August 31, 2004	21,314	Sept. 15, 2004	End of 3 rd Quarter

^{1/} - Based on CY 2002-2003 monthly productions

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The "D" sugar productions of the second (2nd) tranche shall be allowed to fill-up the unfilled portion of the first (1st) tranche and the third (3rd) tranche to fill-up the second (2nd) tranche to insure the commitment of exporters to their buyers.

The SRA shall still accept applications for export using "D" quedans which tranche failed to meet its deadline of filing of application for shipment, subject to penalty mentioned herein.

Section 4. Penalty - (a) In order to insure the availability of "D" sugar for its timely shipment per schedule herein, a penalty of Three Pesos (₱3.00) per LKg-Bag per day shall be imposed and collected from holders of "D" quedans still outstanding beyond the deadline of filing of application for its shipment corresponding to its tranche, e.g. February 29, 2004 – 1st tranche.

Likewise, a penalty of Three Pesos (₱3.00) per LKg-Bag shall be imposed and collected from sugar traders/exporters whose "D" quedans have been surrendered to the mill but unwithdrawn and failed to meet the Estimated Date of Departure (EDD) corresponding to its tranche, e.g. First Quarter – 1st tranche.

(b) The collection of the penalties hereof shall accrue to SRA.

Section 5. Swapping – The "D" quedan-permits of the current crop year 2003-2004 shall be allowed swapping with the "B" or Domestic quedan-permits only for physical positioning prior to shipment.

Section 6. The "D" or World Market sugar shall not be converted into "B" or Domestic sugar under any circumstances.

Section 7. A Circular Letter shall be issued as implementing guidelines of this Order.

Section 8. This Sugar Order shall take effect 01 September 2003.

Section 9. Provisions of Sugar Orders, Circular Letters and/or other rules and regulations contrary to or inconsistent with this Sugar Order, are hereby amended, modified or revoked accordingly.

BY AUTHORITY OF THE SUGAR BOARD:


JAMES C. LEDESMA
Administrator