



REPUBLIC OF THE PHILIPPINES  
DEPARTMENT OF FINANCE  
**BUREAU OF CUSTOMS**  
MANILA 1099

21 February 2002

**CUSTOMS MEMORANDUM ORDER**  
NO. 13-2002

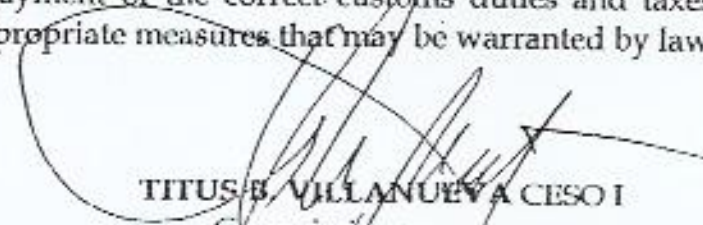
**TO: All District/Port Collectors**  
**Others Concerned**

**SUBJECT: CLARIFICATION RE TARIFF-FREE AFMA**  
**IMPORTATIONS UNDER CMC 187-2001**

---

In response to queries regarding the application of CMC 187-2001, entitled "LIST OF SUGAR MANUFACTURING EQUIPMENT MACHINERIES & SPARE PARTS PREPARED BY SUGAR MILLERS ASSOCIATION", the following clarifications are hereby made:

1. The list of products in CMC 187-2001, a list submitted by the Sugar Millers Association, does not in any way amend E.O. 113, which implements R.A. 8435, otherwise known as the "Agriculture and Fisheries Modernization Act of 1997" (AFMA). Said list was submitted to the Commissioner of Customs as a proposal for endorsement to proper authorities for review and for possible inclusion of the products enumerated therein in the coverage of E.O. 113.
2. Annex "B" and Annex "C" of E.O. 113 shall remain the exclusive lists in determining whether a product is tariff-free under AFMA. Products listed in CMC 187-2001 are tariff-free only if they are similarly listed in Annex "B" and "C" of E.O. 113, provided that the requirements in Annex "C", particularly the presentation of the Certificate of Eligibility or Certificate of Accreditation, are complied with.
3. CMC 187-2001 does not grant exemptions. Therefore, exemptions erroneously granted solely under CMC 187-2001 - meaning, outside the coverage of Annex "B" and Annex "C" of E.O. 113 - are considered null and void. Accordingly, the corresponding entries shall be recalled for re-assessment/payment of the correct customs duties and taxes, subject to further appropriate measures that may be warranted by law.

  
TITUS B. VILLANUEVA CESO I  
Commissioner



Republic of the Philippines  
Department of Finance  
**BUREAU OF CUSTOMS**  
Manila

May 22, 2001

**CUSTOMS MEMORANDUM CIRCULAR**  
NO. 187-2001

**TO: All District/Port Collector  
And Others Concerned**

**SUBJECT: LIST OF SUGAR MANUFACTURING EQUIPMENT, MACHINERIES &  
SPARE PARTS PREPARED BY SUGAR MILLERS ASSOCIATION**

Attached is the letter dated May 2, 2001 of Mr. Vicente G. Castro, Deputy Director, Philippine Sugar Millers Association endorsing a detailed list of sugar manufacturing equipment, machineries and spare parts eligible for tariff-free importation under the Agriculture and Fisheries Modernization Act (AFMA) prepared by their office.

For your information and guidance.

  
**JULIANA S. MANAHAN**  
Deputy Commissioner  
Internal Administration Group

cc: Hon. TITUS B. VILLANUEVA  
Commissioner





PHILIPPINE SUGAR MILLERS ASSOCIATION

3

and-13-02



May 2, 2001

BUREAU OF CUSTOMS

Received by: *[Signature]*

Date: *7-09-2001*

Communication Section

*ac-223*

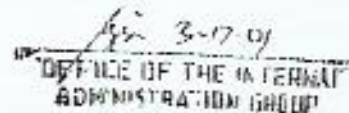
*enc-187-2001*

Mr. Titus Villanueva  
 Commissioner  
 Bureau of Customs  
 Customs Building, Port Area  
 South Harbor, Manila



RECEIVED

Dear Commissioner Villanueva:



Pertinent to our meeting last April 26, 2001, I am submitting to you a detailed list of sugar manufacturing equipment, machineries and spare parts eligible for tariff-free importation under the Agriculture and Fisheries Modernization Act (AFMA) that our office prepared.

For your information.

Thank you and best regards.

Very truly yours,

*[Signature]*  
 VICENTE G. CASTRO  
 Deputy Director

5-17(1)

05-92



2 ENC-13-02  
ENC-187-2001 4

**List of Sugar Manufacturing Inputs, Machines, Equipment & Chemicals Eligible for  
Tariff-free Importation**

HDG	Description	Application
25.01	Salt and pure sodium chloride	Regeneration of resins used in processing, water treatment
25.22	Quicklime, slaked lime, and hydraulic lime	Juice clarification
27.01	Coal, etc.	Supplementary fuel, lubrication
27.10	Petroleum oil and oils	
28.06	Hydrochloric acid	Cleaning of evaporator and boiler tubes
28.15	Caustic soda	
28.09	Phosphoric acid	Clarification
31.01; 31.02; 31.03; 31.04; 31.05	Fertilizers	Cane growing
38.02	Activated carbon	Clarification/decolorization
38.08	Insecticides, herbicides, farm chemicals	Pest control; disinfectant or mill sanitation
38.16	Refractory cement	Boiler furnace
40.09	Rubber tubes, hoses	Hydraulics
40.10; 40.16; 40.17	Conveyor belts, other articles of vulcanized rubber	Sugar, bagasse conveyors
40.11; 40.13	New pneumatic tyres, inner tubes	Farm vehicles, rail heavy equipment
48.05	Other uncoated paper	Filter paper
63.05	Sacks and bags	Packaging of sugar
69.02	Refractory bricks	Boilers
70.17	Laboratory glassware	Quality control laboratory
72.07 - 72.23	Iron and steels	Fabrication
73.03 - 73.07	Iron, steel alloy tubes	Boiler tubes, piping system
73.09, 73.10; 76.11	Iron, steel, aluminum reservoirs, tanks, etc.	Process material containers
73.15	Chains and parts thereof	Conveyors, cane carriers
73.18	Screws, bolts, nuts, rivets, etc.	Equipment assembly
73.25; 73.26	Other cast articles of iron or steel; other articles of iron or steel	Mill rollers
74.08; 74.13	Copper wire, stranded wire	Electrical
74.09; 74.14; 74.15	Copper sheets, plates, netting; nails rivets	Screens and centrifugals
82.01; 82.02; 82.03; 82.04; 82.05; 82.07; 82.08; 82.11	Hand tools, knives, cutting instruments	Cane growing, equipment repair/maintenance; cane preparation (knives)
84.02; 84.04	Steam or other vapour generating boilers, auxiliary equipment	Steam generation (boilers), and auxiliary equipment; condensers for steam units
84.06	Steam turbines	Mill and other equipment drive
84.07, 84.08 84.09	Internal combustion engines	Power tillers and motor vehicles for cane transport
84.13	Pumps	Pumping of process materials, liquids, water, irrigation
84.14	Air or vacuum pumps	Boiling house vacuum system - Aeration system
84.15	Air conditioning machines	Control/panel rooms
84.16	Furnace burners, mechanical stokers, grates, ash discharger	Boilers



enc-13-02

3

5

enc-187-300

84.19	Machinery, plant for treatment of materials by a process (heating, drying, evaporating), heat exchange units	Juice heating, evaporation, boiling, drying
84.21	Centrifuges, centrifugal dryers, filtering or purifying machinery and apparatus	Juice filtration, separation of sugar crystals from molasses, partial drying, water treatment
84.22	Packing machinery	Packaging
84.23	Weighing machinery	Weighing of cane, sugar, and other materials
84.24	Mechanical appliances for projecting, dispersing liquids, powders	Irrigation, pesticide spraying, spray pond, sugar slingers
84.25; 84.26; 84.27; 84.28	Pulley tackle and hoists; cranes, lifting frames; fork lifts; wagon tippers other lifting machinery	Roll on-roll off cane transport equipment; cane handling station, equipment hoisting; cane unloading and conveying; warehouse
84.29; 84.30; 84.31	Self-propelled heavy equipment	Bagasse handling, road repair
84.32; 84.33	Agricultural machinery/implement for land preparation and cultivation; and harvesting equipment	Land preparation, cultivation, harvesting
84.38	Machinery for sugar manufacture, spare parts, etc.	Manufacture of sugar
84.58; 84.59; 84.60; 84.61; 84.62; 84.63; 84.66	Lathes; machine tools; parts	Shooring of mills, fabrication of various machine parts
84.68	Machinery for welding	Preparation of mills; repair of equipment
84.71	Automatic data processing machine	Automation, process control
84.81	Taps, cocks, valves	Steam, process materials, water lines
84.83	Transmission shafts, bearings/gears	Transmission shafts; bearings/gears
84.84	Gaskets and similar joints	Sealing
84.85	Machinery parts	
85.01; 85.02; 85.03; 85.04	Electric motors and generators, parts, transformers	Power plant, drives
85.05	Electro-magnet	Iron separator
85.14	Industrial or laboratory electric furnaces/ovens	Quality control
85.15	Electric brazing, welding machines etc.	Equipment repair and fabrication
85.32; 85.33; 85.35; 85.36; 85.37; 85.38	Electrical capacitors; resistors, switching equipment; boards, panels; parts	Power plant, equipment panel/boards; instrumentation
85.41; 85.42	Diodes, transistors, integrated circuits	Automation, instrumentation
85.44; 85.46; 85.47	Insulated wires; insulators	Power plant; equipment power supply
86.09	Containers	Cane and sugar transport
87.01	Tractors	Land preparation, cultivation
87.04; 87.05; 87.06; 87.07; 87.08; 87.09; 87.16	Motor vehicles for transport of goods; special vehicles; work trucks; trailers	Cane and sugar transport, parts
90.16	Balances	Quality laboratory
90.25; 90.26; 90.27; 90.28; 90.30; 90.31; 90.32; 90.33	Instruments for measuring flows, pressure, volumes; chemical analysis; electricity meter, automatic regulating instruments; parts	Process control; process monitoring, equipment monitoring