



REPUBLIC OF THE PHILIPPINES  
DEPARTMENT OF FINANCE  
**BUREAU OF CUSTOMS**  
MANILA 1099  
South Harbor, Gate 3, Port Area, Manila

*Handwritten signature*  
**MASTER COPY**

April 05, 2018

CUSTOMS MEMORANDUM CIRCULAR  
NO. 69-2018

To: All District/Port Collectors  
All Others Concerned

**SUBJECT: New Procedural Code for Shipments of the  
Department of National Defense**

In reference to the Memorandum from MISTG dated 28 March 2018, All Concerned are informed that the new procedural code **B05 – Department of National Defense RA 10349 Duty Exempt** was created for the Department of National Defense (DND).

The code will be available upon issuance of Tax Exempt Division.

For your information and guidance.

*Handwritten signature*  
**ISIDRO S. LAPEÑA, Ph.D, CSEE**  
Commissioner



18-05775  
APR 12 2018



Republika ng Pilipinas  
Republic of the Philippines  
Kagawaran ng Tanggulang Pambansa  
Department of National Defense

19 March 2018

**ATTY. EDWARD JAMES A. DY BUCO**  
Deputy Commissioner, AOCG  
Bureau of Customs

Dear Sir,

In connection with the attached exemption granted by the Department of Finance which grant only "DUTY-EXEMPT" dated March 7, 2018 for 2 crates of Integrated Multifunction Probe and etc.

In this regard, may we request for a new procedure code (Duty Exempt) for our incoming shipments which is subject to the payment of Value Added Tax (VAT) pursuant to Section 86 of Republic Act 10963 (TRAIN LAW).

For your consideration.

Respectfully yours,

V. C. D.  
REC'D *amj*  
DATE *3/21/18* *11:10*  
BU. OF CUSTOMS

OFFICE OF THE DIRECTOR  
IAS

*[Signature]*  
**LEODEGARIO D. DELA PAZ**  
Chief, Defense Acquisition Office

**RECEIVED**  
By: *EJA*  
Date: *3/21*  
Time: *11:12 am*

IMPORTS ASSESMENT SERVICE

**RECEIVED**  
By: \_\_\_\_\_  
Date: *3/21*  
Time: *10:15 am*  
Control No: *2018-03-212*

# *2018-03-1672*  
REPUBLIC OF THE PHILIPPINES  
BUREAU OF CUSTOMS  
OFFICE OF THE DEPUTY COMMISSIONER  
OPERATION COORDINATION GROUP  
**RECEIVED**  
BY: *Josh*  
DATE: *3/21/18*  
TIME: *12:55 pm*

NACA



Republic of The Philippines  
**DEPARTMENT OF FINANCE**

Received at: **Exempt Division**  
 BSP Complex, Roxas Boulevard, Manila 1004

3-567  
 Date: 3/7/18

1<sup>st</sup> Indorsement  
 March 7, 2018

MAR 16 2018

Respectfully referred to the Commissioner of Customs, Manila,

Port of Discharge: Ninoy Aquino International Airport

Date Applied: February 23, 2018

Consignee: Department of National Defense

Consignee TIN: 000 848 814 000

Legal Basis: Section 10, Republic Act No. 10349 (Revised AFP Modernization Act)

- Conditions
- 1) The equipment/materials will be used actually, directly and exclusively by the AFP in its Modernization Program;
  - 2) If any manifestation or representation made in any of the underlying documents submitted for the obtention of the duty exemption herein requested is false, fraudulent, misleading, faulty, inaccurate or not in accord with the findings in audit that we may conduct post importation, the exemption embodied herein shall be deemed nullified and voided, without prejudice to any legal action that this Department may pursue against the persons responsible for such misrepresentation;
  - 3) The photocopies of the supporting documents should tally with the originals presented to the Bureau of Customs.

Grant:  DUTY-EXEMPT  
 Shipment: Full  
 Status: Approved

RELEASED  
 DEPARTMENT OF FINANCE  
 TAX EXEMPT

B/L or AWB Date	B/L or AWB Number	Description	Qty - Package	Invoice No. - Invoice Date	Currency - Value
02/23/2018	KECI 1811 9061	1 EA Integrated Multifunction Probe; 1 EA Connector, Regulated; 1 EA Filter Unit, Switch; 1 EA Cock Press Sensor; 1 EA Valve Assy, Surge	2 Crates	NEC20180221 - 02/20/2018 NEC20180219 - 02/20/2018	USD - 118,206.00

Other Information: \*Subject to the payment of Value Added Tax (VAT) pursuant to Section 86 of Republic Act 10963 (TRAIN Law).

The shipment is under the AFP Modernization Program as per letter dated March 17, 2015 of Officer -In- Charge Honorio S. Azcueta, Department of National Defense (DND).

Letter request dated February 22, 2018

With Affidavit of Undertaking dated March 7, 2018, Civil Aviation Authority of the Philippines (CAAP) Certification dated February 27, 2018 and National Telecommunications Commission (NTC) Certificate of Exemption issued on February 28, 2018.

BUREAU OF CUSTOMS  
 Central Records Mgmt Div.

MAR 16 2018  
 By: [Signature] Time: 5:00

This is a computer generated print-out with TES No. TES20180223101

3-567




Republic of the Philippines  
Department of Finance  
**BUREAU OF CUSTOMS**  
1099 Manila


*Paz*  
**MASTER COPY**


#2018-03-1672

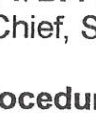
REPUBLIC OF THE PHILIPPINES  
BUREAU OF CUSTOMS  
OFFICE OF THE DEPUTY COMMISSIONER  
ASSESSMENT OPERATIONS DIVISION  
**RECEIVED**  
BY: *YV*  
DATE: APR 02 2018  
TIME: 11:00am

**MEMORANDUM**

**FOR** : **ATTY. EDWARD JAMES A. DY BUCO**  
Deputy Commissioner, AOCG  


**THRU** : **NOEL PATRICK S. PRUDENTE**  
Deputy Commissioner, MISTG  


**NOTED** : **JAIME B. TABORDA**  
OIC-Director, Planning and System Development  
Service, MISTG  


**FROM** : **LIBERTY B. PLANA**  
Acting Chief, Systems Development Division, MISTG  


**SUBJECT** : **New Procedural Code for the Shipment of the  
Department of National Defense**

**DATE** : 28 March 2018

ASSESSMENT SERVICE  
**RECEIVED**  
By: *[Signature]*  
Date: 4/4  
Time: 1:00pm  
Control No: 2018-03-022

**BACKGROUND**

1. Reference:
  - a. Memorandum of Atty. Edward James A. Dy Buco, Deputy Commissioner, AOCG, dated March 23, 2018, New Procedural Code for the Shipment of the Department of National Defense.
  - b. Letter from Leodegario D. Dela Paz, Chief, Defense Acquisition Office, Department of National Defense, dated March 19, 2018.
  - c. Indorsement dated March 7, 2018 from the Department of Finance, in connection to Section 10, R.A. No. 10349 (Revised AFP Modernization Act).

## DISCUSSION

2. Request for the new procedural code for the Department of National Defense (DND) shipment of EA Integrated Multifunction Probe; EA Connector, Regulated; EA Filter Unit, Switch; EA Cock Press Sensor; and EA Valve Assy, Surge, with Customs Duties Exemption but subject for VAT Payment.

## RECOMMENDATION

3. Please be informed that the new procedural code **B05 – Department of National Defense RA 10349 Duty Exempt** was created for Department of National Defense.
4. This code will be available upon the issuance of Tax Exempt Division.

For your information.