



Republic of the Philippines
Department of Finance
Bureau of Customs
MANILA 1099

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July 9, 2018



CUSTOMS MEMORANDUM CIRCULAR
NO. 137-2018

To: All District/Port Collectors
And Others Concerned

SUBJECT: BSP and NGCP settlement of VAT liabilities with the Bureau of Customs in compliance with the TRAIN Law

Attached are the letters dated June 26, 2018 of Undersecretary Antonette C. Tionko, Undersecretary, Revenue Operations Group, Department of Finance to the Bangko Sentral ng Pilipinas (BSP) and National Grid Corporation of the Philippines (NGCP), respectively to settle its Value Added Tax (VAT) liabilities with the Bureau of Customs in compliance with Republic Act 10963, otherwise known as the Tax Reform Acceleration and Inclusion (TRAIN) Law, effective 01 January 2018. The VAT exemption of the BSP under R.A. No. 7653 and NGCP under R.A. No.9511, respectively have been explicitly repealed under R.A. 10963.

For your information and immediate action.

Isidro S. Lapeña


Bureau of Customs
ISIDRO S LAPEÑA
Commissioner
18-11788
ISIDRO S LAPEÑA, PhD, CSEE
Commissioner
JUL 13 2018
TH

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Republic of the Philippines
DEPARTMENT OF FINANCE

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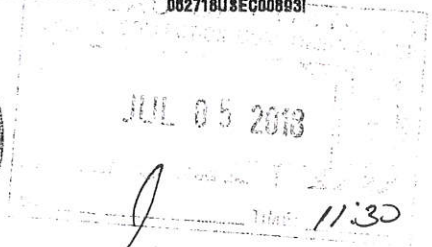
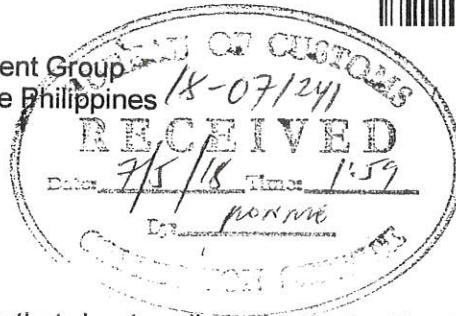
DEPARTMENT OF FINANCE
Republic of the Philippines

Bureau of Customs
Office of the Commissioner
Incoming Document No.
18-13270

26 June 2018

EARL JASON R. VISTRO

Head, Supply Chain Management Group
National Grid Corporation of the Philippines
Quezon Ave. cor., BIR Road,
Diliman, Quezon City



Dear Mr. Vistro:

We write to formally inform you that due to a limitation in the Tax Exemption Systems (TES) of the Department of Finance (DOF), the Tax Exemption Indorsement (TEI) issued to National Grid Corporation of the Philippines (NGCP) between January to February 2018 inadvertently included Value-added Tax (VAT) exemption.

Kindly be advised that the VAT exemption of NGCP under Republic Act (RA) No. 9511 has been explicitly repealed under R.A. 10963, otherwise known as the *Tax Reform for Acceleration and Inclusion Law (TRAIN)*, effective 1 January 2018. Please note that the law was published by the Official Gazette on 27 December 2017 evidencing its authority on the matter.

The company is accordingly enjoined to settle its VAT liabilities with Bureau of Customs in compliance with the TRAIN Law. For your reference, a copy of the TEIs concerned are herein attached and the transactions are summarized below:

TES NO.	BL/AWB NO.	CURRENCY	DUTIABLE VALUE
TES20180103080	235 2834 9473	EUR	121,000.00
TES20180103082	027 769 2144	USD	30,219.01
TES20180105041	SEA45441	USD	26,775.00
TES20180105043	1017-0270B	USD	189,253.00
TES20180105044	1017-0270A	USD	704,108.00
TES20180105046	027 7686 280	USD	189,253.00
TES20180105047	ANTMSTS 7291530	USD	1,118,880.00
TES20180105048	027 7684 773	USD	1,975,444.80
TES20180105039	SINMNN 03235	USD	834,469.49
TES20180111044	SITGSHCYS 00014	USD	1,376,526.04
TES20180115059	115 750 7038	USD	1,198,800.00
TES20180110116	027 7695 782	USD	361,394.60
TES20180110114	SNL7SHPL 4703522	USD	269,570.72
TES20180109137	0795SHANGHAI017-019	USD	3,422,319.43
TES20180112036	SITGDLMN 752918	USD	506,353.54
TES20171229081	SHXX 1712142	USD	23,740.00
TES20180117025	SNL8SHPL 2400012	USD	53,204.00

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TES NO.	BL/AWB NO.	CURRENCY	DUTIABLE VALUE
TES20180116061	SNL7SHPL 4703529	USD	261,289.11
TES20180117030	027 769 7124	USD	282,924.72
TES20180105045	027 7685 396	USD	704,108.00
TES20180111045	962922585	USD	245,306.86
TES20180110122	HDMUQSPH 7364385	USD	671,463.45
TES20180122083	574 792 797	USD	290,401.33
TES20180118113	DEN 40001185	USD	690,437.48
TES20180123045	CNCTU 0000008071	USD	1,381,848.00
TES20180122082	963 025 809	USD	405,210.32
TES20180122080	HTMNN 180162175	USD	36,725.25
TES20180123044	CNCTU0000008070	USD	172,731.00
TES20180125033	ARSHMNL02	USD	153,222.00
TES20180103081	75217 12097	USD	63,362.14
TES20180125032	SITG DLMSU 80390	USD	99,561.73
TES20180123056	CFNBL 17120211	USD	28,668.55
TES20180129033	SITGDLMN 804929	USD	241,315.06
TES20180130034	027 851 0339	USD	338,131.20
TES20180207054	HAN 039559	USD	680,420.00
TES20180130035	ACHG 101469	USD	28,241.40
TES20180131044	HDSE 1801012	USD	12,968.94
TES20180124037	027 8502 312	USD	1,236,005.12
TES20180205061	AYWY 000311	USD	108,912.49
TES20180130072	47 9407 1391	USD	143,588.50
TES20180205052	SZPCEB 00738	USD	39,456.90
TES20180205050	SNL8SHPL 4005002	USD	341,088.00
TES20180206050	HDMUQSPH 6790915	USD	24,470.57
TES20180206052	HLCUMTR 171232047	USD	231,208.33
TES20180206046	027 850 2516	USD	1,731,815.85
TES20180206053	CAN 0379325	USD	460,016.67
TES20180206051	HDMUQSPH 6790916	USD	227,601.00
TES20180207042	DLC 18013019	USD	6,121.04
TES20180206054	HLCUMTR 171231837	USD	693,625.00
TES20180207056	SITGS HBTK 00329	USD	502,039.00
TES20180119043	HAN 038218	USD	680,420.00
TES20180206089	574812918	USD	82,994.88
TES20180207041	SITGS HMST 12183	USD	2,350,980.00
TES20180206088	963363785	USD	18,536.25
TES20180209062	SITGSHCYS 00015	USD	701,980.31
TES20180212061	HOH 0000 1769	EUR	8,773.00
TES20180214094	AYWL 000199	USD	120,964.24
TES20180214092	SITGS HMNAD 0030	USD	346,036.08
TES20180215049	027 851 6647	USD	423,413.76


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TES NO.	BL/AWB NO.	CURRENCY	DUTIABLE VALUE
TES20180214093	SITG DLMN 806935	USD	161,169.28

To assist you on the matter, you may directly coordinate with the Bureau of Customs (BOC) Assessment and Operations Coordinating Group (AOCG) for the settlement of taxes.

Thank you for attention.

Very truly yours,


ANTONETTE C. TIONKO
Undersecretary
Revenue Operations Group

CC: **COMMISSIONER ISIDRO LAPEÑA**
Bureau of Customs, Port Area, Manila

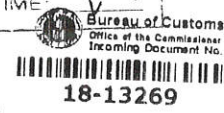
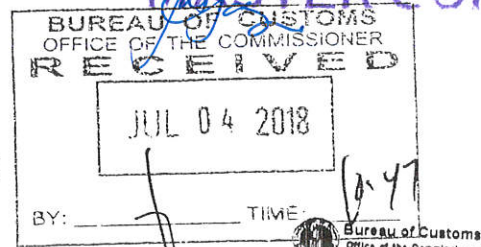
DEPUTY COMMISSIONER EDWARD JAMES DY BUCO
Assessment and Operations Coordinating Group (AOCG)
Bureau of Customs, Port Area, Manila

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Republic of the Philippines
DEPARTMENT OF FINANCE

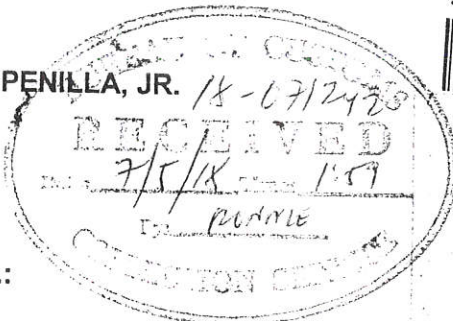
Roxas Boulevard Corner Pablo Ocampo, Sr. Street
Manila 1004



26 June 2018

GOVERNOR NESTOR A. ESPENILLA, JR.

Bangko Sentral ng Pilipinas
Pablo Ocampo Sr., St.
Malate, Metro Manila



JUL 05 2018

Dear Governor Espenilla, Jr.:

We write to formally inform you that due to a limitation in the Tax Exemption Systems (TES) of the Department of Finance (DOF), the Tax Exemption Indorsement (TEI) issued to Bangko Sentral ng Pilipinas (BSP) between January to February 2018 inadvertently included Value-added Tax (VAT) exemption.

Kindly be advised that with the VAT exemption of the BSP under Republic Act No. 7653 has been explicitly repealed under R.A. 10963, otherwise known as the *Tax Reform for Acceleration and Inclusion Law (TRAIN)*, effective **1 January 2018**. Please note that the law was published by the Official Gazette on 27 December 2017 evidencing its authority on the matter.

The organization is accordingly enjoined to settle its VAT liabilities with Bureau of Customs in compliance with the TRAIN Law. For your reference, a copy of the TEIs concerned are herein attached and the transactions are summarized below:

TES NO.	BL/AWB NO.	CURRENCY	DUTIABLE VALUE
TES20180103004	ANR/MNN/06414	EUR	24,309.92
TES20171222124	0020-0145-711.012	USD	367,454.39
TES20171228062	ME/455454	EUR	173,911.50
TES20171228063	HLCUCM21 71111880	EUR	3,426,032.50
TES20180103051	0020-0145-711.011	USD	753,848.97
TES20180103055	ORFES022 297	USD	2,615,004.48
TES20180104026	962916368	EUR	506,100.00
TES20180104024	713339.01	EUR	13,800.00
TES20180103064	0020-0145-712.019	USD	154,717.64
TES20180103062	0020-0145-711.020	USD	778,220.57
TES20180104028	518333	EUR	48,815.30
TES20180103063	0020-0145-712.011	USD	753,848.97
TES20180109100	962908141	EUR	1,446,000.00
TES20180111060	HLCUMTR171216458	USD	1,475,435.52
TES20180111061	410540105711	USD	1,568,522.59
TES20180115067	518410	EUR	2,042,300.00
TES20180117043	ME/455797	EUR	993,780.00
TES20180122019	120043019855	JPY	2,643,641.00
TES20180122022	120044045893	JPY	1,251,800.00
TES20180122024	120044045904	JPY	358,388.00

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TES NO	BL/AWB NO	CURRENCY	DUTIABLE VALUE
TES20180122041	120044045915	JPY	8,000,000.00
TES20180122072	07944719371	EUR	729,000.00
TES20180119042	07944719430	EUR	1,413,600.00
TES20180125034	0020-0145-712.014	USD	753,848.97
TES20180126041	963351206	EUR	1,590,600.00
TES20180202070	0020-0145-712.015	USD	778,220.57
TES20180206049	410540106385	USD	2,352,783.88
TES20180206048	00000062421	EUR	1,286,720.00
TES20180205085	HLCUMTR180116104	USD	1,475,435.52
TES20180207043	MUCMNL100205	EUR	1,710,304.80
TES20180213023	NEC-6072 4635	JPY	19,461,600.00
TES20180215039	079 4471 9382	EUR	729,000.00
TES20180215038	079 4471 9441	EUR	729,000.00
TES20180221022	217-1815 3343	EUR	565.00
TES20180219046	963656807	EUR	406,687.50
TES20180223020	SJSLL1802061	USD	10,640.00
TES20180227022	176-8228 1113	EUR	767.20

To assist you on the matter, you may directly coordinate with the Bureau of Customs (BOC) Assessment and Operations Coordinating Group (AOCG) for the settlement of taxes.

Thank you for attention.

Very truly yours,



ANTONETTE C. TIONKO
Undersecretary
Revenue Operations Group

CC: **COMMISSIONER ISIDRO LAPEÑA**
Bureau of Customs, Port Area, Manila

DEPUTY COMMISSIONER EDWARD JAMES DY BUCO
Assessment and Operations Coordinating Group (AOCG)
Bureau of Customs, Port Area, Manila