



REPUBLIC OF THE PHILIPPINES
DEPARTMENT OF FINANCE
BUREAU OF CUSTOMS

CUSTOMS ADMINISTRATIVE ORDER (CAO)
NO. 04-2016

SUBJECT: AMENDMENT OF CUSTOMS ADMINISTRATIVE ORDER (CAO)
10-2007 ON THE RATE OF THE AUCTION BOND

Section 1. Objective. Pursuant to Section 1141 of Republic Act No. 10863 or the "Customs Modernization and Tariff Act of 2016" (CMTA), **Section 7.c** of CAO 10-2007 is hereby amended to read as follows:

"SECTION 7. **CONDITIONS FOR REGISTRATION AND PARTICIPATION IN PUBLIC BIDDING.** - The Chief, ACDD shall be responsible to ensure that only those who have complied with the following requirements shall register and participate in the public auction:

XXX XXX XXX

c. Posting of a duly receipted bond in cash or manager's check, in accordance with the schedule shown below:

FLOOR PRICE				BOND ¹		
Not over			Php	10,000.00	NONE	
Over	Php	10,000.00	but not over	Php	1,000,000.00	20%
Over	Php	1,000,000.00	but not over	Php	2,500,000.00	15%
Over	Php	2,500,000.00	but not over	Php	5,000,000.00	10%
Over	Php	5,000,000.00			5%	

The bond shall be refunded to the losing bidder after the closing of the auction. The bond shall not, however, be required when the floor price of a sale lot is Php10,000.00 or less."

Section 2. Periodic Review. Unless otherwise provided, this CAO shall be reviewed every three (3) years and be amended or revised, if necessary.

¹ Bond amount based on published floor price.

Section 3. Repealing Clause. This CAO specifically amends or repeals previously issued CAOs and Customs Memorandum Orders (CMO) which are inconsistent with the provisions herein stated.

Section 4. Separability Clause. If any part of this CAO is declared unconstitutional or contrary to existing laws, the other parts not so declared shall remain in full force and effect.

Section 5. Effectivity. This CAO shall take effect after fifteen (15) days from publication at the Official Gazette or a newspaper of national circulation.

The Office of National Administrative Register (ONAR) of the UP Law center shall be provided three (3) certified copies of this CAO.


NICANOR E. FAELDON
Commissioner



OCT 26 2016

Approved:


CARLOS G. DOMINGUEZ III
Secretary





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

**INTERNAL ADMINISTRATIVE GROUP
CENTRAL RECORDS MANAGEMENT DIVISION**

November 10, 2016

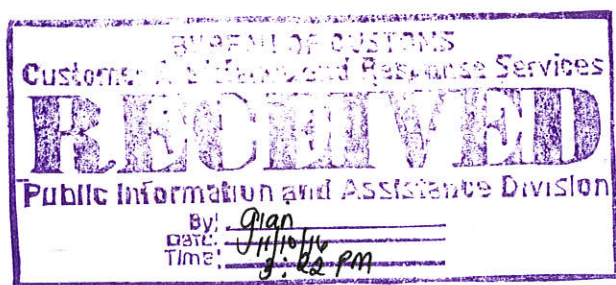
Ms. Maria Gerty D. Pagaran
Chief, PIAD

Dear Ma'am:

Transmitted is a copy of **CAO 04-2016 re: : AMENDMENT OF CUSTOMS ADMINISTRATIVE ORDER (CAO) 10-2007 ON THE RATE OF THE AUCTION BOND**, for publication at the Official Gazette or a newspaper of national circular and for uploading at the Official website of the Bureau of Customs.

Thank you.

Very truly yours,



Gladys C. Cabugawan
GLADYS C. CABUGAWAN
Chief, CRMD