



OFESSIONALISM INTEGRITY ACCOUNTABILITY



15 March 2021

CUSTOMS MEMORANDUM ORDER (CMO) NO. 11-2021

SUBJECT: IMPOSITION OF DEFINITIVE GENERAL SAFEGUARD DUTY ON IMPORTED CEMENT FROM COVERED COUNTRIES PURSUANT TO

DAO 21-02

Pursuant to Department of Trade and Industry (DTI) Administrative Order 21-02 dated 03 March 2021 and in view of the directive dated 12 March 2021 from the Secretary of Finance, the list1 of countries excluded from the imposition of the definitive safeguard duty on imported cement classified under ASEAN Harmonized Tariff Nomenclature (AHTN) 2523.29.90 and 2523.90.00 is hereby amended.2

Importers of cement originating from the countries excluded from the imposition of the definitive safeguard duty shall submit a Certificate of Country of Origin (CO) issued by the authorized agency/office in the country of manufacture subject to affixation of "Apostille" to the document or authenticated by the Philippine Embassy/Consulate general, as applicable.

Furthermore, all other provisions of DAO 19-13 shall remain in force and effect, except as expressly modified under DAO 20-08 (as implemented under CMO No. 29-2020) and DAO 21-02.

Pursuant to the Directive of the Secretary of Finance, DAO 21-02 shall take effect upon the issuance of this CMO.

All District and Sub-Port Collectors, and all others concerned are hereby directed to ensure that only those imported cement from countries/economies listed in the Amended Annex A are exempt from the definitive general safeguard duties.

This Order shall take effect immediately.

REY LEONARDO B. GUERRERO Commissioner

MAR 15 2021

² See DAO 21-02 for the Amended List, as attached.

¹ Annex "A" of DAO No. 19-13 as circularized under CMC No. 239-2019.



Department Administrative Order No. <u>21-02</u> Series of 2021

IN THE MATTER OF THE DEFINITIVE GENERAL SAFEGUARD MEASURES ON THE IMPORTATION OF CEMENT FROM VARIOUS COUNTRIES

(AHTN Codes 2523.29.90 and 2523.90.00)

ORDER

On October 22, 2019, the Bureau of Customs issued Customs Memorandum Circular (CMC) No. 239-2019, implementing DTI AO No. 19-13, imposing a definitive safeguard duty on imported cement classified under ASEAN Harmonized Tariff Nomenclature (AHTN) 2523.29.90 and 2523.90.00 from various countries, dated 27 August 2019.

As provided under Section 13 paragraph 4 of RA 8800 and Rule 13.1.d of its IRR, "a general safeguard measure shall not be applied to a product originating from a developing country if its share to total Philippine imports of the said product is less than three percent (3%): Provided, however, that developing countries with less than three percent (3%) share collectively account for not more than nine percent (9%) of the total Philippine imports of the product concerned". Accordingly, a list of developing countries excluded from the imposition of the definitive safeguard duty on cement was attached as Annex "A" to DAO No. 19-13.

The Department conducted a review of the volume of imports of cement from various countries, particularly those originating from developing countries that were previously exempted from the safeguard measure under the aforementioned provisions on developing countries. The review covered importations from January to December 2020.

Pursuant to the review, subject imported cement products originating from developing countries that have breached the volume share to total import threshold of less than 3% shall now be covered by the definitive safeguard duty.

Further, the Department notes that developing countries fall under low to lower middle income and low, medium, and high human development. Furthermore, membership in relevant international organizations comprised mainly of high-income economies/countries such as the Organization for Economic Co-operation and Development (OECD), is an important criterion in establishing if a country/economy is already developed.

There is therefore a need to amend Annex "A" (List of Countries Excluded from the Imposition of the Definitive Safeguard Duty on Cement) of DAO No. 19-13, to reflect the aforementioned considerations.

WHEREFORE, AND IN VIEW THEREOF, the Department hereby amends Annex "A", of DAO No. 19-13, the list of countries excluded from the imposition of the definitive safeguard duty on cement, as follows:

East & Southern Africa	West Africa	North Africa	South Asia
Angola	Benin	Algeria	Afghanistan
Bostwana	Burkina Faso	Egypt, Arab Rep.	Bangladesh
Burundi	Cameroon	Libya	Bhutan
Comoros	Cape Verde	Morocco	British Indian Ocean Territory
Congo. Dem. Rep. Djibouti Eritrea	Central African Rep. Chad	Tunisia	East Timor India
	Congo, Rep.		Maldives
Ethiopioa	Cote d' Ivoire		Nepal
Kenya	Equatorial Guinea		Pakistan
Lesotho	Gabon		Sri Lanka
Madagascar	Gambia, The		
Malawi	Ghana		
Mauritius	Guinea		
Mozambique	Guinea, Bissau		
Namibia	Liberia		
Reunion	Mali		
Rwanda	Mauritania		
Seychelles	Niger		
Somalia	Nigeria		
South Africa	Sao Tome & Principe		
Sudan	Senegal		
Swaziland	Sierra Leone		
Tanzania	Togo		
Uganda			
Zambia			
Zimbabwe			

Europe & Central Asia	Middle East	Americas	East Asia & Pacific
Albania Armenia Azerbaijan Belarus Bosnia & Herzegovina Bulgaria Croatia Cyprus Georgia Greenland Kazakhstan Kyrgyz Republic Macedonia, FYR Malta Moldova Romania Russian Federation Fajikistan Furkey Furkmenistan Jkraine Jzbekistan Yugoslavia, Fed. Rep.	Bahrain Iran, Islamic Rep. Iraq Jordan Kuwait Lebanon Oman Qatar Saudi Arabia Syrian Arab Rep. United Arab Emirates West Bank & Gaza Yemen, Rep.	Anguilla Antigua & Barbuda Argentina Aruba Bahamas Barbados Belize Bermuda Bolivia Brazil British Virgin Is. Cayman Is. Colombia Costa Rica Cuba Dominican Rep. Ecuador El Salvador Falkland Is. (Malvinas) French Guiana Grenada Guadeloupe Guatemala Guyana Haiti Honduras Jamaica Martinique Mexico Montserrat Netherland Antilles Nicaragua Norfolk Is. Panama Paraguay Peru Puerto Rico St. Helena St. Kitts & Navis St. Lucia St. Pierre & Miquelon St. Vincent & the Grenadines Suriname Trinidad & Tobago Turks & Caicos Is. Uruguay US Virgin Is. Venezuela	American Samoa Brunei Darussalam Cambodia Christmas Is. Cocos (Keeling) Is. Cook Is. Fiji French Polynesia Guam Hong Kong, China Johnston Is. Kiribati Korea, Dem. Rep. Lao PDR Macau, China Malaysia Marshall Islands Micronesia, Fed. Sts. Midway Is. Mongolia Myanmar Nauru New Caledonia Niue Northern Marianas Is. Palau Papua New Guinea Pitcairn Is. Samoa Singapore Solomon Islands Tokelau Tonga Tuvalu Vanuatu Wake Is. Wallis & Futuna Is.

.

Importers of cement originating from the above listed countries shall submit a Certificate of Country of Origin (CO) issued by the authorized agency/office in the country of manufacture subject to affixation of "Apostille" to the document or authenticated by the Philippine Embassy/Consulate General, as applicable.

All other provisions of DAO No. 19-13 except as herein expressly modified and under DAO No. 20-08, shall remain in force and effect.

Let this Order be published in two (2) newspapers of general circulation and let individual notices be sent to all interested parties including the country members concerned. This Order can also be accessed at the DTI website: https://bit.ly/DAOonCement.

This Order shall take effect upon the issuance of the relevant Customs Memorandum Order by the Bureau of Customs or after fifteen (15) days from its publication in two (2) newspapers of general circulation, whichever comes earlier.

SO ORDERED.

03 March 2021

RAMON M. LOPEZ Secretary

de