



January 27, 2020

CUSTOMS MEMORANDUM CIRCULAR NO. 33-2020

TO:

All Deputy Commissioners

All Service Directors
All District/Port Collectors
All Others Concerned

SUBJECT:

DEPARTMENT ADMINISTRATIVE ORDER NO. 20-01 S. OF 2020 RE: IN THE MATTER OF THE APPLICATION FOR GENERAL SAFEGUARD MEASURES ON THE IMPORTATION OF CERAMIC FLOOR AND WALL TILES FROM VARIOUS COUNTRIES (HARMONIZED SYSTEM 2017 SUBHEADING NOS. 6907.22 AND 6907.23).

With reference to the attached letter dated 20 January 2020 from the Office of the Secretary, Department of Finance and 02 January 2020 letter with enclosed Department Administrative Order No. 20-01 s. of 2020 from Ramon M. Lopez, Secretary, Department of Trade and Industry (DTI), all concerned are informed regarding the DTI's order dismissing the application for general safeguard measure on the importation of ceramic floor wall tiles from various countries. The Tariff Commission (TC) has established that ceramic floor and wall tiles were not imported in increased quantities during the period of investigation and it recommended that no definitive safeguard measure be imposed on importations of ceramic floor and wall tiles classified under HS 2017 Subheading Nos. 6907.22 and 6907.23.

Further, it directed the Commissioner of Customs to immediately release the cash bond to the concerned importer/s which may be imposed on shipments of ceramic floor and wall tiles starting 14 August 2019, the effectivity of Customs Memorandum Order (CMO) No. 42-2019.

For your guidance.

For records purposes, please confirm the dissemination of this Circular throughout your offices within fifteen (15) days from receipt.

REY LEONARDO B. GUERRERO

Commissioner KFEB 03 202)

BOC-09-10694

CMC No. 33-2020 p. 2



Republic of the Philippines

DEPARTMENT OF FINANCE

Roxas Boulevard Corner Pablo Ocampo, Sr. Street Manila 1004



OF CUSTOMS AGE CENTER E 1 4 E F

JAN/23 2020

20 January 2020 •

COMMISIONER REY LEONARDO B. GUERRERO Bureau of Customs South Harbor, Gate 3 Port Area. Manila

BOC-09-1069

Dear Commissioner Guerrero:

As instructed by the Secretary of Finance, we are transmitting herewith, for information and/or appropriate action, a copy of the 02 January 2020 letter, with enclosures, addressed to the Secretary of Finance from Secretary Ramon M. Lopez, Department of Trade and Industry (DTI), furnishing this Office with a copy of the DTI's Order dismissing the application for general safeguard measure on the importation of ceramic floor and wall tiles from various countries, and requesting your Office to issue the relevant Customs Memorandum Order for the immediate release of the cash bond to the importers.

Please address any responses to the Secretary of Finance.

For any clarifications, please contact Telephone Number 522 3262 or send an email to secfin@dof.gov.ph with the reference number 011620DOF00112I.

Thank you.

OFFICE OF THE SECRETARY DEPARTMENT OF FINANCE ₩



HOVED SAIN 27 202)

JAIN 27 2021



02 January 2020



SECRETARY CARLOS G. DOMINGUEZ

Department of Finance DOF Building, BSP Complex Roxas Blvd., Manila

Dear Secretary Dominguez:

This is to respectfully furnish your good office a copy of the Department of Trade and Industry's (DTI) Order dismissing the application for general safeguard measure on the importation of ceramic floor and wall tiles from various countries. The Tariff Commission (TC) has established that ceramic floor and wall tiles were not imported in increased quantities during the period of investigation, TC recommended that no definitive safeguard measure be imposed on importations of ceramic floor and wall tiles classified under HS 2017 Subheading Nos. 6907.22 and 6907.23.

In view thereof, the DTI has issued the relevant Order on the matter which shall be effective from the date of the issuance by the Bureau of Customs of the Customs Memorandum Order (CMO) or 15 days after the publication of this Order in two (2) newspapers of general circulation, whichever, comes earlier.

May we therefore request your office to direct the Commissioner of the Bureau of Customs to issue the relevant Customs Memoramdum Order for the immediate release of the cash bond to the importers.

Thank you for your collaboration.

Very truly yours

Ramar M. Louez Secretary DEPT. OF FINANCE

1 6 JAN 2020

OFFICE OF THE SECRETARY

cc: Commissioner Rey Leonardo Guerrero Bureau of Customs JAN 16 2020

CENTRAL RECORDS MGNT. DIVISION



Department Administrative Order No. 20 - 0 1 Series of 2020

IN THE MATTER OF THE APPLICATION FOR GENERAL SAFEGUARD MEASURES ON IMPORTATION OF CERAMIC FLOOR AND WALL **TILES FROM VARIOUS COUNTRIES**

(Harmonized System 2017 Subheading Nos. 6907.22 and 6907.23)

ORDER

On 13 December 2019, the Department of Trade and Industry (DTI) received the Tariff Commission's (Commission) Formal Investigation Report on the general safeguard measure on the importation of ceramic floor and wall tiles from various countries classified under Harmonized System 2017 Subheading Nos. 6907.22 and 6907.23. The period covered by the investigation (POI) are the years 2013 to 2017 with updated data until 2019.

The Commission, in accordance with the Safeguard Measures Act (RA 8800), concluded that:

- 1. All current Philippine ceramic tile manufacturers are participants to the formal investigation and compliance with the domestic industry requirement is fully met under Section 4(f) of RA 8800.
- 2. Locally produced ceramic floor and wall tiles are "like" products to imported ceramic tiles falling under HS 2017 Subheading Nos. 6907.22 and 6907.23.
- 3. There was no increase in imports of ceramic floor and wall tiles, both in absolute terms and relative to domestic production, during the POI. Total imports of ceramic floor and wall tiles only increased in 2014 and stabilized thereafter. Imports of glazed ceramic floor and wall tiles, which constitute 87% of the total ceramic tiles imported into the country, showed a declining trend starting 2015. Similarly, the increase in the share of ceramic tile imports relative to local production was only evident in 2014, which thereafter evened-out until the end of the POI.
- 4. Since it has been established that ceramic floor and wall tiles were not imported in increased quantities (whether absolute or relative to domestic production) during the period of investigation, the determination of serious injury, or threat thereof, causation, and unforeseen developments has become moot and academic.

MASTER COPY

Considering that ceramic floor and wall tiles were not imported in increased quantities (whether absolute or relative to domestic production) during the period of investigation, the Commission terminated its formal investigation and recommended that no definitive general safeguard measure be imposed on importations of ceramic floor and wall tiles falling under HS 2017 Subheading Nos. 6907.22 and 6907.23.

IN VIEW THEREOF, the application for general safeguard measures on the importation of ceramic floor and wall tiles from various countries falling under HS 2017 Subheading Nos. 6907.22 and 6907.23 is hereby dismissed.

Section 13 of RA 8800 provides, " $x \times x$ In the event of a negative final determination, $x \times x$, the Sectary shall immediately issue, through the Secretary of Finance, a written instruction to the Commissioner of Customs, authorizing the return of the cash bond or the remainder thereof, as the case may be, previously collected as provisional general safeguard measure within ten (10) days from the date a final decision has been made: Provided, That the government shall not be liable for any interest on the amount to be returned. $x \times x$."

All cash bonds that may have been imposed on shipments of ceramic floor and wall tiles which entered or are withdrawn from warehouses in the Philippines for consumption starting 08 August 2019, the date of the effectivity of CMO No. 42-2019, shall be immediately returned to the concerned importer/s.

The DTI Order can be accessed at the DTI website: http://bit.ly/GSMceramicfloorwalltiles

The notification requirements under Article 12 of the WTO Safeguards Agreement and Section 17 of RA 8800 and its IRR shall be complied with. Imports originating from ASEAN Member states shall be governed by the provision of Article 11 of the ASEAN Trade in Goods Agreement (ATIGA).

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

SO ORDERED.

02 January 2020

RAMON M. LOPEZ

Secretary

UN

CMC No. 33-2020 p.6

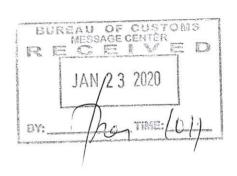






20 January 2020

COMMISIONER REY LEONARDO B. GUERRERO Bureau of Customs South Harbor, Gate 3 Port Area, Manila



Dear Commissioner Guerrero:



As instructed by the Secretary of Finance, we are transmitting herewith, for information and/or appropriate action, a copy of the 02 January 2020 letter, with enclosures, addressed to the Secretary of Finance from Secretary Ramon M. Lopez, Department of Trade and Industry (DTI), furnishing this Office with a copy of the DTI's Order dismissing the application for general safeguard measure on the importation of ceramic floor and wall tiles from various countries, and requesting your Office to issue the relevant Customs Memorandum Order for the immediate release of the cash bond to the importers.

Please address any responses to the Secretary of Finance.

For any clarifications, please contact Telephone Number 522 3262 or send an email to secfin@dof.gov.ph with the reference number 011620DOF00112I.

Thank you.

OFFICE OF THE SECRETARY DEPARTMENT OF FINANCE ₩



CMC No. 33-2020 p. 7

TRABAHO NEG SYO KONSYUMER

02 January 2020



SECRETARY CARLOS G. DOMINGUEZ

Department of Finance DOF Building, BSP Complex Roxas Blvd., Manila

Dear Secretary Dominguez:

This is to respectfully furnish your good office a copy of the Department of Trade and Industry's (DTI) Order dismissing the application for general safeguard measure on the importation of ceramic floor and wall tiles from various countries. The Tariff Commission (TC) has established that ceramic floor and wall tiles were not imported in increased quantities during the period of investigation, TC recommended that no definitive safeguard measure be imposed on importations of ceramic floor and wall tiles classified under HS 2017 Subheading Nos. 6907.22 and 6907.23.

In view thereof, the DTI has issued the relevant Order on the matter which shall be effective from the date of the issuance by the Bureau of Customs of the Customs Memorandum Order (CMO) or 15 days after the publication of this Order in two (2) newspapers of general circulation, whichever, comes earlier.

May we therefore request your office to direct the Commissioner of the Bureau of Customs to issue the relevant Customs Memoramdum Order for the immediate release of the cash bond to the importers.

Thank you for your collaboration.

Very truly yours

Ramor M. Levez Secretary DEPT. OF FINANCE

OFFICE OF THE SECRET

cc: Commissioner Rey Leonardo Guerrero Bureau of Customs CENTRAL RECORDS MGNT, DIVISION

2020

DEPARTMENT OF FINANCE



Department Administrative Order No. 20 - 0 1 Series of 2020

IN THE MATTER OF THE APPLICATION FOR GENERAL SAFEGUARD MEASURES ON THE IMPORTATION OF CERAMIC FLOOR AND WALL TILES FROM VARIOUS COUNTRIES

(Harmonized System 2017 Subheading Nos. 6907.22 and 6907.23)

ORDER

On 13 December 2019, the Department of Trade and Industry (DTI) received the Tariff Commission's (Commission) Formal Investigation Report on the general safeguard measure on the importation of ceramic floor and wall tiles from various countries classified under Harmonized System 2017 Subheading Nos. 6907.22 and 6907.23. The period covered by the investigation (POI) are the years 2013 to 2017 with updated data until 2019.

The Commission, in accordance with the Safeguard Measures Act (RA 8800), concluded that:

- All current Philippine ceramic tile manufacturers are participants to the formal investigation and compliance with the domestic industry requirement is fully met under Section 4(f) of RA 8800.
- Locally produced ceramic floor and wall tiles are "like" products to imported ceramic tiles falling under HS 2017 Subheading Nos. 6907.22 and 6907.23.
- 3. There was no increase in imports of ceramic floor and wall tiles, both in absolute terms and relative to domestic production, during the POI. Total imports of ceramic floor and wall tiles only increased in 2014 and stabilized thereafter. Imports of glazed ceramic floor and wall tiles, which constitute 87% of the total ceramic tiles imported into the country, showed a declining trend starting 2015. Similarly, the increase in the share of ceramic tile imports relative to local production was only evident in 2014, which thereafter evened-out until the end of the POI.
- 4. Since it has been established that ceramic floor and wall tiles were not imported in increased quantities (whether absolute or relative to domestic production) during the period of investigation, the determination of serious injury, or threat thereof, causation, and unforeseen developments has become most and academic.

MASTER COPY

Considering that ceramic floor and wall tiles were not imported in increased quantities (whether absolute or relative to domestic production) during the period of investigation, the Commission terminated its formal investigation and recommended that no definitive general safeguard measure be imposed on importations of ceramic floor and wall tiles falling under HS 2017 Subheading Nos. 6907.22 and 6907.23.

IN VIEW THEREOF, the application for general safeguard measures on the importation of ceramic floor and wall tiles from various countries falling under HS 2017 Subheading Nos. 6907.22 and 6907.23 is hereby dismissed.

Section 13 of RA 8800 provides, " $x \times x$ In the event of a negative final determination, $x \times x$, the Sectary shall immediately issue, through the Secretary of Finance, a written instruction to the Commissioner of Customs, authorizing the return of the cash bond or the remainder thereof, as the case may be, previously collected as provisional general safeguard measure within ten (10) days from the date a final decision has been made: Provided, That the government shall not be liable for any interest on the amount to be returned. $x \times x$."

All cash bonds that may have been imposed on shipments of ceramic floor and wall tiles which entered or are withdrawn from warehouses in the Philippines for consumption starting 08 August 2019, the date of the effectivity of CMO No. 42-2019, shall be immediately returned to the concerned importer/s.

The DTI Order can be accessed at the DTI website: http://bit.ly/G5Mceramicfloorwalltiles

The notification requirements under Article 12 of the WTO Safeguards Agreement and Section 17 of RA 8800 and its IRR shall be complied with. Imports originating from ASEAN Member states shall be governed by the provision of Article 11 of the ASEAN Trade in Goods Agreement (ATIGA).

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

SO ORDERED.

02 January 2020

RAMON M. LOPEZ

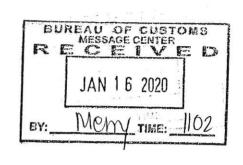
Secretary





SECRETARY CARLOS G. DOMINGUEZ

Department of Finance DOF Building, BSP Complex Roxas Blvd., Manila





Dear Secretary Dominguez:

This is to respectfully furnish your good office a copy of the Department of Trade and Industry's (DTI) Order dismissing the application for general safeguard measure on the importation of ceramic floor and wall tiles from various countries. The Tariff Commission (TC) has established that ceramic floor and wall tiles were not imported in increased quantities during the period of investigation, TC recommended that no definitive safeguard measure be imposed on importations of ceramic floor and wall tiles classified under HS 2017 Subheading Nos. 6907.22 and 6907.23.

In view thereof, the DTI has issued the relevant Order on the matter which shall be effective from the date of the issuance by the Bureau of Customs of the Customs Memorandum Order (CMO) or 15 days after the publication of this Order in two (2) newspapers of general circulation, whichever, comes earlier.

May we therefore request your office to direct the Commissioner of the Bureau of Customs to issue the relevant Customs Memoramdum Order for the immediate release of the cash bond to the importers.

Thank you for your collaboration.

Very truly yours

Secretary

Commissioner Rey Leonardo Guerrero Bureau of Customs

JAN 17 2021

OFFICE OF THE SECRETARY

5/F Industry & Investments Building 385 Senator Gil J. Puyat Avenue, 1200 Makati City, Philippines



Department Administrative Order No. 20 - 01
Series of 2020

IN THE MATTER OF THE APPLICATION FOR GENERAL SAFEGUARD MEASURES ON THE IMPORTATION OF CERAMIC FLOOR AND WALL TILES FROM VARIOUS COUNTRIES

(Harmonized System 2017 Subheading Nos. 6907.22 and 6907.23)

ORDER

On 13 December 2019, the Department of Trade and Industry (DTI) received the Tariff Commission's (Commission) Formal Investigation Report on the general safeguard measure on the importation of ceramic floor and wall tiles from various countries classified under Harmonized System 2017 Subheading Nos. 6907.22 and 6907.23. The period covered by the investigation (POI) are the years 2013 to 2017 with updated data until 2019.

The Commission, in accordance with the Safeguard Measures Act (RA 8800), concluded that:

- All current Philippine ceramic tile manufacturers are participants to the formal investigation and compliance with the domestic industry requirement is fully met under Section 4(f) of RA 8800.
- 2. Locally produced ceramic floor and wall tiles are "like" products to imported ceramic tiles falling under HS 2017 Subheading Nos. 6907.22 and 6907.23.
- 3. There was no increase in imports of ceramic floor and wall tiles, both in absolute terms and relative to domestic production, during the POI. Total imports of ceramic floor and wall tiles only increased in 2014 and stabilized thereafter. Imports of glazed ceramic floor and wall tiles, which constitute 87% of the total ceramic tiles imported into the country, showed a declining trend starting 2015. Similarly, the increase in the share of ceramic tile imports relative to local production was only evident in 2014, which thereafter evened-out until the end of the POI.
- 4. Since it has been established that ceramic floor and wall tiles were not imported in increased quantities (whether absolute or relative to domestic production) during the period of investigation, the determination of serious injury, or threat thereof, causation, and unforeseen developments has become moot and academic.

Considering that ceramic floor and wall tiles were not imported in increased quantities (whether absolute or relative to domestic production) during the period of investigation, the Commission terminated its formal investigation and recommended that no definitive general safeguard measure be imposed on importations of ceramic floor and wall tiles falling under HS 2017 Subheading Nos. 6907.22 and 6907.23.

IN VIEW THEREOF, the application for general safeguard measures on the importation of ceramic floor and wall tiles from various countries falling under HS 2017 Subheading Nos. 6907.22 and 6907.23 is hereby dismissed.

Section 13 of RA 8800 provides, " $x \times x$ In the event of a negative final determination, $x \times x$, the Sectary shall immediately issue, through the Secretary of Finance, a written instruction to the Commissioner of Customs, authorizing the return of the cash bond or the remainder thereof, as the case may be, previously collected as provisional general safeguard measure within ten (10) days from the date a final decision has been made: Provided, That the government shall not be liable for any interest on the amount to be returned. $x \times x$."

All cash bonds that may have been imposed on shipments of ceramic floor and wall tiles which entered or are withdrawn from warehouses in the Philippines for consumption starting 08 August 2019, the date of the effectivity of CMO No. 42-2019, shall be immediately returned to the concerned importer/s.

The DTI Order can be accessed at the DTI website: <u>http://bit.ly/GSMceramicfloorwalltiles</u>

The notification requirements under Article 12 of the WTO Safeguards Agreement and Section 17 of RA 8800 and its IRR shall be complied with. Imports originating from ASEAN Member states shall be governed by the provision of Article 11 of the ASEAN Trade in Goods Agreement (ATIGA).

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

SO ORDERED.

02 January 2020

RAMON M. LOPEZ

Secretary

CRA