



REPUBLIC OF THE PHILIPPINES
DEPARTMENT OF FINANCE
BUREAU OF CUSTOMS

A modernized and credible customs administration that upholds good governance and is among the world's best

Republic of the Philippines,

Seizure Identification
No. CFZ **190-2023**

-versus-

Shipment said to contain “**GIFT – KIDS DRESS 100% COTTON MANUFACTURER: HELLO BABY GARMENTS PHILIPPINES, GIFT – KIDS ROMPER 100% COTTON MANUFACTURER; HELLO BABY GARMENTS PHILIPPINES, GIFT – KID’S PONYTAIL SET BOX, GIFT – KID’S LEARNING BOOKS, GIFT – WOMAN SWEATER 100% COTTON MANUFACTURER: MACBETH PHILIPPINES, GIFT – WOMEN BOYLEG CYCLING SHORTS 100% NYLON SPANDEX MANUFACTURER: SO-EN LUXURY GARMENTS PHILLIPINES, GIFT – KID’S SLEEPWEAR 100% COTTON MANUFACTURER: PJS SLEEPWEAR, GIFT – MEN’S SWEATER 100% COTTON MANUFACTURER: GOLDEN ABC INC PHILIPPINES, GIFT – MENS SHORTS 100% COTTON MANUFACTURER: GOLDEN ABC INC., PHILLIPINES**” bound to Brampton, Ontario, Canada which will be shipped thru Federal Express (FedEx) Clark on 11 April 2023 under House Airway Bill No. 771795816734 but found to contain **various bags (7 pcs. Gucci, 1 pc. Chanel, 6 pcs. LV, 1 pc. Dior, 1 pc. YSL) 1 pc. Burberry belt, 2 pcs. LV wallets and 2 pairs Valentino shoes**

Exporter/Shipper:

MARK CRUZ

Reten Street, Sampaloc, Manila 1008 PH

Claimant.

X-----X

DECISION

This resolves the seizure and forfeiture proceedings instituted against the above-captioned shipment for violation of Section 1113 (f) and (l) (3 & 4) of Republic Act (R.A.) No. 10863 otherwise known as the Customs Modernization and Tariff Act (CMTA).

As culled from the records, the material facts of the instant case are as follows:

On 11 April 2023, a shipment bound to Brampton, Ontario, Canada (Consignee: Varinder Bhui) under House Airway Bill No. 771795816734 said to contain “**GIFT – KIDS DRESS 100% COTTON MANUFACTURER: HELLO BABY GARMENTS PHILIPPINES, GIFT – KIDS ROMPER 100% COTTON MANUFACTURER; HELLO BABY**



GARMENTS PHILIPPINES, GIFT – KID’S PONYTAIL SET BOX, GIFT – KID’S LEARNING BOOKS, GIFT – WOMAN SWEATER 100% COTTON MANUFACTURER: MACBETH PHILIPPINES, GIFT – WOMEN BOYLEG CYCLING SHORTS 100% NYLON SPANDEX MANUFACTURER: SO-EN LUXURY GARMENTS PHILLIPINES, GIFT – KID’S SLEEPWEAR 100% COTTON MANUFACTURER: PJS SLEEPWEAR, GIFT – MEN’S SWEATER 100% COTTON MANUFACTURER: GOLDEN ABC INC PHILIPPINES, GIFT – MENS SHORTS 100% COTTON MANUFACTURER: GOLDEN ABC INC., PHILLIPINES” under the name of MARK CRUZ with address at Reten Street, Sampaloc, Manila 1008 PH arrived at the Federal Express (FedEx) gateway facility and marked for verification/physical examination by the X-ray Inspector on duty.

On 20 April 2023, Trade Control Examiner Julius Ceasar Asuncion conducted physical examination on the subject shipment in the presence of representative from FedEx with the following findings:

AS DECLARED IN THE INVOICE	AS FOUND
<ul style="list-style-type: none"> • 10 PCS. GIFT – KIDS DRESS 100% COTTON MANUFACTURER: HELLO BABY GARMENTS PHILIPPINES • 10 PCS. GIFT – KIDS ROMPER 100% COTTON MANUFACTURER; HELLO BABY GARMENTS PHILIPPINES • 5 PCS. GIFT – KID’S PONYTAIL SET BOX • 5 PCS. GIFT – KID’S LEARNING BOOKS • 5 PCS. GIFT – WOMAN SWEATER 100% COTTON MANUFACTURER: MACBETH PHILIPPINES • 12 PCS. GIFT – WOMEN BOYLEG CYCLING SHORTS 100% NYLON SPANDEX MANUFACTURER: SO-EN LUXURY GARMENTS PHILLIPINES • 6 PCS. GIFT – KID’S SLEEPWEAR 100% COTTON MANUFACTURER: PJS SLEEPWEAR • 5 PCS. GIFT – MEN’S SWEATER 100% COTTON MANUFACTURER: GOLDEN ABC INC PHILIPPINES • 5 PCS. GIFT – MENS SHORTS 100% COTTON MANUFACTURER: GOLDEN ABC INC., PHILLIPINES 	<ul style="list-style-type: none"> • Various bags (7 pcs. Gucci, 1 pc. Chanel, 6 pcs. LV, 1 pc. Dior, 1 pc. YSL) • 1 pc. Burberry belt • 2 pcs. LV wallets • 2 pairs Valentino shoes
<p>Value: USD 150.00 Gross Weight: 20.5 kgs.</p>	

Based on the abovementioned discrepancy between the goods found during the physical examination and goods declared in the commercial invoice, Ms. Maricar Go, Officer-In-Charge (OIC) Export Unit, and Trade Control Examiner Asuncion, thru Atty. Lilibeth Sandag, Deputy Collector for Operations, submitted a Memorandum dated 05 May 2023 recommending the issuance of a WSD against the subject shipment for violation of Section 1113 (l) (3) and (4) of the CMTA.

On 08 May 2023, a WSD docketed as Seizure Identification (S.I.) No. CFZ 190-2023 was issued by then Officer-In-Charge of this Port, Collector John Simon, against the subject shipment.



Thereafter, hearings were scheduled on 05 and 06 June 2023, however, no representative from claimant (exporter/shipper) appeared on the appointed date of the hearing.

In a Disposition Form dated 04 October 2023 from SP/Capt. Arnel A. Baylosis, District Commander, this Port, it is stated that the WSD and Notice of Hearing were not served because the exporter/shipper and address are fictitious/insufficient.

Thus, we resolve.

ISSUE:

Whether or not the subject shipment may be forfeited in favor of the government.

DISCUSSION:

In quasi-judicial proceedings, procedural rules governing service of notices/summons are not strictly construed. Substantial compliance thereof is sufficient. The constitutional requirement of due process with respect to service of summons only exacts that the service of summons be such as may reasonably be expected to give the notice desired.

In the case at hand, records show that serving of the WSD and Notice of Hearing was unsuccessful considering that the exporter/shipper and address are fictitious/insufficient. Hence, the same were posted at the FedEx, and BOC Bulletin Board and Official Website in compliance with Sections 6.5.2 and 10.13 of Customs Administrative Order (CAO) No. 10-2020, to wit:

6.5.2. x x x If the owner is unknown, with insufficient address, or a foreign entity or individual, service shall be effected by posting of the WSD by the ESS in the bulletin board of the concerned collection district office, and by electronic posting through the BOC website, or printed publication, for fifteen (15) days.

10.13. Notice of Hearing shall be served by personal service or, if not practicable by reason of distance and lack of personnel to effect personal service, by private courier service; or posting in the bulletin board of the Law Division or equivalent office of the concerned Collection District for unknown claimants, with insufficient address or foreign claimants. x x x

Moreover, Section 1121 of the CMTA and Section 9.4 of the same CAO provides that "If, within fifteen (15) days calendar days after service of warrant and due notice, no owner or agent can be found or appears before the District Collector, the seized goods shall be forfeited *ipso facto* in favor of the government to be disposed of in accordance with the CMTA."

In this case, since no claimant appeared despite due notice and service of warrant, the seized goods should be forfeited *ipso facto* in favor of the government and disposed of in accordance with the law.

Furthermore, the subject shipment was declared in the commercial invoice as "GIFT – KIDS DRESS 100% COTTON MANUFACTURER: HELLO BABY GARMENTS PHILIPPINES, GIFT – KIDS ROMPER 100% COTTON MANUFACTURER; HELLO



BABY GARMENTS PHILIPPINES, GIFT – KID’S PONYTAIL SET BOX, GIFT – KID’S LEARNING BOOKS, GIFT – WOMAN SWEATER 100% COTTON MANUFACTURER: MACBETH PHILIPPINES, GIFT – WOMEN BOYLEG CYCLING SHORTS 100% NYLON SPANDEX MANUFACTURER: SO-EN LUXURY GARMENTS PHILLIPINES, GIFT – KID’S SLEEPWEAR 100% COTTON MANUFACTURER: PJS SLEEPWEAR, GIFT – MEN’S SWEATER 100% COTTON MANUFACTURER: GOLDEN ABC INC PHILIPPINES, GIFT – MENS SHORTS 100% COTTON MANUFACTURER: GOLDEN ABC INC., PHILLIPINES” contrary to the findings of Trade Control Examiner Asuncion that the same contained **various bags (7 pcs. Gucci, 1 pc. Chanel, 6 pcs. LV, 1 pc. Dior, 1 pc. YSL) 1 pc. Burberry belt, 2 pcs. LV wallets and 2 pairs Valentino shoes.** As such, the same are considered goods subject to seizure and forfeiture under Section 1113 (f) and (l) (3 & 4) of the CMTA, to wit:

SEC. 1113. Property Subject to Seizure and Forfeiture. –
Property that shall be subject to seizure and forfeiture include:

xxx

(f) Goods, the importation or exportation of which are effected or attempted contrary to law, or any goods of prohibited importation or exportation, and all other goods which, in the opinion of the District Collector, have been used, are or were entered to be used as instruments in the importation or the exportation of the former.

xxx

(l) Goods sought to be imported or exported:

(3) Through a false declaration or affidavit executed by the owner, importer, exporter, or consignee concerning the importation of such goods;

(4) On the strength of a false invoice or other document executed by the owner, importer, exporter, or consignee concerning the importation or exportation of such goods; or

xxx

All told, this Office finds it proper to forfeit the subject shipment for violation of Section 1113 (f) and (l) (3 & 4) of the CMTA.

WHEREFORE, by virtue of the authority vested in me by law, it is hereby ordered and decreed that **shipment said to contain “GIFT – KIDS DRESS 100% COTTON MANUFACTURER: HELLO BABY GARMENTS PHILIPPINES, GIFT – KIDS ROMPER 100% COTTON MANUFACTURER; HELLO BABY GARMENTS PHILIPPINES, GIFT – KID’S PONYTAIL SET BOX, GIFT – KID’S LEARNING BOOKS, GIFT – WOMAN SWEATER 100% COTTON MANUFACTURER: MACBETH PHILIPPINES, GIFT – WOMEN BOYLEG CYCLING SHORTS 100% NYLON SPANDEX MANUFACTURER: SO-EN LUXURY GARMENTS PHILLIPINES, GIFT – KID’S SLEEPWEAR 100% COTTON MANUFACTURER: PJS SLEEPWEAR, GIFT – MEN’S SWEATER 100%**



COTTON MANUFACTURER: GOLDEN ABC INC PHILIPPINES, GIFT – MENS SHORTS 100% COTTON MANUFACTURER: GOLDEN ABC INC., PHILLIPINES” bound to Brampton, Ontario, Canada which will be shipped thru Federal Express (FedEx) Clark on 11 April 2023 under House Airway Bill No. 771795816734 but found to contain various bags (7 pcs. Gucci, 1 pc. Chanel, 6 pcs. LV, 1 pc. Dior, 1 pc. YSL) 1 pc. Burberry belt, 2 pcs. LV wallets and 2 pairs Valentino shoes, subject of this seizure and forfeiture proceeding, be **FORFEITED in favor of the Government to be disposed of in the manner provided for by law.**

Let copies of the Order be furnished to all parties and offices for their information.

SO ORDERED.

Port of Clark International Airport, Clark Freeport Zone, Pampanga,
_____.


ATTY. ERASTUS SANDINO B. AUSTRIA, CESO V
District Collector, Port of Clark

Copy furnished:

1. Owner/Consignee/Shipper
2. Unit/Office in Custody of the Goods
3. Chief, ACDD

