



REPUBLIC OF THE PHILIPPINES
DEPARTMENT OF FINANCE
BUREAU OF CUSTOMS

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25 June 2024

CUSTOMS MEMORANDUM CIRCULAR
NO. 113-2024

TO : ASSISTANT COMMISSIONER
ALL DEPUTY COMMISSIONERS
ALL DIRECTORS AND DIVISION CHIEFS
ALL DISTRICT AND SUB-PORT COLLECTORS
ALL OTHERS CONCERNED

SUBJECT : DEPARTMENT OF TRADE AND INDUSTRY – STRATEGIC
TRADE MANAGEMENT OFFICE (DTI – STMO)
MEMORANDUM CIRCULAR NO. 24-04: “GUIDELINES ON
THE INDIVIDUAL EXPORT AUTHORIZATION OF DIRECT
CURRENT (DC) SERVOMOTOR”

Attached herewith is the letter with attachments dated 07 June 2024 from Atty. Janice Sacedon – Dimayacyac, Director, DTI – STMO, on the abovementioned subject which stipulates that any entity engaged in, or intending to engage in, the export of certain DC Servomotors shall apply for the End-Use or Catch-All Controls authorization with the STMO, in accordance with Section 11 of the Strategic Trade Management Act.

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

For information and appropriate action.


BIENVENIDO Y. RUBIO
Commissioner



JUN 27 2024



CMC NO. 113-2024 p-2

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RE: ... ASSESSMENT ... BY: ... DATE & TIME: 06-11-24

09-49114

07 June 2024 STPERD-LR092/11 DTS No. EX00338106

BUREAU OF CUSTOMS MESSAGE CENTER RECEIVED JUN 10 2024 BY: A. LISAKIAS TIME: 2:14

COMMISSIONER BIENVENIDO Y. RUBIO Bureau of Customs G/F OCOM Building 16th Street, South Harbor, Port Area, Manila

ATTN: ATTY. GENIEFELLE LAGMAY Director, Port Operations Service (POS)

Dear Commissioner Rubio:

The Department of Trade and Industry – Strategic Trade Management Office (DTI-STMO) wishes to inform the Bureau of Customs of the recently issued Memorandum Circular No. 24-04: Guidelines on the Individual Export Authorization of "DC Servomotor" Pursuant to Section 11 of the Strategic Trade Management Act of 2015, Amending DTI-STMO MC No. 23-06 S.2023."

DTI-STMO MC 24-04 stipulates that any entity engaged in or intending to engage in the export of certain direct current (DC) servomotors shall apply for End-Use or Catch-All Controls authorization with the STMO in accordance with Section 11 of the Strategic Trade Management Act.

Attached is a copy of MC 24-04 for your reference.

Thank you for your usual support and cooperation.

Very truly yours,

Handwritten signature of Janice S. Dimayacyac

Digitally signed by Janice S. Dimayacyac Date: 2024.06.07 18:21:48 +08'00'

ATTY. JANICE SACEDON-DIMAYACYAC Director

Handwritten initials 'fr'

BUREAU OF CUSTOMS PORT OPERATIONS SERVICE RECEIVED JUN 11 2024 BY: Jorg Aliagas TIME: 9:4

STRATEGIC TRADE MANAGEMENT OFFICE



MEMORANDUM CIRCULAR NO. 24-04
Series of 2024

SUBJECT : GUIDELINES ON THE INDIVIDUAL EXPORT AUTHORIZATION OF "DC SERVOMOTOR," PURSUANT TO SECTION 11 OF THE STRATEGIC TRADE MANAGEMENT ACT OF 2015, AMENDING DTI MEMORANDUM CIRCULAR NO. 23-06 S.2023

WHEREAS, Section 3 of Republic Act No. 10697, otherwise known as the Strategic Trade Management Act (STMA), states that the following activities shall be subject to an authorization issued by the Strategic Trade Management Office (STMO): export, import, transit, transshipment, re-export, reassignment of strategic goods, and the provision of related services;

WHEREAS, Section 4 of the STMA mandates establishing a National Strategic Goods List (NSGL) that will describe with specificity the strategic goods subject to authorization. The NSGL is composed of three (3) annexes: Military Goods (Annex 1), Dual-Use Goods (Annex 2), and Nationally Controlled Goods (Annex 3);

WHEREAS, Section 5(e) of the STMA defines end-use controls as a specific procedure authorizing the establishment of controls over any items, software, and technology not listed in the NSGL (unlisted goods) based on concerns related to weapons of mass destruction (WMD), their means of delivery, or military end-use in destinations subject to embargoes decided by the United Nations Security Council (UNSC), or to prohibited/ restricted end-users;

WHEREAS, Section 11 of the STMA provides specific conditions on how end-use controls may be imposed on goods that are not listed in the NSGL and related services;

WHEREAS, the STMO issued DTI Memorandum Circular (MC) No. 21-35, to define the criteria within which unlisted goods, software, and technology may require authorization under Section 11 of the STMA;

WHEREAS, the STMO issued DTI MC No. 23-06 to regulate the export of servomotors pursuant to Section 11 of the STMA;

WHEREAS, this MC is being issued to amend DTI MC No. 23-06 with the purpose of providing clear and specific guidelines pertaining to the servomotors that require STMO authorization;

STRATEGIC TRADE MANAGEMENT OFFICE

NOW, THEREFORE, this Circular is hereby issued for the information, guidance, and compliance of all covered persons.

1. Scope and Coverage

Any natural or juridical person who engages or intends to engage in the export of certain **DIRECT CURRENT (DC) SERVOMOTOR** shall apply for an End-Use or Catch-all Controls (CAC) authorization with the STMO, in accordance with Section 11 of the STMA.

2. DC Servomotor Subject to STMO Authorization

The table below shows the minimum specification of the DC servomotor covered by this Circular.

Performance Specification	
Maximum Torque Range	
oz - in	250
kg - cm	18

Table 1. Technical specification of DC servomotor subject to authorization

Under this Circular, servomotors shall cover those that are specifically designed, re-engineered, or potentially used in unmanned aerial vehicles (UAVs) or drones, military robotics, weapon systems, surveillance and targeting systems, autonomous vehicles, ground-based military equipment, and other similar goods with military and/or WMD end-use.

As exporters are more familiar with the potential end-use of their products, they are required to carry out additional end-use checks to determine whether their products can be used for WMD or military end-use.

3. Individual Authorization

Individual authorization is a form of license granted to a person or entity to engage in any of the covered activities with respect to one end-user and consignee and covering one or more unlisted good/s, software, or technology.

4. Criteria and Application Process

The exporter shall submit an application for an End-use/ CAC individual authorization with the STMO. It shall comply with Sections 3 (*End-Use or CAC Criteria*), 4 (*CAC Decision Guide*), and 5 (*Individual Authorization Application Process*) of DTI MC No. 21-35: *Guidelines On End-Use Or Catch-All Controls*, and its succeeding issuances. The End-use/ CAC individual authorization form may be accessed through this link: <https://www.dti.gov.ph/trabaho/strategic-trade-management/>.

In the absence of applicable provisions in this Circular, the pertinent provisions of MC No. 21-35: *Guidelines on End-Use or Catch-All Control* and its succeeding policies shall be applied suppletorily.

Further, MC No. 20-26: *Guidelines on Export Authorization* and its succeeding issuances, shall apply on matters not specified in this Circular, such as, but not limited to, the review of the export authorization application, amendment, the responsibility of the authorization holder, validity of authorization, exemptions, suspensions, and grounds for annulment, revocation, limitation, or modification of authorization.

5. Repealing Clause

This Circular supersedes/ amends/ modifies any prior issuances that are not consistent herewith. Consequently, DTI-STMO MC No. 23-06 is hereby repealed.

6. Penalties

Any violation of the provisions of this Circular shall be subject to applicable administrative and/ or criminal penalties under the STMA, including other applicable laws, rules, and regulations.

This Circular shall take effect immediately.
30 May 2024, Makati City.

Approved by:



Digitally signed by Janice S.
Dimayacyac
Date: 2024.05.30 11:25:36 +08'00'

ATTY. JANICE SACEDON-DIMAYACYAC
Director