

## **[ SUGAR ORDER NO. 1, September 02, 2010 ]**

### **SUGAR POLICY FOR CROP YEAR 2010-2011**

WHEREAS, Executive Order No, 18, dated 28 May 1986, vested the Sugar Regulatory Administration with the power to establish and maintain a balanced relationship between sugar production and the requirements of sugar and to maintain such marketing conditions as will ensure stabilized prices at levels reasonably profitable to the producers and fair to consumers;

WHEREAS, the Philippines' allocation for U.S. Quota year 2010-2011 is 142, 160 MTRV (136.201 MTCW);

WHEREAS, in order to promote the effective merchandising of sugar and its products in the domestic and U.S. Markets, it will be necessary to allocate the Crop Year 2010-2011 sugar production to such quantities as to place those engaged in the sugar industry on a basis of economic viability;

NOW, THEREFORE, pursuant to the powers vested in the Sugar Regulatory Administration (SRA), it is hereby ordered that:

SECTION 1. Production and Classes of Sugar – Pre-preliminary crop estimate for Crop Year 2010-2011 (September 01, 2010 to August 31, 2011) is 1.878 Million Metric Tons and shall be apportioned by the mill companies, as implementors of this Sugar Order, in the following percentages:

“A” or U.S. Quota Sugar – 7%

“B” or Domestic Sugar – 93%

Total - 100%

SECTION 2. Issuance of quedan-permits/molasses certificates

(a) As a general rule, except as hereinafter provided, sugar mill companies shall issue weekly sugar quedan-permits/molasses storage certificates in the name of the individual planter or mill companies for their corresponding shares of sugar and molasses production for the crop year 2010-2011.

(b) In cases of “A” and “B” sugar, however, where a planter has expressly authorized the mill company in writing or has executed a production/marketing agreement in favor of his association/cooperative which agreement provides for the consolidation of his weekly sugar/molasses production in the name of the association/cooperative, mill company concerned shall issue consolidated weekly sugar quedan-permits/molasses storage certificates in the name of the association/cooperative with an attached listing of the planters and their corresponding production covered by said sugar quedan-permits/ molasses storage certificates.

SECTION 3. Periodic Assessments, Percentage Adjustment - The SRA shall undertake periodic assessment of the 2010-2011 sugar production and consumption