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APR 0 7 2011*

PPA MEMORANDUM CIRCULAR

NO. 01 -2011

TO

The Port District Managers

The Port Managers

All Cargo Handling Operators

All Ship Owners
Port Users

Others Concerned

FROM

The General Manager

SUBJECT

Revocation of PPA Memorandum Circular (MC) No. 01-2009 (50%-50% Sharing on the Arrastre Fees in Instances Where Cargo Handling (CH) Operators Utilizes Equipment of the Shipping Lines in Rendering

Services to Vessels and Cargo Owner

Consistent with the requirement in the CH Contract, the Authority shall now strictly implement the policy where the authorized CH Operators are obligated to procure their equipment, either by purchase or lease.

In this regard, PPA MC No. 01-2009 prescribing the 50%-50% sharing on the arrastre fees in instances where the CH operator utilizes equipment of the shipping lines in rendering services to vessels and cargo owners is hereby **REVOKED**.

In the event where the shipping company is willing to allow the CH Operator to use its equipment, any arrangement as regards the payment shall be internal between the CH operator and the shipping company.

The payment of arrastre service shall be 100%.

Corollary to this, the Commercial Services Department shall delete the portion under "containerized cargo" of the schedule of cargo handling tariff of all ports.

This Circular shall take effect 15 days after publication in newspaper of general circulation.

JUAN C. STA. ANA

Published in the Manila Standard/Today - April 12, 2011

Effectivity Date - April 27, 2011

VISION

By 2010, PPA shall have met the international standards in port facilities and services in at least ten (10) ports in support of national development.

MISSION

We commit to provide reliable and responsive services in our ports, sustain development of our port communities and the environment, and be a model corporate agency of the government.