

BY THE PRESIDENT OF THE PHILIPPINES

MFN 100 12016

EXECUTIVE ORDER NO. 260

MODIFYING THE RATES OF DUTY ON CERTAIN IMPORTED ARTICLES AS PROVIDED UNDER THE TARIFF AND CUSTOMS CODE OF 1978, AS AMENDED, IN ORDER TO IMPLEMENT THE PREFERENTIAL TARIFF RATES ON CERTAIN PRODUCTS UNDER THE ASEAN INDUSTRIAL COOPERATION (AICO) SCHEME, IN FAVOR OF HONDA CARS PHILIPPINES, INC. (HCPI)-(COE NOS. HONDA/2003/27 AND HONDA/2003/29)

WHEREAS, the Philippines is a Contracting Party to the Basic Agreement on the ASEAN Industrial Cooperation Scheme (AICO) signed in Singapore on 27 April 1996;

WHEREAS, the Philippines is a participating country in the approved AICO Arrangements of Honda Cars Philippines, Inc. (HCPI) along with Thailand and Malaysia;

WHEREAS, under the Honda AICO Arrangement, the Philippines (Honda Cars Philippines, Inc.) will import from Thailand (Honda Automobile (Thailand) Co. Ltd.) and Malaysia (Honda Malaysia Sdn. Bhd.) certain original equipment manufacture (OEM) automotive parts/components for Honda Civic passenger cars (HS 8703.90 10). In exchange, Thailand and Malaysia will import from the Philippines complementary parts/components for the (OEM) of Honda Civic, Honda City, Honda Accord and CR-V;

WHEREAS, AICO Certificate of Eligibility Nos. Honda/2003/27 and Honda/2003/29 were issued on 11 and 29 August 2003, respectively, in favor of the participating companies in the Honda AICO Arrangement;

WHEREAS, in consonance with Articles 5 and 7 of the Basic Agreement of the AICO Scheme, participating companies in the approved Honda AICO Arrangements shall qualify for 0 – 5% preferential tariff rates to be extended by Thailand, Malaysia and the Philippines as participating countries.

NOW, THEREFORE, I, GLORIA MACAPACAL ARROYO, President of the Philippines, pursuant to the powers vested in me by law, do hereby order:

SECTION 1. The articles specifically listed in **Annex "A"** hereof, as classified under Section 104 of the Tariff and Customs Code of 1978, as



amended, shall be accorded the AICO rate of 3% on parts/components of Honda Civic (HS 8703.90 10) as specified in Column 6 thereof.

SECTION 2. The AICO rate provided in **Annex "A"** shall be accorded to the **AICO** entity in Thailand (Honda Automobile (Thailand) Co. Ltd.) and Malaysia (Honda Malaysia Sdn. Bhd.) upon the effectivity of this Executive Order.

SECTION 3. In the event that any subsequent changes are made in the basic (MFN) Philippine rate of duty on any of the articles listed in **Annex "A"** to a rate lower than the AICO rate prescribed in Column 6 of **Annex "A"** such articles shall automatically be accorded the corresponding reduced rate of duty.

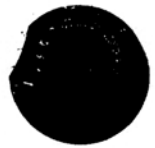
SECTION 4. Upon the effectivity of this Executive Order, the articles specifically listed in the aforesaid **Annex "A"** which are entered or withdrawn from warehouses in the Philippines for consumption shall pay the applicable AICO preferential tariff rates specified under Section 1 hereof, subject to compliance with the Rules of Origin for the Common Effective Preferential Tariff (CEPT).

SECTION 5. This Executive Order shall take effect immediately.

Done in the City of Manila, this 30th day of December, in the year of Our Lord, two thousand and three.

Florin Arroyo

By the President:



Avelino J. Cruz, Jr.

AVELINO J. CRUZ, JR.
Acting Executive Secretary



ARTICLES GRANTED PREFERENTIAL TARIFF UNDER THE
APPROVED HONDA AICO SCHEME

ANNEX "A"

(1) HS Code	(2) Model/Type	(3) Product Description	(4) Part No.	(5) Source Country/ (AICO Company)	(6) Applicable AICO Preferential Tariff (%)
8703.90 10	Honda CIVIC passenger car	PAN COMP, OIL COVER ASSY, R SIDE COVER COMP, CYLN HEAD PKG, HEAD COVER PULLEY, T/B DRIVE CASE ASSY, AIR CLEANER CHAMBER ASSY, RESONATOR TUBE ASSY B, AIR INTAKE CONN TUBE, AIR INTAKE RESERVE TANK ASSY PIPE, CONNECTING ASSY BRKT, COMPRESSOR DAMPER FR SUB FRAME RR BRKT, P/S PUMP EXTN R, DA/BD SIDE MBR EXTN L, DA/BD SIDE MBR LOWER UNDER BACK FRM SUB COMP SHOLD SLIDE ADJR BELT ASSY OUTER R RR SEAT BELT ASSY, INNER R RR SEAT BELT ASSY, OUTER L RR SEAT BELT ASSY, INNER L RR SEAT	11200-PLC-0000 11300-PLC-0000 12310-PLC-0000 12341-PLC-0000 13621-PLD-0030 17200-PLC-Y000 17230-PLC-0000 17243-PLC-0000 17244-PLC-0000 19100-PLC-0000 19510-PMV-T000 38930-PLC-0000 50205-S5A-0000 56997-PLR-A000 61126-S5A-3000 61127-S5A-3000 81126-S5A-J000-XB 81460-S84-A000-M2 82450-S5H-T000-M5 82455-S5H-T000-M5 82850-S5H-T000-M5 82855-S5K-D000-M5	Thailand (Honda Automobile (Thailand) Co. Ltd.)	3
8703.90 10	Honda CIVIC passenger car	SHAFT ASSY FR, R DRIVE SHAFT ASSY FR, L DRIVE SHAFT ASSY FR, R DRIVE SHAFT ASSY FR, L DRIVE SHAFT ASSY FR, R DRIVE SHAFT ASSY FR, L DRIVE SHAFT ASSY FR, R DRIVE SHAFT ASSY FR, L DRIVE SHAFT ASSY FR, R DRIVE SHAFT ASSY FR, L DRIVE	44305-SSD-A000-M1 44306-SSD-A000-M1 44305-SSD-A100-M1 44306-SSD-A100-M1 44305-SSD-A500-M1 44306-SSD-A500-M1 44305-SSD-A600-M1 44306-SSD-A600-M1	Malaysia (Honda Malaysia Sdn. Bhd.)	3