

MEMORANDUM CIRCULAR NO. 56-A

TO : ALL OWNERS/OPERATORS OF TANKERS AND BARGES HAULING OIL AND/OR PETROLEUM PRODUCTS IN THE PHILIPPINE WATERWAYS AND COASTWISE SHIPPING AND ALL CONCERNED

SUBJECT : AMENDMENT OF MEMORANDUM CIRCULAR NO. 56

Pursuant to resolution no, 91-043 series of 1991 of the maritime industry Authority board , and on recommendation of special committee created for the purpose in consultation with private sector , memorandum circular no. 56 is hereby Amended to read as follow :

1. OIL / MARINE POLLUTION COVER. - tankers and barges hauling oil and / or petroleum products , shall be covered by a recognized insurance company/ies, protection & indemnity clubs or there equivalent against oil / marine pollution risk in the amount equivalent to us\$300 million if the tanker/barge has 700,00 liters capacity
2. THIRD PARTY LIABILITY. – liquefied petroleum gas (LPG) carrier shall be covered against equivalent to us\$2million to be secured from a recognized insurance company/ies protection & indemnity clubs , or their equivalent.
3. CLASSIFICATION. - ALL tankers and barges of 500 GRT and above Coming into the present system (fleet) shall be classed and class maintained by a classifications society recognized by marina while existing tankers of the same size shall be classed and class maintained within three (3) years from 21 September 1990; provided , that barges regardless of size under local construction as registered with the MARINA as of 21 September 1990 , and tankers and barges below 500 GRT , need not be classed but have to submit certificate of inspection issued by the Philippine coast guard incorporation petroleum industry suitability checklist may requirements. Provided , however, that MARINA may require classification of vessels as a condition under other MARINA memorandum circulars nos. 24, 24-A, 25, 25-D and as public interest may warrant.
4. CAPITALIZATION. – the required minimum paid up capital of P2 million in addition to the financial capacity requirement shall be applied only to companies/corporations operating such tankers/barges. Single

proprietorship shall be subjected to a financial evaluation to determine financial sufficiency.

This circular shall supersede memorandum circular no.56, series of 1990 and takes effect fifteen (15) days after its publication once in a newspaper of general circulation.

Manila , Philippines December 4, 1991