



**MARINA CIRCULAR NO. 2018-02**

**TO : ALL SHIPBUILDERS, SHIP REPAIRERS, SHIPYARDS AND ALL OTHER CONCERNED ENTITIES**

**SUBJECT : REVISED RULES AND REGULATIONS RELATING TO REGISTRATION AND LICENSING OF SHIPBUILDING AND SHIP REPAIR FACILITIES AND FOR OTHER PURPOSES**

Pursuant to Presidential Decree 474, Presidential Decree No. 1059, Executive Order 125/125-A, and Republic Act No. 9295 and its IRR as amended, the following rules and regulations are hereby adopted.

**I. OBJECTIVE**

To provide standards, requirements and guidelines for the registration and licensing of all entities engaged in shipbuilding and/or ship repair activities in the country.

**II. COVERAGE**

These rules and regulations cover all shipyards owned or operated by Filipino citizens and/or foreign nationals, corporations, partnership, cooperatives and entities engaged or intending to engage in shipbuilding and/or ship repair activities within the Philippines.

**III. DEFINITION OF TERMS**

1. **Administration** refers to the Maritime Industry Authority (MARINA).
2. **Annual Endorsement** refers to the endorsement of License after an annual inspection has been conducted for purposes of monitoring and enforcing of MARINA rules and regulations.
3. **Builder's Certificate** refers to a certificate issued by a MARINA-Registered Shipyard to ships that are constructed, converted, altered, modified or rebuilt upon satisfactory compliance with the design and construction requirements under relevant MARINA rules and regulations.
4. **Certificate of Dry-docking** refers to a certificate issued by a MARINA-Registered Shipyard to ships engaged in domestic or international trade, after satisfactory compliance with the mandatory dry-docking requirements under relevant MARINA rules and regulations.

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5. **Dry-Docking** refers to the condition in which a ship is taken out of water for cleaning and repair of its hull and integral parts such as rudder, propeller, sea valves and sea chests, among others.
  6. **“Equivalent Facilities”** refers to those identified in the list of facilities under section V that can facilitate the dry-docking and undocking of ships in Class C shipyard.
  7. **“License”** refers to the certificate issued by the Administration which grants permission to a MARINA-Registered Shipyard to engage in shipbuilding and/or ship repair activity, upon compliance with the provisions of this Circular and its subsequent amendments.
  8. **“MARINA-Registered Shipyards”** refers to shipyards owned and operated by Filipino Citizen and/or Foreign National, corporation, partnerships, cooperatives and entities duly registered by the Administration under this Circular and its subsequent amendments.
  9. **“Qualification Inspection”** refers to an inspection conducted by the Administration to verify & validate the compliance of the shipyard to all the requirements & conditions prescribed by this Circular prior to the registration, issuance of license and classification of shipyard.
  10. **“Registration”** refers to the certificate issued by the Administration showing that the Shipyard has been officially registered in the MARINA Book of Shipyard Registry.
  11. **“RENA”** refers to a Registered Naval Architect.
  12. **“Ship” or “Vessel”** refers to any craft or artificial contrivance capable of floating on water, designed to be used or capable of being used as a means of water transportation utilizing its own motive power or that of others<sup>1</sup>.
  13. **“Shipyard”** refers to the shipbuilding or repair facilities which have the capability to lift vessels above waterline in order to effect ship work on vessels, appendages, structure, machinery and equipment<sup>1</sup>.
  14. **“Shipbuilding”** refers to the design, construction, launching and outfitting of all types of ship and watercraft<sup>1</sup>.
  15. **“Shipbuilding Permit”** refers to the permit issued by the Administration to the ship to be constructed, modified, altered, converted or rebuilt in accordance with the Administration’s approved vessel plans.
  16. **“Ship Repair”** refers to the overhaul, refurbishment, renovation, improvement, or alteration of the hull, machineries, equipment, outfits and components of all types of ship<sup>1</sup>.

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<sup>1</sup>Refer to RA 9295 definition of terms

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17. **“Shipbuilder and/or Ship Repairer”** refers to the citizen of the Philippines, or a commercial partnership owned by majority of Filipinos, or a corporation incorporated under the laws of the Philippines, the capital of which is owned or controlled in any proportion by Filipinos or foreign nationals, or by both such Filipinos or foreign nationals, or by corporations whether Filipino or foreign- owned, which is duly authorized by the Administration to engage in the business of shipbuilding and/or ship repair or to otherwise operate a shipyard, graving dock or marine repair yard<sup>2</sup>.
  18. **“Shipbuilding/ Ship Repair Capability”** refers to the overall measure of a shipyard’s machinery, equipment, manpower, technical know-how and financial capability to provide comprehensive shipbuilding and ship repair services<sup>3</sup>.
  19. **“Shipbuilding/ Ship Repair Capacity”** refers to the capacity of a shipyard for shipbuilding and/ or dry-docking operations based on the sufficiency and adequacy of its shipbuilding and/ or ship repair facilities and dry-docking facilities.

107 **IV. GENERAL PROVISIONS**

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109 **REGISTRATION**

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1. All Entities engaged or intending to engage in shipbuilding and/or ship repair activities must be properly registered and issued a Certificate of Registration.
  2. A Book of Shipyard Registry shall be maintained by the Administration and kept open to free inspection by the public during regular office hours and subject to the provision of the Rules on Freedom of Information (FOI).
  3. MARINA-Registered Shipyards shall be deleted from the Book of Shipyard Registry under any of the following circumstances:
    - (a). **Non-operational for a period of five (5) years; and,**
    - (b). **Found out to have violated the government rules and regulations, after due process.**
  4. The name of entity for shipyard registration shall reflect the nature of operation of the business as shipbuilding and/or ship repair and as one of the primary purpose(s) stated in their: DTI Certificate of registration for Single Proprietorship; SEC Articles of incorporation for Partnership and Corporation; and, CDA Articles of Cooperation.

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<sup>2</sup>Refer to RA 9295 definition of terms

<sup>3</sup>Refer to MC 2007-02 definition of terms

- 133 5. Qualification inspection is a pre-requisite for new shipyard owners and/or  
134 operators prior to registration, issuance of license and classification of  
135 shipyard.  
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137 6. **The shipyard shall promote and observe gender equality and**  
138 **women empowerment principles in the workplace in support of the**  
139 **Gender and Development program of MARINA and as mandated by**  
140 **the Republic Act 9710 or the Magna Carta of Women Sec. 22. Right**  
141 **to Decent Work and its Implementing Rules and Regulations Sec.**  
142 **25. Right to Decent Work.**  
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## 144 LICENSING

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146 7. Only MARINA-Registered Shipyards shall be issued a license to  
147 undertake shipbuilding and/ or ship repair activities within the limits  
148 provided by this circular accorded hereto.  
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150 8. The license is a pre-requisite to the availment of applicable incentives  
151 that may be administered by the Administration and other privileges as  
152 may be provided by the law.  
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154 9. Applicant for shipyard registration shall show proof of ownership or legal  
155 possession of the premises where the shipyard operation shall be  
156 undertaken. In cases of leased premises, the contract of lease should  
157 have a minimum validity of five (5) years reckoned from the date of the  
158 issuance of the Certificate of Registration.  
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160 10. Annual inspection is required for existing shipyards prior to endorsement  
161 or renewal of license. Shipyard inspection shall be governed by a  
162 manual of procedures by the Administration.  
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164 11. A MARINA-Registered Shipyard licensed under this Circular shall only  
165 undertake shipbuilding and/or ship repair activities within the authorized  
166 place of business operation. For licensed shipyard with two or more  
167 places of business operation, the rule of one license for one shipyard per  
168 location shall apply.  
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170 12. A MARINA-Registered Shipyard which intends to undertake ship  
171 breaking activities shall secure a separate license to engage in such  
172 activity.  
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174 13. The MARINA-Registered Shipyard should be an existing member of a  
175 **"MARINA-recognized shipyard association"** prior to the issuance of  
176 new MARINA license as a shipyard or renewal of expired license. If not  
177 yet a member, should submit proof that it has pending application for  
178 membership in a MARINA-recognized shipyard association.  
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180 14. All MARINA-Registered Shipyards licensed under this Circular shall be  
181 required to secure ISO 9001:2015 on Quality Management System and  
182 its latest amendments from a certification body accredited by the  
183 Philippine Accreditation Bureau (PAB).

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15. All MARINA-Registered Shipyards licensed under this Circular shall likewise have a documented Health and Safety and Environmental Management Systems verified by the Administration based on standards to be developed by the Administration, concerned government agencies and its recognized industry partners/ associations.

**V. QUALIFICATION REQUIREMENTS**

1. **Classification and Capitalization for Shipyards.** The applicant must comply with all the minimum requirements prescribed hereunder to be classified and registered accordingly.

Category	Classification	Facility	Capability	Paid-Up Capitalization /Capitalization + Assets
Shipbuilding and Ship Repair (SBSR)	<b>CLASS A</b>	Slipway or launch way and at least 2 of the following, one of which should be <b>at least 130 m in length</b>  Shipyards area that can accommodate a Fabrication Area, Machine shop and Assembly Area	<ul style="list-style-type: none"> <li>• Graving Dock</li> <li>• Floating Dock</li> <li>• Syncrolift or Lift Dock</li> <li>• Building Yard</li> </ul>	capable to build and repair big ships with <b>MINIMUM length overall of 130 meters</b>  ₱ 50,000,000
Shipbuilding and Ship Repair (SBSR)	<b>CLASS B</b>	Slipway or launch way and at least 1 of the following, one of which should be <b>at least 80 m in length</b>  Shipyards area that can accommodate a Fabrication Area, Machine shop and Assembly Area	<ul style="list-style-type: none"> <li>• Graving Dock</li> <li>• Floating Dock</li> <li>• Syncrolift or Lift Dock</li> <li>• Building yard</li> </ul>	capable to build and repair ships with <b>MAXIMUM length overall of 129 meters</b>  ₱ 25,000,000
Shipbuilding and Ship Repair (SBSR)	<b>CLASS C</b>	Slipway or launch way and equivalent facility <b>below 80 m in length</b>  Shipyards area that can accommodate a Fabrication Area, Machine shop and Assembly Area	<ul style="list-style-type: none"> <li>• Rollers</li> <li>• Inflatable Rubber<sup>4</sup></li> <li>• Ship lift</li> <li>• Electric/Hydraulic Marine Winch for Ship Pulling</li> <li>• Marine Travel lift</li> <li>• Marine Railways or Prime movers</li> <li>• Building yard</li> </ul>	capable to build and repair ships with <b>MAXIMUM length overall of 80 meters</b>  ₱ 10,500,000

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<sup>4</sup>Air Bags used for dry-docking must be equipped with special mechanism or facility for safe operation

201 **2. Staffing Requirements for Shipbuilding and Ship Repair, Entities.**

202 **Management/ Technical Skills Competence**

203 For Shipyard Technical/ Operations Manager, the Shipyard must have  
 204 sufficient formal related educational background/training in ship design,  
 205 building, repair and shipyard management. For Skilled Workers, the  
 206 Shipyard must have sufficient formal related shipyard trade or skills  
 207 training (as certified by educational institutions, classification societies,  
 208 TESDA, etc.), or proven experienced of at least 3 years in ship  
 209 construction and repair.  
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213 **Minimum Number of Workers**

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Technical	Class A	Class B	Class C
Registered Naval Architect <sup>5</sup>	2	1	1
Licensed Marine Engineer	1	-	-
Licensed Mechanical Engineer	1	1*	1*
Licensed Electrical Engineer	1	1*	1*
Safety Officer	2	1	1
Draftsman	2	1*	1*

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Skilled Workers			
Supervisor/QC	3	2	1
Welder/ Cutter	10	6	2
Pipe Fitter	5	3	1*
Ship Fitter	5	3	1*
Carpenter	3	1	1*
Licensed Master Electrician	3	2	1
Heavy Equipment Operator	2	1	1*
Mechanic	2	1	1*
Painter	3	2	1*
Sandblaster	3	2	1*
Diver	3	2	1*
Rigger	3	2	1*

*\*May be on a per project-based or consultancy basis only*

216 **3. Minimum Yard Machineries and Equipment for Shipbuilding and**  
 217 **Ship Repair Entities**

218 **Minimum Number of Yard Machineries and Equipment**

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Machineries & Equipment		Class A	Class B	Class C
Crane(effective lifting capacity)	25 tons	3	-	-
	15 tons	-	2	-
	10 tons			1
Blowers (Stand type or portable)		4	3	2
Chain Blocks	10 tons	1	-	-
	5 tons	1	1	1
	2 tons	3	2	1

<sup>5</sup>Refer to the IRR of RA 10698, The Naval Architecture Law

	0.5 tons	2	1	1
Lathe Machine*		1	1	1
Drill Machine*		2	1	1
Milling Machine*		1	1	-
Grinding Machine*		2	2	1
Bending Machine*		2	1	-
Hydraulic Jack	50 tons	1		
	10 tons	3	2	
Automatic Welding Machine		2		
Electric Welding Machine		10	8	5
Automatic Cutting Machine		2		
Portable Cutting Outfit		10	8	5
Air Compressor		2	1	1
Anti-explosive light or equivalent (i.e..9volts of 6 batteries)		3	1	1
Bore Gauge		1	1	1
<b>Multi-gas Detector</b>		<b>4</b>	<b>3</b>	<b>2*</b>
Breathing Apparatus		2	2	1*
Sludge Oil Storage Tank or equivalent reception facility		20m3	10m3	5m3*
* Proof of rental service may be allowed.				

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4. Existing licensed shipyards shall comply with the foregoing requirements upon renewal of their license.

## VI. DOCUMENTARY REQUIREMENTS

### REGISTRATION

- a. Letter of Application
- b. Cert of registration (e.g. SEC, DTI, CDA)
- c. Proof of Affiliation with a **“MARINA-recognized shipyard association”** or proof of application for affiliation

### LICENSING

#### ISSUANCE/UPGRADING

- a. Letter of Application
- b. Alien Employment Permit issued by DOLE or BID (for Foreign Nationals)
- c. Proof of employment and Bio-data of Technical and Skilled personnel
- d. Proof of ownership of shipyard or Lease Contract valid for at least Five (5) years ( in case the facility is leased/rented) ,
- e. Copy of Plans of the Shipbuilding and Ship repair Facilities including location map
- f. Proof of Trainings for management, technical and skilled personnel or Certification from shipyard or any enterprises related his/her expertise
- g. Valid Mayor's Permit or PEZA Certification including Fire Safety Inspection Certification from BFP or equivalent
- h. Valid Environmental Compliance Certificate Clearance (ECC) from DENR.

- 251 i. Copy of Occupational Safety and Health (OSH) accreditation/DOLE  
252 Certification  
253 j. Duly accomplished Data Sheet prescribed by the Administration  
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#### 255 **RENEWAL**

- 256 a. Letter of application  
257 b. Alien Employment Permit issued by DOLE or BID (for Foreign Nationals)  
258 c. Proof of employment and Bio-data of Technical and Skilled personnel  
259 d. Proof of ownership of shipyard or Lease Contract valid for at least Five (5)  
260 years (in case the facility is leased/rented)  
261 e. Copy of plans of SBSR Facilities, in case of expansion or modernization  
262 f. Duly accomplished Data Sheet prescribed by the Administration  
263 g. Valid Mayor's Permit or PEZA Certification including Fire Safety Inspection  
264 Certification from BFD  
265 h. Valid Environmental Compliance Certificate Clearance (ECC) from DENR.  
266 i. Copy of Occupational Safety and Health (OSH) accreditation/DOLE  
267 Certification  
268 j. Copy of valid ISO 9001:2015 QMS Certificate with proof of accreditation of the  
269 Certification Body from PAB  
270 k. Shipyard Annual Report(s) (SBSR Record book)  
271 l. Latest Audited Financial Statement stamped received by BIR  
272 m. Duly accomplished Data Sheet prescribed by the Administration  
273 n. Original License  
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#### 275 **ANNUAL ENDORSEMENT**

- 276 a. Letter of Application  
277 b. Original License  
278 c. Duly accomplished Data Sheet prescribed by the Administration  
279 d. Latest Audited Financial Statement stamped received by BIR  
280 e. Shipyard Annual Report(s) (SBSR Record book)  
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#### 287 **VII. VALIDITY OF LICENSE**

289 The license shall be valid for a period of five (5) years subject to annual  
290 endorsement unless revoked/cancelled. Attached sample certificate as  
291 Annex A.  
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#### 294 **VIII. CONDITIONS AND OBLIGATIONS ATTENDANT TO THE LICENSE ISSUED:**

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297 1. The license is non-transferable.  
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299 2. The original Registration and License Certificate shall be displayed in a  
300 conspicuous place in the main office and certified true copy of the  
301 certificate shall be posted at its place of business.



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3. A licensed shipyard intending to withdraw or temporarily suspend its business operations is required to submit written notice to the Administration within thirty (30) calendar days prior to suspension of operation and the original license must be surrendered.

A license surrendered may be reissued within the 5 year validity period provided that inspection requirements are complied with. Otherwise, a new license shall be secured from the Administration.

In case of withdrawal, the licensed shipyard shall be required to surrender the original Certificate of Registration and shall automatically be dropped from the Shipyard Registry book.

4. The application for the renewal of license must be filed at least thirty (30) days before the expiry date. No license shall be renewed unless an inspection shall have been conducted.
5. License not renewed and /or endorsed on time shall be assessed an additional fee/surcharge of fifty percent (50%) of the processing fee for each month of default or any fraction thereof, which shall be without prejudice to the imposition of administrative, fines and penalties for operating without valid MARINA license prescribed in Section X of this Circular.
6. A license valid for five (5) years shall be endorsed annually by the Administration. Non-endorsement of License shall be subject to penalties under Section X of this Circular.
7. Licensed shipyard or ship owner/operator shall secure a **Shipbuilding Permit** prior to construction, conversion, alteration, modification, rebuilding of ships. Licensed shipyard or ship owner/operator shall be required to submit and secure approval from the Administration of all plans for construction, conversion, alteration, modification, rebuilding of ships<sup>6</sup>.
8. Only licensed shipyards shall issue Builder's Certificate of ships constructed, converted, altered, modified or rebuilt by them corresponding to their License **including the inventory of hazardous materials used in the construction of ship.**

Only RENA shall sign and seal all plans and specification for ship construction, conversion, alteration, modification or rebuilding. Electrical plan shall be signed and sealed by a Professional Electrical Engineer. **Other specification such as the level of noise and vibration, heat and other ambient factors shall be reviewed and certified by a Licensed Safety Engineer.**

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<sup>6</sup>Refer to MC2015-07

350 For new construction and upon approval of ship's plan and specification,  
351 Hull Identification Number shall be assigned by the shipyard which shall  
352 be displayed near the ship being constructed.  
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354 9. Only licensed shipyard shall issue a Certificate of Dry-docking to ships  
355 dry-docked in their facility after completion of the required repairs/work  
356 orders.  
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358 10. A licensed shipyard shall inform/submit to the Administration the  
359 following:  
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361 10.1 New business address and telephone numbers within ten (10)  
362 days after the actual change;

363 10.2 Names of new Director or other principal officer within thirty  
364 (30)Calendar days after the appointment;  
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366 10.3 Certified true copy of Amended Articles of  
367 Incorporation/Partnership or By-laws duly approved by SEC, within  
368 thirty (30) calendar days after approval (if any);  
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370 10.4 Any change in the lease contract; and,  
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372 10.5 Hiring of service contractors.  
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374 11. The shipyard shall maintain a record book and electronic copy of records  
375 registered by the Administration indicating the activities (job orders,  
376 availment of incentives, etc.) of the yard and shall be made available for  
377 inspection anytime.  
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379 12. All licensed shipyards shall submit electronic copy of the following  
380 records within thirty (30) days after the end of each quarter :  
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382 12.1 Dry-docking Schedule booked for the next 3 months;  
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384 12.2 Available Capacity/Utilization;  
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386 12.3 Copies of Dry-docking reports issued for the previous quarter;  
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388 12.4 Copies of Certificates issued for Non-availability of Dry-docking  
389 space for the previous quarter;  
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391 12.5 For shipbuilders, **annual reports** of newly constructed ships,  
392 inclusive of details as to type, particulars, and ownership of such  
393 ships, within thirty(30) days of the succeeding year.  
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395 13. The required reports under item 11 of this Section shall serve as pre-  
396 requisites for the renewal of the required license(s).  
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400 **IX. FEES AND CHARGES**

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The following fees shall be charged for the issuance, upgrading, renewal and annual endorsement of SBSR license:

**Registration**

Category	Processing Fee (PHP)
Class A	10,000.00
Class B	5,000.00
Class C	1,000.00

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**Licensing**

Category	Pre Qualification/ Annual Inspection Fee (PHP)	Processing Fee (PHP)	License Certificate
Class A	12,400.00	34,400.00	500.00
Class B	9,300.00	25,800.00	500.00
Class C	6,300.00	17,200.00	500.00

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**X. SANCTIONS**

1. For engaging in shipbuilding and ship repair activities **without a MARINA- SBSR license**, a person or enterprise shall be subject to closure, to be effected by the MARINA in coordination with an appropriate Law Enforcement Authorities after due process.
2. For engaging in shipbuilding and ship repair activities **with expired MARINA-SBSR license**, a person or enterprise shall be imposed the following administrative fines:

Category	1 <sup>st</sup> Violation (PHP)	2 <sup>nd</sup> Violation (PHP)	3 <sup>rd</sup> & Succeeding Violation
Class A	100,000.00	Plus 100% of first violation fines	Closure after due process Plus 200% of first violation fines
Class B	75,000.00		
Class C	50,000.00		

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Likewise, for ship owners/ operators hiring or commissioning the services of non-licensed shipyards shall be imposed the following administrative fines:

1 <sup>st</sup> Violation (PHP)	2 <sup>nd</sup> Violation (PHP)	3 <sup>rd</sup> & Succeeding Violation
100,000.00	Plus 100% of first violation fines	Closure after due process Plus 200% of first violation fines

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3. For engaging in shipbuilding and ship repair activities with non-endorsed MARINA-SBSR license, a person or enterprise shall be imposed the following administrative fines:

Category	1 <sup>st</sup> Violation (PHP)	2 <sup>nd</sup> Violation (PHP)	3 <sup>rd</sup> & Succeeding Violation
Class A	75,000.00	Plus 100% of first violation fines	Closure after due process Plus 200% of first violation fines
Class B	50,000.00		
Class C	25,000.00		

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4. Non-submission of required reports;

Category	1 <sup>st</sup> Violation per document (PHP)	2 <sup>nd</sup> Violation per document (PHP)	3 <sup>rd</sup> & Succeeding Violation per document
Class A	3,000.00	6,000.00	₱ 12,000.00 and cancellation/revocation of License for the operation of the shipyard
Class B	1,500.00	3,000.00	₱ 6,000.00 and cancellation/revocation of License for the operation of the shipyard
Class C	1,000.00	2,000.00	₱ 4,000.00 and cancellation/revocation of License for the operation of the shipyard

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5. Failure to secure valid ISO Certification on time as per section XI, Transitory Provision:

Category	1 <sup>st</sup> Violation (PHP)	2 <sup>nd</sup> Violation (PHP)	3 <sup>rd</sup> & Succeeding Violation
Class A	100,000.00	Suspension of License Plus 100% of first violation fines	Closure after due process Plus 200% of first violation fines
Class B	75,000.00		
Class C	50,000.00		

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6. Violations of conditions and obligations attached to the license;

- 6.1 Failure to secure Shipbuilding Permit under Section VIII (7);

Category	1 <sup>st</sup> Violation (PHP)	2 <sup>nd</sup> Violation (PHP)	3 <sup>rd</sup> & Succeeding Violation
Class A	100,000.00	Suspension of License Plus 100% of first violation fines	Closure after due process Plus 200% of first violation fines
Class B	75,000.00		
Class C	50,000.00		

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6.2 Submission by the shipyard of any false statement or misrepresentation or fraudulent or tampered or irregularly issued certificates, license, or documents, such as Builders Certificate & Dry-docking Certificate of Section VIII (8) & (9) of this Circular and other pertinent documents;

Category	1 <sup>st</sup> Violation (PHP)	2 <sup>nd</sup> Violation (PHP)	3rd & Succeeding Violation
Class A	100,000.00	Suspension of License Plus 100% of first violation fines	Closure after due process Plus 200% of first violation fines
Class B	75,000.00		
Class C	50,000.00		

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6.3 Submission by the shipyard of spurious/tampered/fake documents and unauthorized/ unlicensed signatory/s required for the approval all plans and specification for ship construction, conversion, alteration, modification or rebuilding as per Section VIII (8);

Category	1 <sup>st</sup> Violation (PHP)	2 <sup>nd</sup> Violation (PHP)	3rd & Succeeding Violation
Class A	100,000.00	Suspension of License Plus 100% of first violation fines	Closure after due process Plus 200% of first violation fines
Class B	75,000.00		
Class C	50,000.00		

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6.4 Other conditions of Section VIII of this Circular; and,

Category	1 <sup>st</sup> Violation (PHP)	2 <sup>nd</sup> Violation (PHP)	3rd & Succeeding Violation
Class A	50,000.00	Suspension of License Plus 100% of first violation fines	Closure after due process Plus 200% of first violation fines
Class B	25,000.00		
Class C	15,000.00		

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7 The MARINA may, after due notice and hearing, suspend/cancel/revoke the license to operate of a MARINA-Registered Shipyard for any of the following grounds:

- 7.1 Failure to maintain the qualifications for registration as required in Section V.
- 7.2 Willful or gross violation of shipyard laws and rules and regulations.
- 7.3 Violation of environment protection laws and rules and regulations.

## 473 XI. TRANSITORY PROVISION

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All existing licensed MARINA-Registered Shipyard shall be required to re-register during the renewal or annual endorsement of license upon effectivity of this circular.

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All MARINA-Registered licensed shipyards shall be required to comply with Section IV.14 & 15 within one (1) year to be reckoned on the next annual inspection upon effectivity of this circular.

**XII. REPEALING CLAUSE**


MARINA Circulars No. 178, 2007-02, 2009-06 and other issuances which are inconsistent herewith are hereby repealed, modified or amended accordingly.

**XIII. EFFECTIVITY**

This Circular shall take effect fifteen (15) days after publication in one (1) newspaper of national circulation or in the Official Gazette.

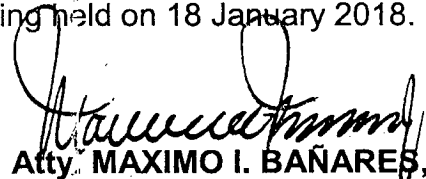
Done in the city of Manila, Philippines, this 18 day of January 2018.

BY THE AUTHORITY OF THE BOARD:

  
**USEC FELIPE A. JUDAN**  
Officer-In-Charge

**SECRETARY'S CERTIFICATE**

This is to certify that MARINA Circular No. 2018-02 has been approved by the MARINA Board in its 253<sup>rd</sup> Regular Board Meeting held on 18 January 2018.

  
**Atty. MAXIMO I. BAÑARES, JR.**  
Acting Corporate Board Secretary

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Date of Publication: 10 April 2018  
Business Mirror  
Date of Submission to ONAR: