Republic of the Philippines  
Pasay City  

KNOW ALL MEN BY THESE PRESENTS:

This Memorandum of Agreement (MOA) is entered into this 25th day of November 2014 at Pasay City, by and between:

PHILIPPINE ECONOMIC ZONE AUTHORITY, a government corporation created and operating under Republic Act No. 7316, as amended, with office address at PEZA Building, Roxas Boulevard corner San Luis Street, Pasay City, represented herein by its Director General, LILIA B. DE LIMA, who is duly authorized, and is hereinafter referred to as the "PEZA";

-and-

PHILIPPINE NATIONAL POLICE, a government office created and operating under Republic Act No. 6975, as amended, with office address at Camp Crame, Quezon City, represented herein by its Police Director General, ALAN LM. PURISIMA, who is duly authorized, and is hereinafter referred to as the "PNP";

WITNESSETH That:

WHEREAS, PNP is mandated to maintain peace and order, take all necessary steps to ensure public safety, and supervise and control the importation/exportation, manufacture, dealership, purchase, sale, transport, possession and use of explosives, blasting agents, explosive ingredients and other explosive materials;

WHEREAS, PEZA is tasked to promote investments, extend assistance, register, grant incentives to, and facilitate the business operations of investors in economic zones throughout the country;

WHEREAS, PEZA-registered enterprises use explosives and/or raw materials with explosive ingredients either in their production of various products for export or laboratory analysis to ensure quality of their process or products;

WHEREAS, PNP regulates, through its Firearms and Explosives Office, the importation, unloading, purchase/movement of explosives and/or raw materials with explosive ingredients;

WHEREAS, application for, and release of a license or permit involves the provincial, regional and national offices of the PNP;

WHEREAS, the license or permit issued by PNP to PEZA-registered enterprises is used by the latter in importing, unloading, purchasing and moving the explosives and/or raw materials with explosive ingredients into the economic zone;

WHEREAS, PEZA is ISO 9001:2008-certified for all its processes nationwide, and, thus, aims to continually improve and/or innovate on its services through cooperation with PNP by initiating measures to streamline procedures, processes and guidelines in the timely issuance/approval of license or permit, with the end in view of reducing the cost of doing business in the Philippines;

WHEREAS, the interface of both offices' processes may be abbreviated cognizant of the trends in doing business and to foster customer satisfaction, which in turn, will contribute significantly in greater production for export by PEZA-registered enterprises;
WHEREAS, PEZA-registered enterprises have undergone appropriate evaluation as to legitimacy of operations including their activities inside the economic zone and that a significant number of these enterprises fall within the Fortune Top 500 or the Philippines’ Top 1000 Corporations;

WHEREAS, PEZA and PNP are both willing to coordinate and cooperate in creating a globally competitive environment for PEZA-registered enterprises, as well as in attracting more investments into PEZA economic zones;

NOW, THEREFORE, for and in consideration of the foregoing premises, the parties to this MOA have agreed to the following:

1. Roles and Responsibilities of PEZA

1.1. To endorse to the PNP complete, valid and authentic applications of PEZA-registered enterprises for license or permits involving raw materials containing explosives, explosive ingredients and/or controlled chemicals intended for any of the following: local purchase, importation and unloading, transport/ movement/ shipping, storage, utilization and/or disposition of excess, unused, expired, rotten and/or deteriorated explosives, explosive ingredients and/or controlled chemicals;

1.2. To assure the PNP of the safety and security of transporting explosives and/or raw materials with explosive ingredients based on the standard amount or quantity, concentration level or purity, and feasibility of the chemicals to be used as an explosive or material for use in any criminal activity;

1.3. To assist in disseminating information relative to regulated items, and requirements for application for licenses or permits, including updates;

1.4. To actively participate in policy reviews and/or formulation of implementing rules and regulations by the PNP which may have an effect on the operations of PEZA-registered enterprises; and

1.5. To perform other necessary actions as may be needed in the course of cooperating and/or coordinating with the PNP.

2. Roles and Responsibilities of PNP

2.1. To assist PEZA-registered enterprises by way of streamlining the processes and procedures for licenses or permits at all levels;

2.2. To streamline the documentary requirements for materials that have been previously determined by the PNP as safe and secure for transportation;

2.3. To establish a “PEZA ‘ane” for applications filed by PEZA-registered enterprises;

2.4. To train and orient designated PEZA staff on the licensing and/or permitting requirements for raw materials containing explosives, explosive ingredients and/or controlled chemicals intended for any of the following: local purchase, importation and unloading, transport/ movement/ shipping, storage, utilization and/or disposition of excess, unused, expired, rotten and/or deteriorated explosives, explosive ingredients and/or controlled chemicals;

2.5. To disseminate and provide information to PEZA on updates concerning requirements, guidelines and procedures in the application of licenses or permits;

2.6. To initiate in coordination with PEZA the conduct of inspections and post-market surveillance or monitoring of enterprises or products of PEZA-registered enterprises;

2.7. To provide a PNP helpdesk for PEZA and PEZA-registered enterprises; and

2.8. To involve PEZA in drafting new, and/or review of existing policies, guidelines, rules and regulations on raw materials containing explosives, explosive ingredients and/or controlled chemicals intended for any of the following: local purchase, importation and unloading, transport/ movement/ shipping, storage, utilization and/or disposition of excess, unused, expired, rotten and/or deteriorated explosives, explosive ingredients and/or controlled chemicals.
3. Implementing Rules and Regulations. – A composite team shall be created and for this purpose, both the PEZA and PNP shall designate their respective personnel who shall prepare and formulate the rules and regulations to ensure the smooth and effective implementation of this MOA.

4. Amendments. - This MOA may be amended or modified upon mutual agreement of the parties, Provided that all amendments shall be covered by Supplemental Provisions as integral part of this MOA, Provided further, that any amendment or modification of this MOA or any part thereof shall take effect upon execution of a written instrument duly signed by both parties; Provided furthermore that should circumstances warrant the revision of the agreements contained in this MOA, the concerned party shall, prior to such revision, grant a reasonable transition or grace period of implementation.

5. Separability Clause. - If any part or provision of this MOA is held invalid, other provisions not affected thereby shall remain in force and effect.

6. Termination. - This MOA or any part thereof may be terminated upon mutual agreement in writing and signed by the parties.

7. Effectivity. - This MOA shall take effect upon execution and remain in force until both parties decide to terminate the same in accordance with the provisions of this MOA.

IN WITNESS WHEREOF, the parties hereunto have set their hands on the date and at the place above written.

PHILIPPINE ECONOMIC ZONE AUTHORITY

By: LILIA B. DE LIMA
Director General

PHILIPPINE NATIONAL POLICE

By: PDG ALAN J. PURISIMA
Chief, PNP

SIGNED IN THE PRESENCE OF:

TERESO O. PANGA
Deputy Director General, PEZA

PDIR MELITO M. MABILIN
Director, Civil Security Group, PNP
ACKNOWLEDGEMENT

(Republic of the Philippines)
Pasay City

BEFORE ME, a Notary Public for and in the above jurisdiction this 25th day of November 2014, personally appeared:

<table>
<thead>
<tr>
<th>NAME</th>
<th>CTC/PASSPORT NO.</th>
<th>ISSUED ON/AT</th>
</tr>
</thead>
<tbody>
<tr>
<td>LILIA B DE LIMA</td>
<td>FB 8563708</td>
<td>4 Jul '13 / Manila</td>
</tr>
<tr>
<td>ALAN LM. PURISIMA</td>
<td>CC 12107673396</td>
<td>13 Jan '14 / Cebu City</td>
</tr>
</tbody>
</table>

both known to me and to me known to be the same persons who executed the foregoing instrument and they acknowledged to me that the same is their free act and voluntary deed as well as that of the entities represented.

This instrument refers to a Memorandum of Agreement consisting of four (4) pages including the page on which this acknowledgement is written, and signed by the parties and their instrumental witnesses.

WITNESS MY HAND AND NOTARIAL SEAL affixed at the place and on the date first above written.

Doc. No. 226
Page No. 47
Book No. 11
Series of 2014

[Signature]

ROSS VINCENT S. SY
NOTARY PUBLIC FOR PASAY CITY
COMMISSION NO. 13-11 UNTIL DEC. 3, 2016
ATTY. ROLL No. 56345
IBP No. 554827-1-14 CAM. 2014
PFR No. 5674040/13-11/PASAY CITY