

[PRESIDENTIAL DECREE NO. 1466, June 11, 1978]

A DECREE AMENDING PRESIDENTIAL DECREE NO. 894, AS AMENDED

WHEREAS, it has been declared a national policy to accord high priority to the development of the country's maritime and air transport industries;

WHEREAS, Presidential Decree No. 806 was promulgated in recognition of the important role that overseas shipping plays in the economic development of the country;

WHEREAS, Presidential Decree No. 894, as amended by Presidential Decree Nos. 917 and 962, was promulgated to conserve the country's foreign exchange, promote the growth and development of the Philippines' overseas air and water transport industries, and to enhance national self-reliance in the transport of passengers and cargoes;

WHEREAS, it is necessary to align the provisions of Presidential Decree No. 894, as amended, with the equal cargo-sharing concept contained in Presidential Decree No. 806; and

WHEREAS, there is need for a more effective mechanism to implement the provisions of these Decrees.

NOW, THEREFORE, I, FERDINAND E. MARCOS, President of the Philippines, by virtue of the powers in me vested by the Constitution, do hereby decree the following as part of the laws of the land;

SECTION 1. The term "Philippine flag air carriers" as used herein, shall mean aircrafts which are duly registered in the Philippines and operated by the Philippine citizens or by a corporation or other entity owned or controlled by citizens of the Philippines.

The term "Philippine flag vessels" as used in this Decree shall refer to vessels which are duly registered in the Philippines and are owned or controlled, or chartered by Philippine citizens or by a corporation or other entity owned or controlled by citizens of the Philippines.

SECTION 2. Whenever any office, agency, or instrumentality of the government, including all government-owned or controlled corporations, shall procure, contract for, or otherwise obtain any transportation of persons or export and import cargoes by air or water between the Philippines and a place outside thereof, the payment for which is made or will ultimately be made from funds of the Republic of the Philippines or such instrumentalities or corporations, the head of the government office, agency, instrumentality, or government-owned or controlled corporation concerned shall obtain such transportation services from Philippine flag air carriers and/or vessels.

SECTION 3. Any persons, partnership, corporation or entity granted a loan or credit or whose obligation is guaranteed by the government or any of its financial institutions, shall, upon the effectivity of this Decree, utilize the services of