

**[ CUSTOMS MEMORANDUM ORDER NO. 39-90,  
June 08, 1990 ]**

**CLOSURE OF CUSTOMS BONDED WAREHOUSE**

**I. OBJECTIVE:**

To facilitate the closure of Customs bonded warehouse.

**II. GROUNDS FOR CLOSURE:**

A Customs bonded warehouse maybe closed by the District Collector of Customs, for any of the following grounds:

1. For filing on application for license to operate (new or renewal) found to contain false information.
2. For being inactive, for at least one continuous year i.e. no importation, or if there is such, no corresponding legal withdrawal of imported goods or exportation of finished goods.
3. For violation of Customs rules and regulations.
4. Upon written application of the operator.

**III. CLOSURE ORDER**

Upon finding of the existence of any of the grounds for closure aforestated the District Collector of Customs shall issue a closure order per format shown in Annex A hereof.

**IV. OPERATIONAL PROCEDURES:**

1. Upon the issuance by the District Collector of the closure order, the Chief of the Warehousing Inspection Division shall immediately effect the closure of the concerned CBW by sealing the same and put it under guard on a twenty four hours basis at the operator's expense.
2. Upon receipt of the closure order, the CBW operator concerned shall immediately surrender the books, records and other documents relative to and required for the operation of the CBW to the Chief of the CBW Division concerned.
3. The Chief of the CBW Division concerned shall immediately cause a complete inventory of all imported articles/raw materials, goods-in-process, finished products. The inventory should indicate, among others, the corresponding entries (numbers and year series).