

# Due Diligence Concepts

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# Shared Responsibility

Key Concepts

Goal

Voluntary  
Compliance



# Shared Responsibility Key Concepts

**Process**

**Due Diligence**



# Shared Responsibility Key Concepts

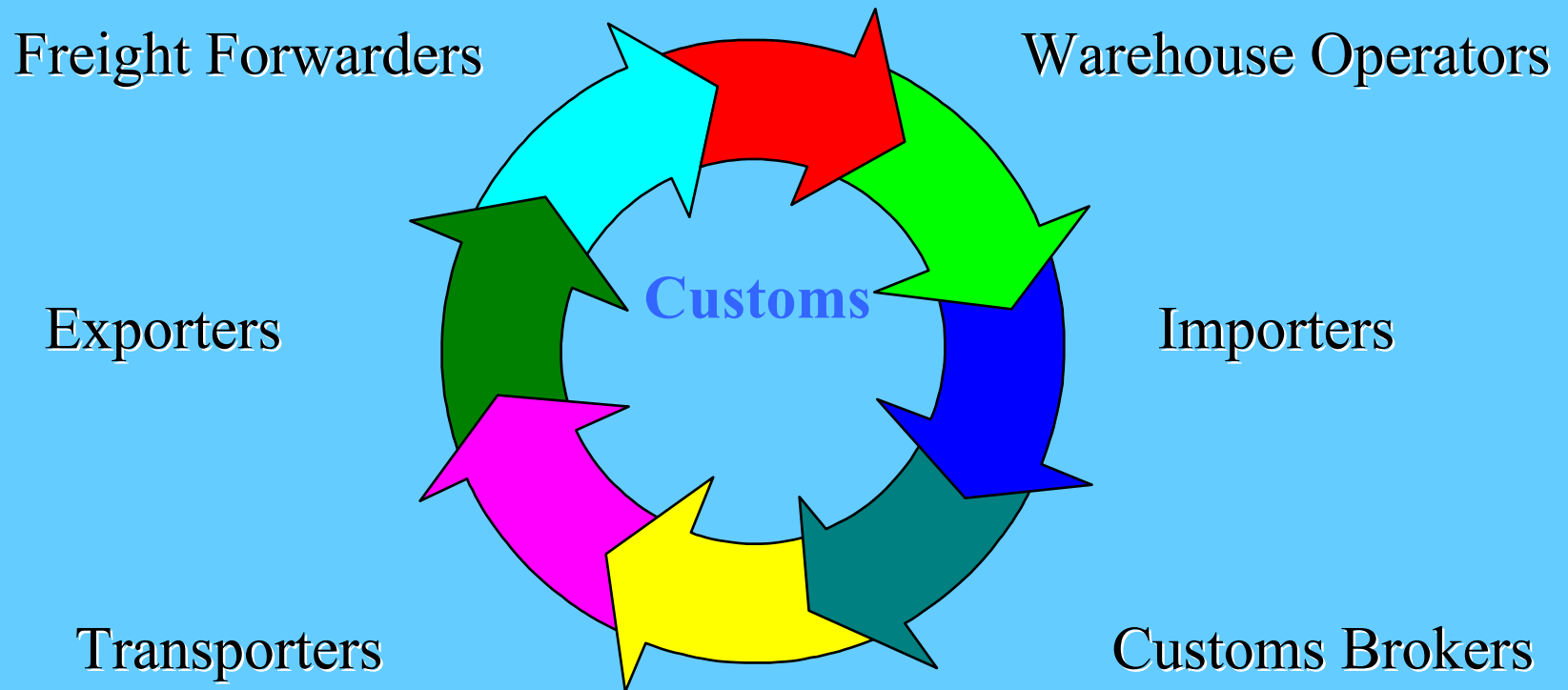
## Foundation



# Shared Responsibility Key Concepts



# International Trade Community



# Due Diligence Process Achieving Equilibrium



# What is due diligence?

Process



Exercising Reasonable Care



Documenting that Reasonable Care



# Benefits to Government:

1) Identifies problem

2) Identifies cause of problem

3) Identifies severity of problem

# **Benefits to Trade Community:**

- 1) Protection from unfair/misdirected penalties**
- 2) Establishes Professional Capabilities**
- 3) Increases business potential**
- 4) Basis for demand for better treatment by customs**

# Specific Industry Requirements



# EXPORTERS AND IMPORTERS

## Role:

- External Trader

## Requirements:

External Expert

Internal Expert

Internal Reviews

Licensing & Certification

Internal Records and Documentation

# FREIGHT FORWARDERS

## **Role:**

- Shipping specialist

## **Requirements:**

Defined Responsibilities

Internal Expert

Internal Reviews

Internal Records and Documentation



# TRANSPORTERS

## Role:

- Cargo transportation

## Requirements:

Defined Responsibilities

Internal Expert

Internal Reviews

Internal Records and Documentation

Physical Security



# CUSTOMS BROKER

## Role:

- Technical expert

## Responsibilities:

Licensing & Certification

Legal

Technical specialization

Process oversight

Information exchange coordination

Internal Reviews

Internal Records and Documentation



# WAREHOUSE OPERATOR

## Role:

- Cargo Storage

## Requirements:

Defined Responsibilities

Internal Expert

Internal Reviews

Internal Records and Documentation

Physical Security