



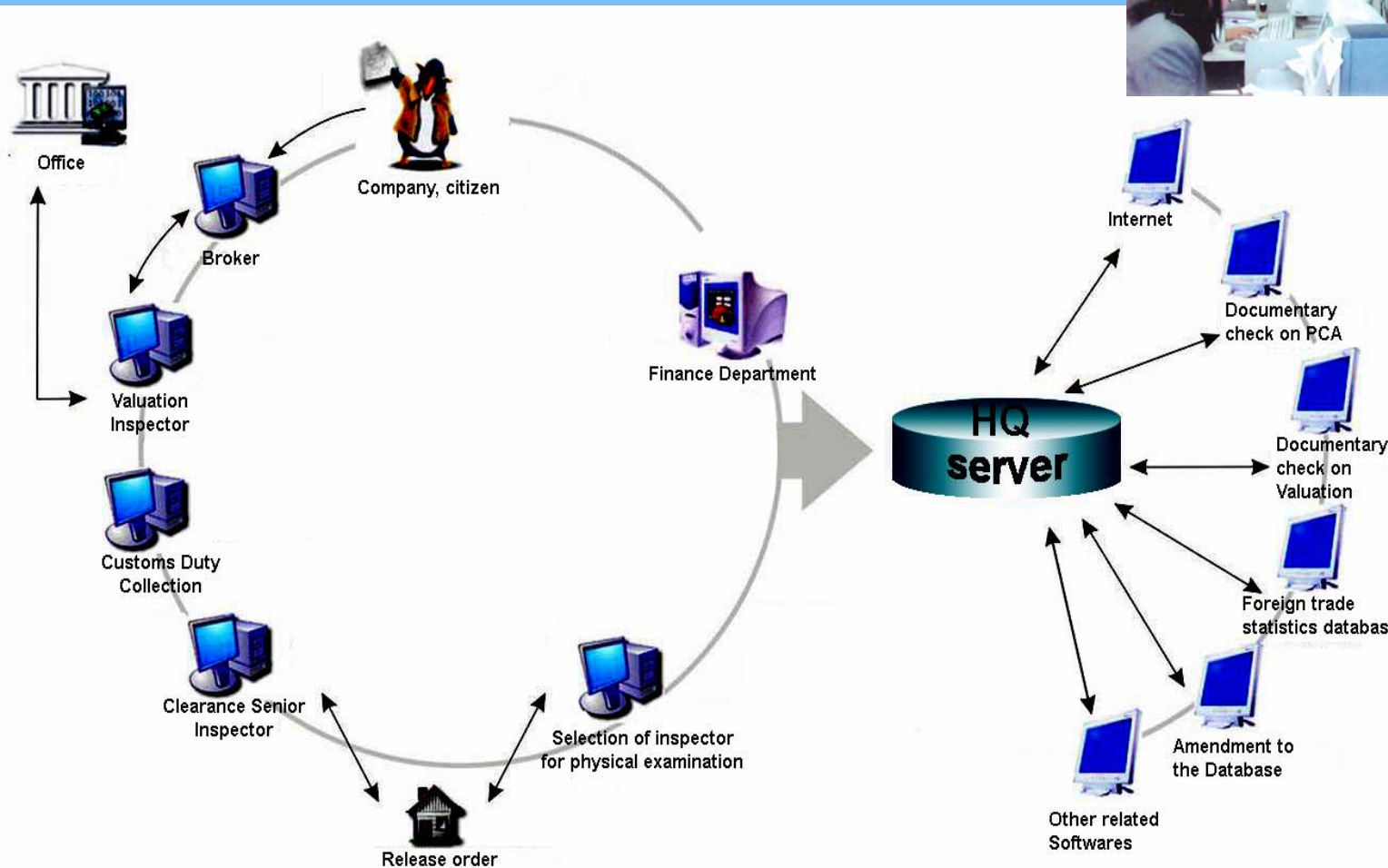
FOURTH MEETING OF THE CUSTOMS COOPERATION COMMITTEE
ГААЛИЙН ХАМТЫН АЖИЛЛАГААНЫ ХОРООНЫ ДӨРӨВДҮГЭЭР УУЛЗАЛТ
ЧЕТВЕРТАЯ ВСТРЕЧА КОМИТЕТА ПО ТАМОЖЕННОМУ СОТРУДНИЧЕСТВУ
7-9 September 2005, Ulaanbaatar, Mongolia

MONGOLIA'S TRADE FACILITATION AND CUSTOMS MODERNIZATION STRATEGY

Presented by: Khorloo BAATAR
Director General
Customs General Administration
Mongolia

The views expressed in this paper are the views of the author and do not necessarily reflect the views or policies of the Asian Development Bank (ADB) or its Board of Directors, or the governments they represent. ADB does not guarantee the accuracy of the data included in this paper and accepts no responsibility for any consequences of their use. Terminology used may not necessarily be consistent with ADB official terms.

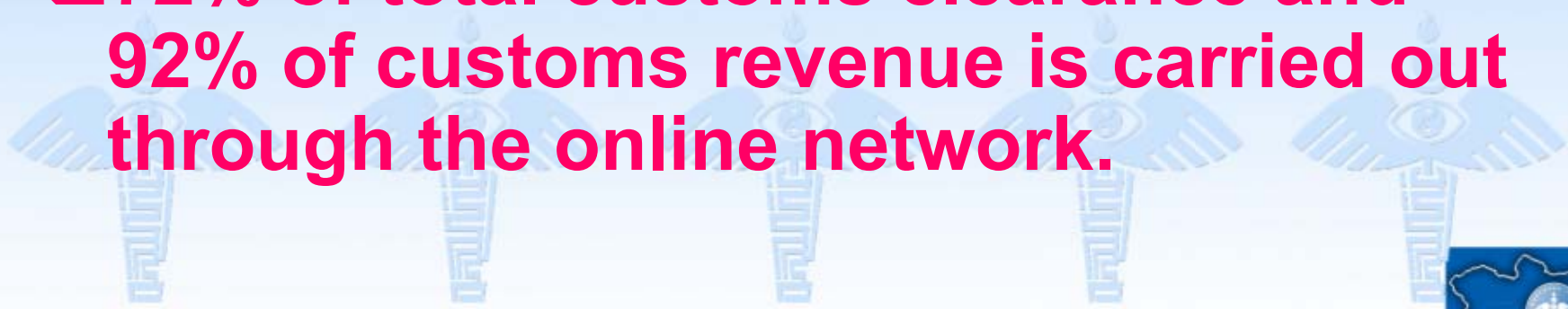
GAMAS- Customs Automated Data Processing System





Advantages of the GAMAS:

- ❑ Creation of e-customs in the customs system of Mongolia
- ❑ Unified online network in the area of customs authorities
- ❑ The total automation of customs operations
- ❑ 72% of total customs clearance and 92% of customs revenue is carried out through the online network.





- ☐ Automation of risk management
- ☐ Direct Traders Input
- ☐ Possibility of customs tax calculation by e-bank
- ☐ Time of customs clearance reduced by 5 to 8 times





- ☐ Paperless technology for customs internal activities
- ☐ Improvement of control of customs clearance process
- ☐ Reduction of evasion of payment of customs duties
- ☐ The appreciable increase of state revenue





One Stop service at the border

- Unit of National Center for Standardization and Methodology
- Sanitary for Animal Food and Raw Products
- Food Safety and Agricultural Inspection Agency
- Plant protection Service of Mongolia
- Quarantine of Plants
- Health Inspection Agency

**Border
Control**

CUSTOMS

Fees should be
collected
by Customs

- State Specialized Supervision Agency of Mongolia





ГААЛЬ-БИЗНЕСИЙН ТҮНШЛЭЛ



CUSTOMS-BUSINESS PARTNERSHIP



CUSTOMS-BUSINESS PARTNERSHIP





R
i
s
k

M
a
n
a
g
e
m
e
n
t





Major WCO Standards

- **WCO Revised Kyoto Convention**
- **International Convention on Mutual Administrative Assistance (Johannesburg Convention)**
- **WCO Framework of Standards to secure and facilitate global trade**



X-RAY INSPECTION SYSTEM





STRATEGY

“Information Communications Technology”

- ❖ Upgrade GAMAS to an enhanced version
- ❖ Upgrade the current communications network



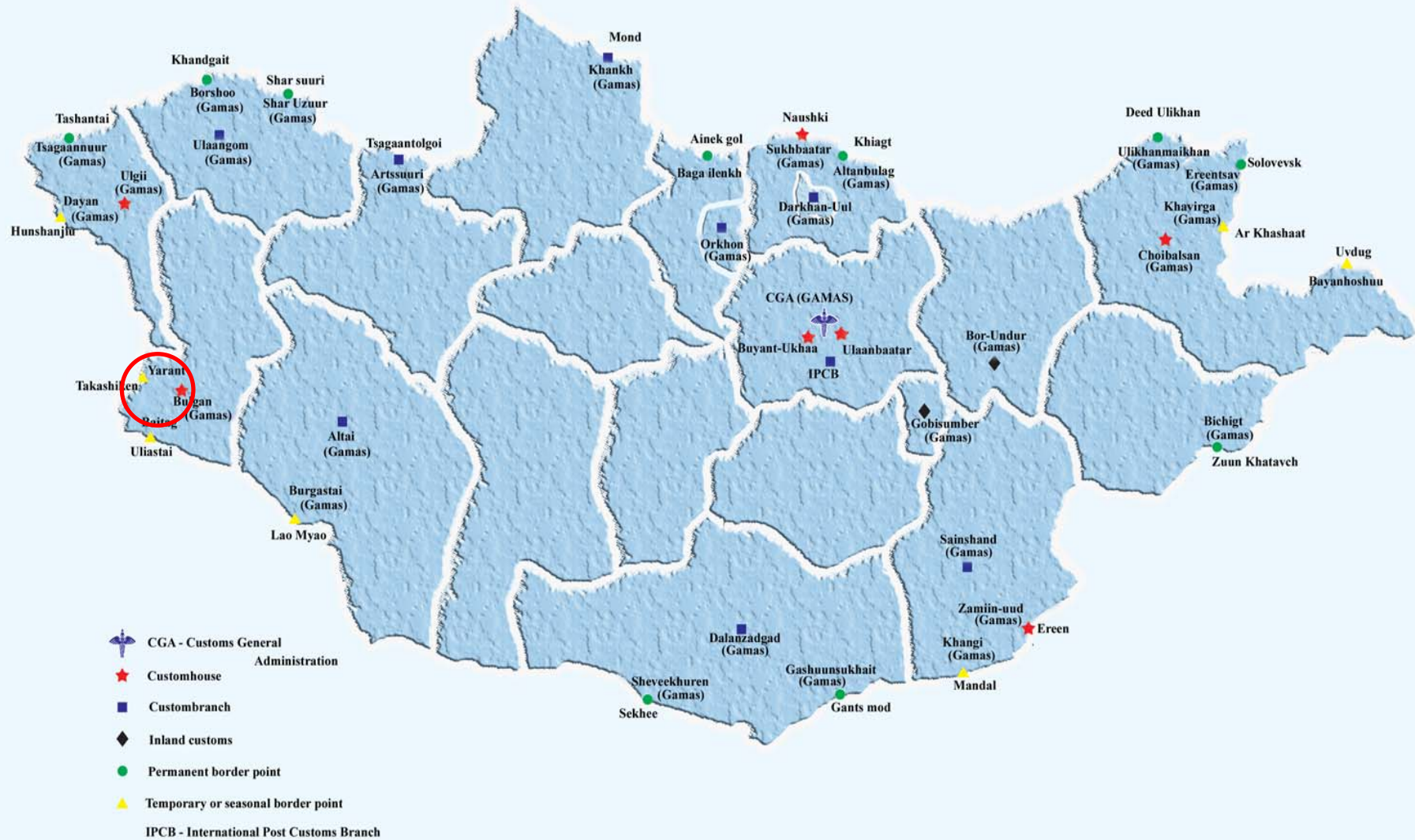


Single Electronic Window

- ❖ Better co-ordination of controls at the border
- ❖ Single submission of information
- ❖ Requires Political will
- ❖ Close co-operation with the trade



Joint Border Processing





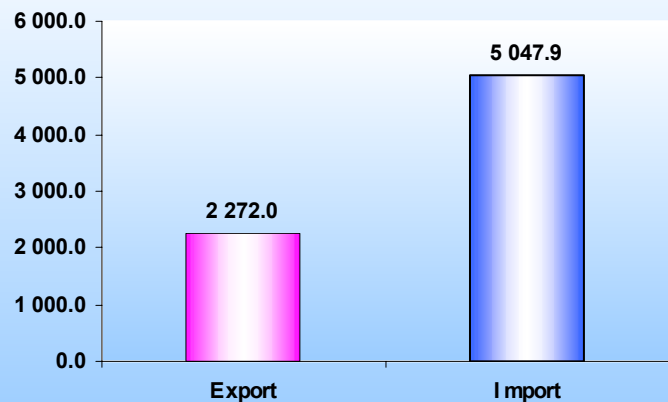
Joint Border Processing



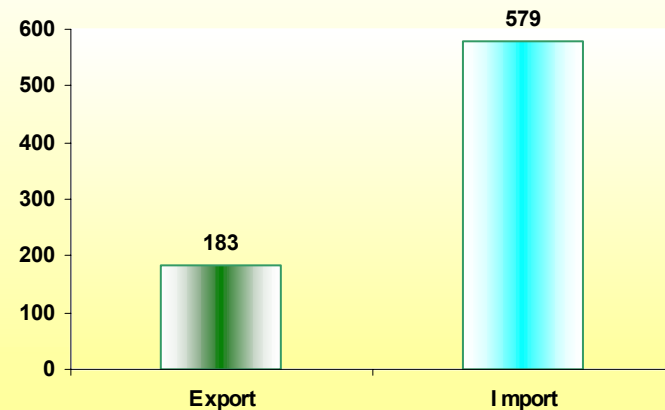
Customs Facilities at Yarant port



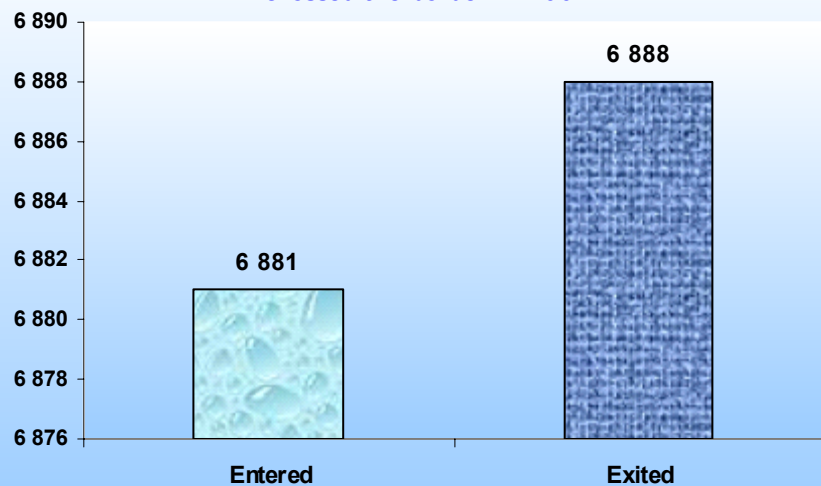
Total foreign trade in 2004, (thous USD)
at Yarant



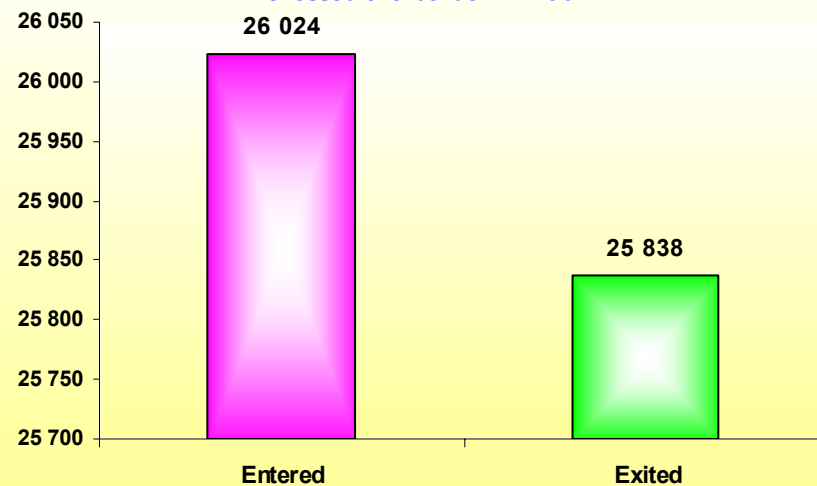
Total number of declaration in 2004,
at Yarant



Number of means of transport
crossed the border in 2004



Number of passengers
crossed the border in 2004





What we need to commence a pilot test on Joint Border Processing

- ✦ **Negotiation with China Customs**
- ✦ **Get permission from the governments of two countries**
- ✦ **Add a provision on joint processing regimes to the Customs Law and other related regulation**





Capacity Building

The Mongolian Customs should consider on:

- **Support from main Political Parties**
- **Accurate diagnosis**
 - **Selection and training of Customs specialists**
 - **Focus on country-specific needs**





- **To meet our desired objectives**
 - Approximating customs legislation to international standard
 - Creating effective mechanisms for operational control and performance responsibility
 - To become paperless organization
 - Encourage human resource development
 - Providing national security
 - Collecting revenue





THANK YOU VERY MUCH FOR YOUR ATTENTION

