



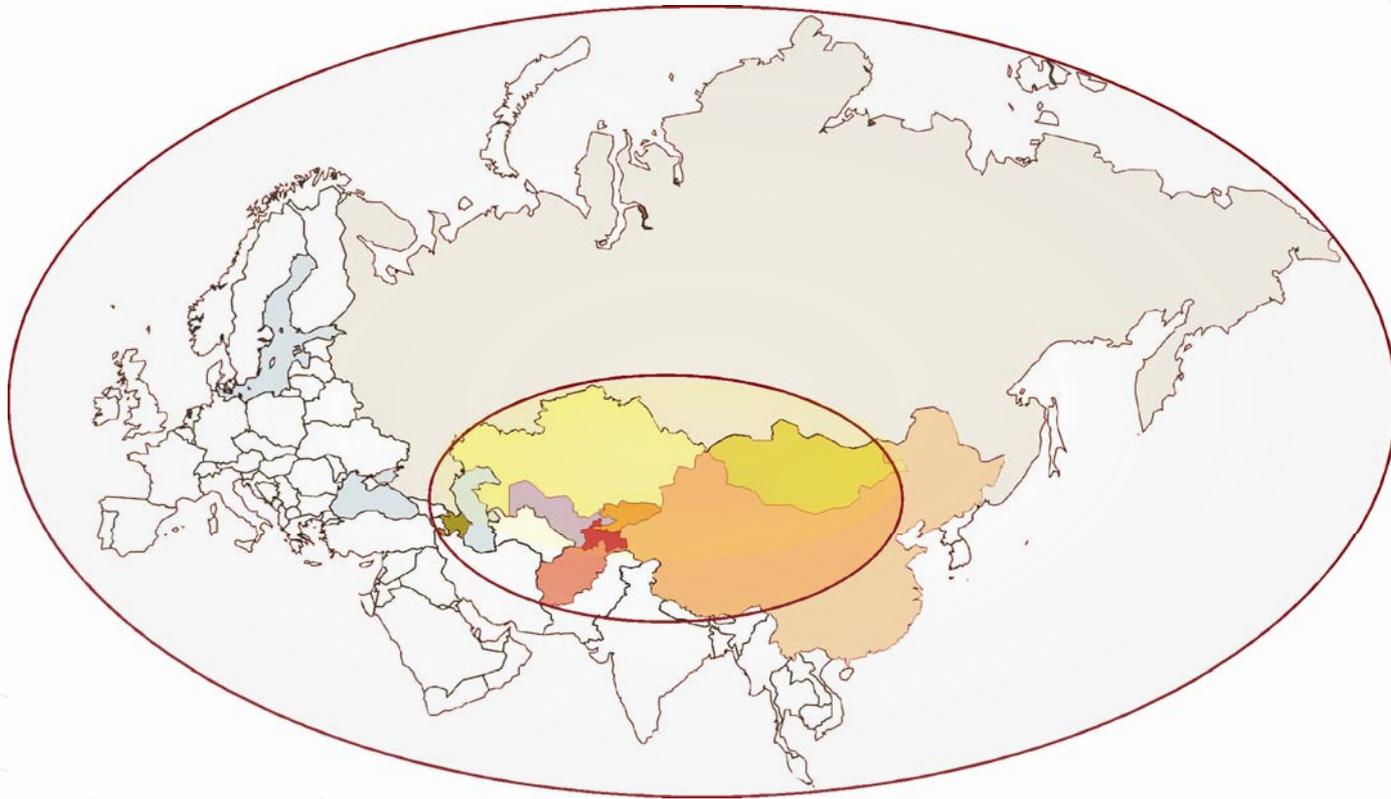
REMOVING BARRIERS TO TRADE

Private sector perspective

N. Issingarín - CFCFA Chairman



TRADE AND TRANSPORT ATTRACTION CONCEPT



Eurasian countries have trade and transport attraction

Central Asian countries have the most trade and transport attraction due to remoteness from the international trade routes

DIFFICULTIES IN TRANSIT FREIGHT FLOWS DEVELOPMENT

ADB identified about 20 barriers which can be divided into:

Production and technological

- 1 Wear-and-tear of facilities and rolling stock at the sections of main network which are part of transcontinental routes.
- 2 Low level of information and logistical support, speed and safety of cargo shipped on routes.
- 3 Necessity of trans-loading of cargo or container to rail cars of different rail gauge.
- 4 Insufficient special rolling stock for transportation of containers, inadequate equipment and information status of international crossing points.
- 5 Unproven technology on passage of high-speed (1000 km/day) special container trains on route China-Europe

Organizational and administrative

- 1 Administrative barriers caused by controlling bodies at many international crossing points.
- 2 Lack of effective interstate agreements on uniform tariff and technology policy on the route.
- 3 Different document systems of transit carriage in European Union countries and OSJD countries.
- 4 Competitiveness in container transportation of transit cargo between sea and land transport, between transit corridors.
- 5 Insufficient advertising of transit carriage possibilities, non-involvement of world transport companies to these transportations.



- topical for transcontinental and regional transit



CAREC – Central Asia Regional Economic Cooperation Program based on the partnership of 8 countries and 6 institutions: ADB, EBRD, IMF, IsDB, UNDP, World Bank

CAREC objectives: promoting regional cooperation **in the priority areas: transport, trade facilitation**, trade policy and energy, helping Central Asian and neighboring countries realize their immense potential in an increasingly integrated Eurasia.

CAREC FEDERATION OF CARRIER AND FORWARDER ASSOCIATIONS (CFCFA) was established in 2009 at the initiative of national carrier, forwarder and logistics associations with the support of CAREC.

CFCFA is an international non-government and non-profit organization uniting carrier, forwarder and logistics associations of the **CAREC** countries, as well as other countries.

CFCFA activity is aimed at achieving CAREC objectives, focuses on the development of transport, trade and logistics, and support of national associations of **8 countries**.



CFCFA:

- **instrument of public private partnership development**
- **cooperation mechanism of national associations of CAREC region for solution of most topical issues**
- **possibility of active participation in implementation of CAREC projects and initiating new projects for CAREC financing**

CFCFA MAIN ACTIVITIES:

- **contributing a private sector perspective to CAREC transport and trade facilitation efforts**
- **supporting relevant government agencies in improving transport and trade facilitation policies and infrastructure**
- **enhancing professionalism within road carrier and freight forwarder industries**

CFCFA TASKS FOR 2010-2011

SHORT-TERM TASKS:

Along with the tasks on organization of CFCFA activity and financing, the following tasks are determined:

1. common schedule of work of customs authorities at the main Kazakhstan-China crossing points
2. implementation of project on CIM/SMGS single consignment note
3. trainings for transport business with participation of international experts
4. creation of CFCFA website
 - trading floor allowing to reduce empty movements
 - portal for information support of transportations

MIDDLE-TERM TASKS:

1. implementation of system for processing and transfer of preliminary information on cargo
2. formation of solidary (joint) insurance system
3. attraction of freight flows to CAREC corridor #2 through development of its technical potential on the basis of public private partnership

Thank you for attention!

NIGMATZHAN ISSINGARIN, Doctor of Economics

Chairman of CAREC Federation of Carrier and Forwarder Associations (CFCFA)

Chairman of Kazakhstan Freight Forwarders Association (KFFA)

Chairman of Association of carriers and wagon (containers) operators of Kazakhstan (KazAPO)

Director of Training Center “Center of Management and Logistics on Transport”

General Director of Economtransconsulting company (ETC)

cfcfa@bk.ru

