



Reform and Innovation of The Customs on the Management of Inbound and Outbound Goods



Contents

I. System of the Management of Inbound and Outbound Goods

II. Process of the Management of Inbound and Outbound Goods

III. Model of the Management of Inbound and Outbound Goods



Contents

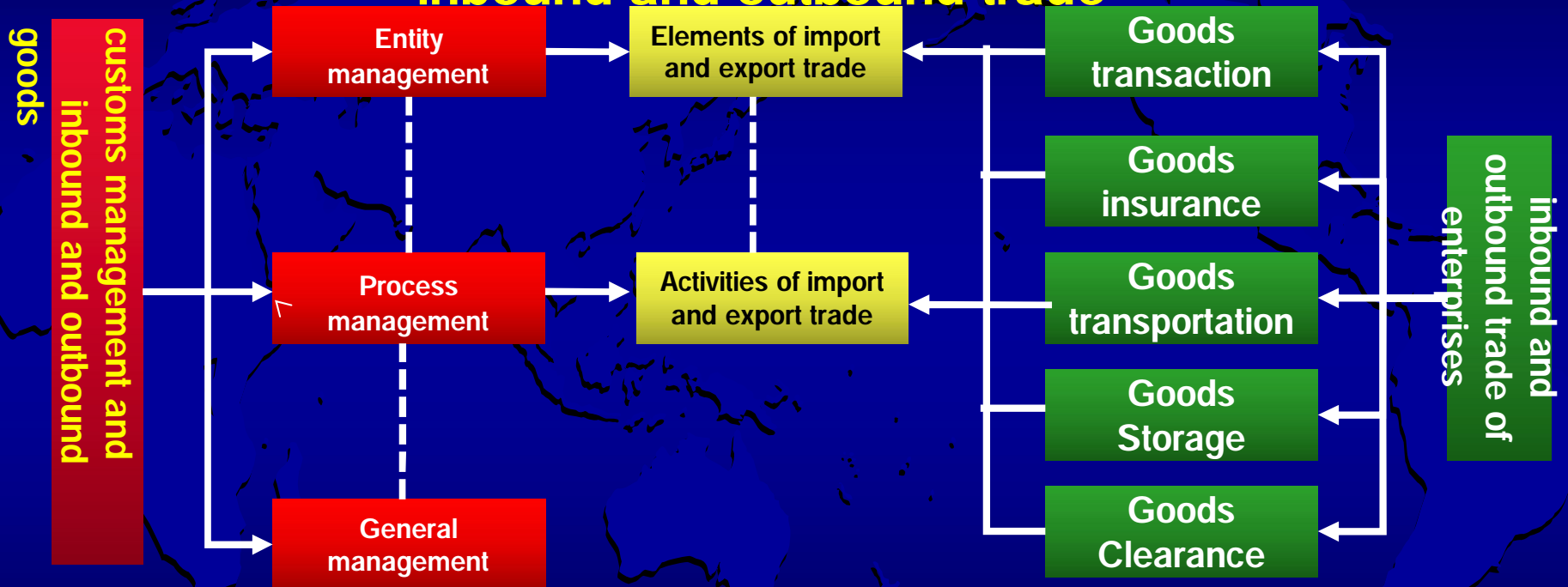
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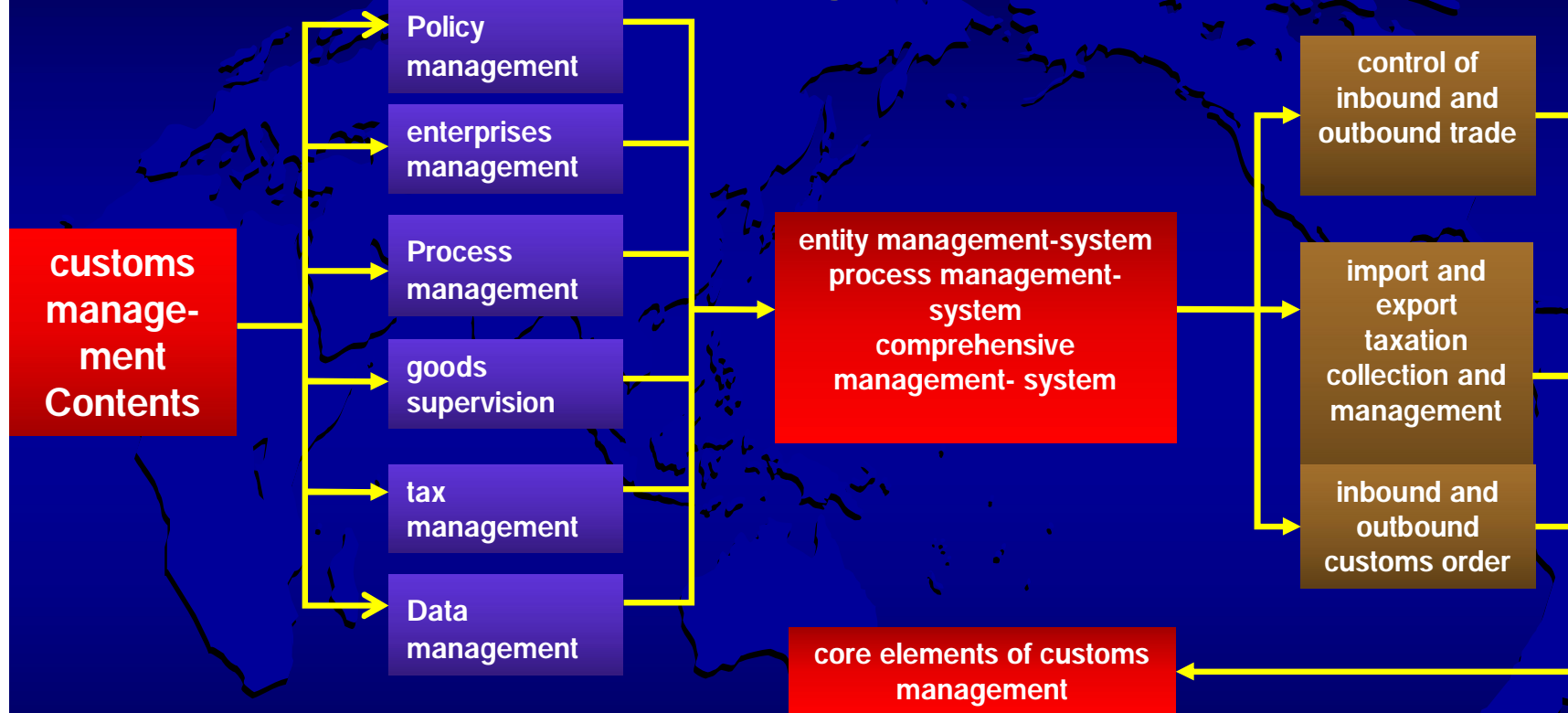


1. The relation between the contents of customs management and inbound and outbound trade



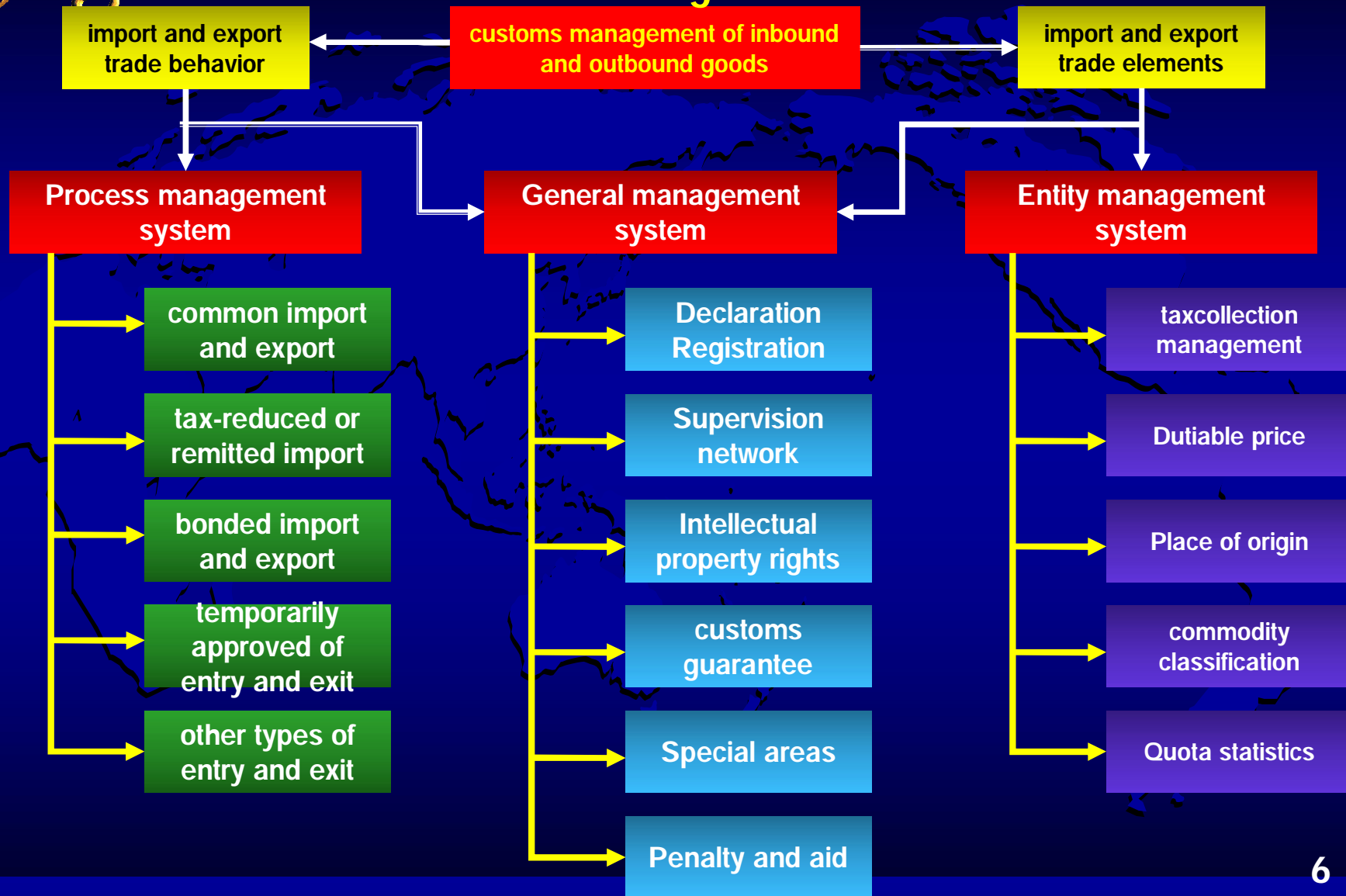


2. Contents, System and Core Elements of customs Management





3. The structure of customs management system of inbound and outbound goods





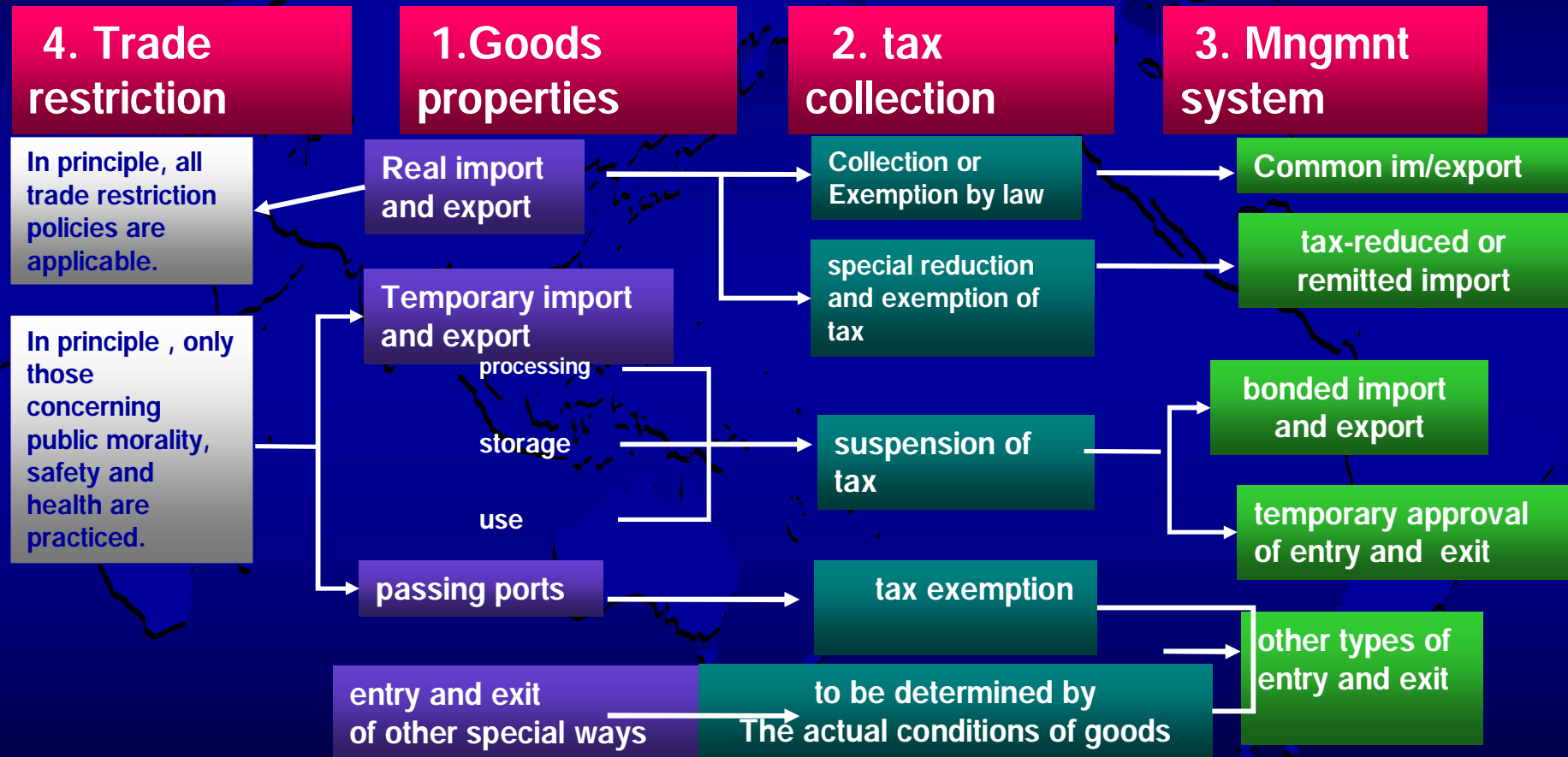
4. The relation between customs process management system and entity management system

Process management refers to the management of trade behavior; entity management that of trade elements; general management that involves both or otherwise doesn't belong to either. Entity and process management are interconnected, the difference lies in the object of management; trade behavior or trade elements.





5. Way to integrating customs entry and exit process management system





6. Basic features and applicable conditions of process management of the customs on entry and exit

types of goods under customs supervision	Basic features			Applicable conditions
	tax	Trade restriction	process	
common import and export	collect according to regulation	practice all inbound and outbound trade restrictions	get formalities of entry and exit, discharge means clearance	real import goods that don't enjoy reduction and exemption
tax-reduced or remitted import	exempt according to law	practice all inbound and outbound trade restrictions	report to higher authorities for approval and then import and follow-up management at different stages of time	real import goods that enjoy reduction and exemption
bonded import and export	suspension of tax paying	In principle , only those concerning public morality, safety and health are practiced..	filing(processing), and then import and export and conclude after verification	goods temporarily imported for processing and storage
temporarily approved of entry and exit	temporary tax exemption	In principle , only those concerning public morality, safety and health are practiced.	Filing (exhibition), import against bond, export in original shape and conclude after verification	goods temporarily imported or exported
Transit and transshipment	No tax	In principle , only those concerning public morality, safety and health are practiced.	brief entry and exit formalities by carrier	goods transported through Chinese ports
other types of	TBD according	to be determined according	to be determined according	special goods or inbound and



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Matrix of customs management of inbound and outbound goods

type of process management of the customs	preparatory stage (before enter or leave)	On Entry and exit (when goods enter or leave)	Follow-up stage (after discharge of goods)
regulation for common import and export		①declaration (customs receive the declaration) ②cooperation for verification (verification by customs) ③Pay tax (collecting by customs) ④get or upload goods (customs discharge)	
regulation for special tax reduction and exemption	application of reduction and exemption		①timeframe management ②revoke of supervision on maturity ③handle depreciation and overdue tax beforehand
Regulation for bond	file processing trade		①supervise processing and storage ②formality according to destination ③conclusion after verification
regulation for temporarily approved entry and exit	administrative approval and exhibit filing of the temporarily approved goods		①supervise usage ②formality according to destination ③conclusion after verification
regulation for other types of entry and exit	filing of outward processing	According to actual situations	verification and conclusion of outward processing and repair, etc.



1. The classification of customs management

1. By type

- (1) common im/export
- (2) tax exempted im/export
- (3) bonded im/expport

- (4) temporarily approved entry & exit
- (5) other types of entry & exit

2. By stage

- (1) pre stage management
- (2) entry and exit management
- (3) follow -up management

3. By steps

- (1) verification and filing
- (2) electronic review of forms
- (3) reception of forms and check
- (4) check goods

- (5) collect tax and charges
- (6) discharge goods
- (7) verification and conclusion
- (8) systematic flow

(1) by type

declarant

customs

Preparatory stage
(formalities before entry or exit)

apply for filing
(hard copy
or electronic)

verify and file
(hard copy
or electronic)

On entry or exit
(formalities that actually have
to be done before entry or exit)

carry out formalities
for the im/export
of materials

verify materials
for bonded clearance

cooperate with the customs
for verification
during processing

verification
during processing

Follow-up
(formalities needed after
Entry or exit)

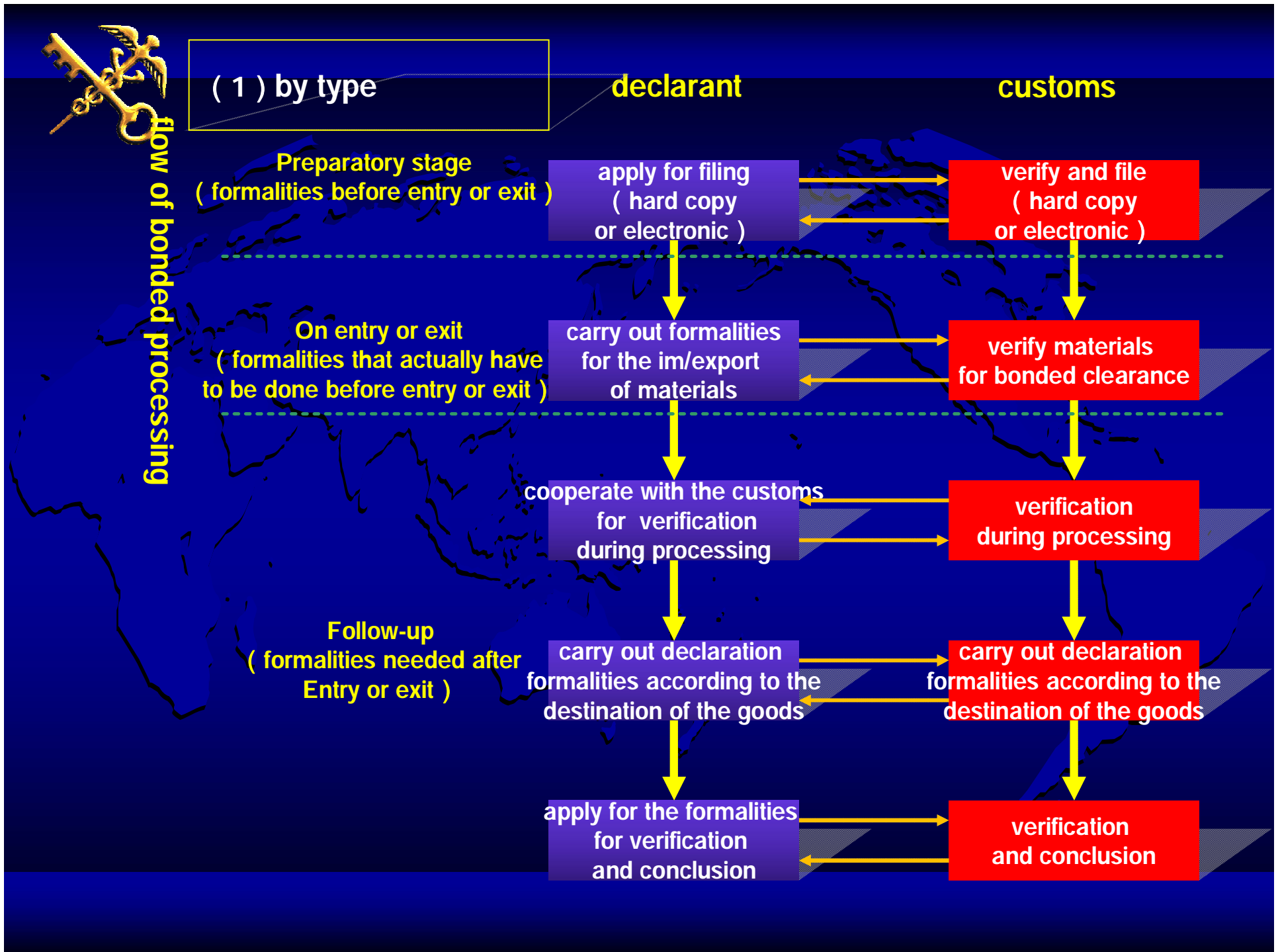
carry out declaration
formalities according to the
destination of the goods

carry out declaration
formalities according to the
destination of the goods

apply for the formalities
for verification
and conclusion

verification
and conclusion

flow of bonded processing





(2) by stage

declarant

customs management

flow of clearance of entry & exit

if approved by the customs, checking or sampling of goods before declaration is possible; prepare forms and goods

steps include data input, sending, checking results, treatment, revision or canceling

If fails to pass the logic verification of customs or apply for revision or cancelation for some reason, re-declare after revision or cancel declaration

move goods, un-packing and re-packing, answer interrogation and provide necessary materials

go to designated banks to carry out tax or charge formalities or do that on the online platform of Chinese ports or

lade or load goods against the bill for lading or shipment

If imported goods are discharged by the customs and exported goods are done with clearance, certificate of customs clearance can be applied

preparation of on-site declaration

e-data declaration

submit hard-copy declaration forms

cooperate with the customs for verification

pay im/export taxes & charges

lade or load goods

apply for declaration certificate

accept preparatory declaration (warehouse receipt)

accept E-declaration

accept form for verification

check goods

collects taxes and charges

review and discharge

issue declaration certificate

EDI/terminal/online application to customs

feed back of results by EDI/terminal/display screen

declarant should respond to the questions raised by customs timely

go to the customs for confirmation of verification after receiving the Notice

send the proof of payment of tax at the bank to the issuing customs for verification



(3) by steps

flow of declaration

declarant

customs

computerize declaration forms and send to the jurisdiction customs

send E-declaration form to customs by terminal/EDI/online

check results sent by the customs

those fail to pass or apply for revision or cancellation should re-declare or cancel

print out declaration form, stamp and prepare all necessary bills and forms

submit written form and do formalities within 10 days after receiving Notice from customs

results can be consulted during or after the verification of the customs of the declaration form and its appendix

prepare for declaration

E-form fill-out

send E-form to customs

check the results of verification by the customs

respond to the feedback from the customs

prepare hard copy forms and certificates

submit hard copy forms and certificates

check the final results

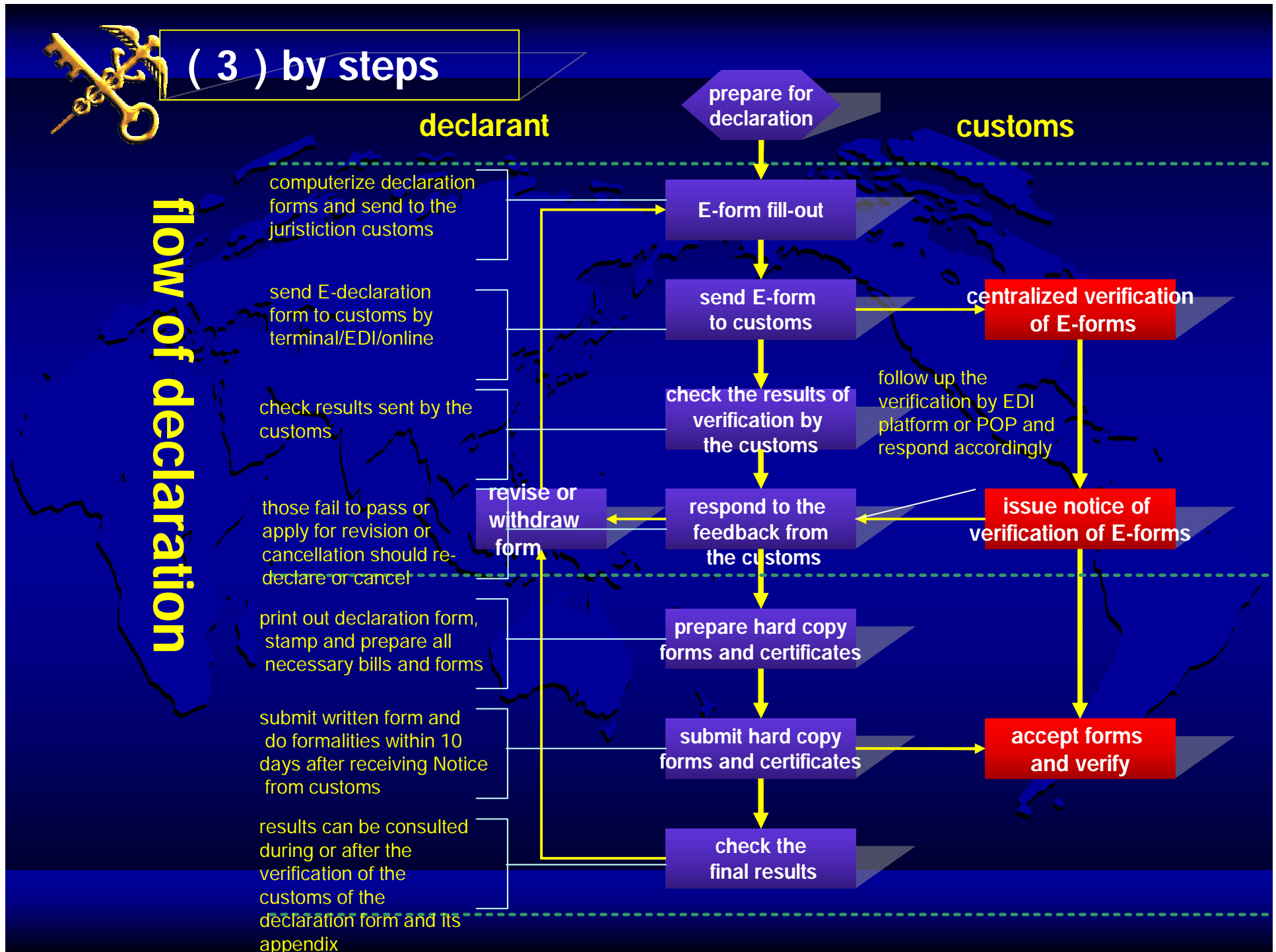
centralized verification of E-forms

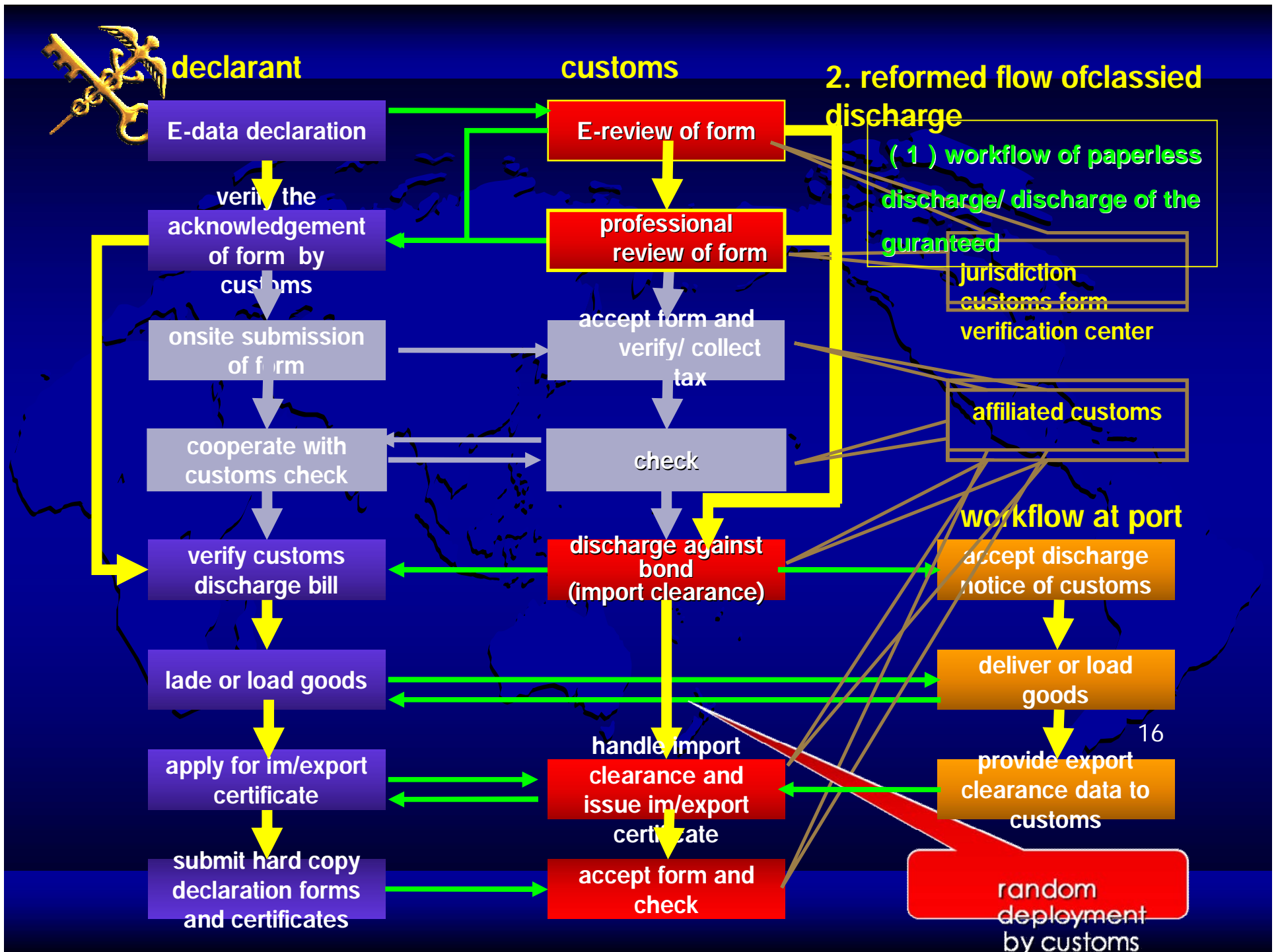
follow up the verification by EDI platform or POP and respond accordingly

issue notice of verification of E-forms

accept forms and verify

revise or withdraw form



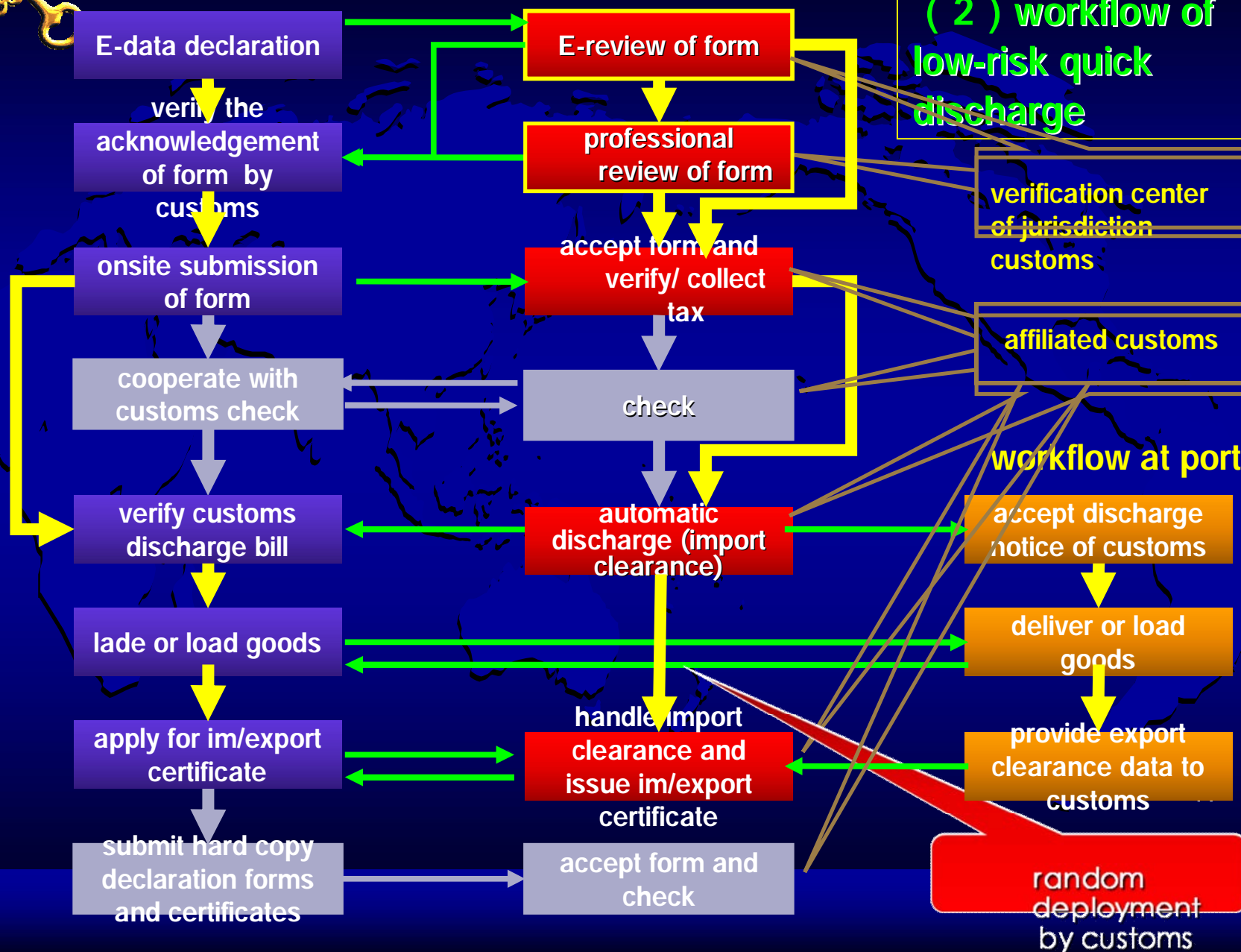




declarant

customs

(2) workflow of low-risk quick discharge

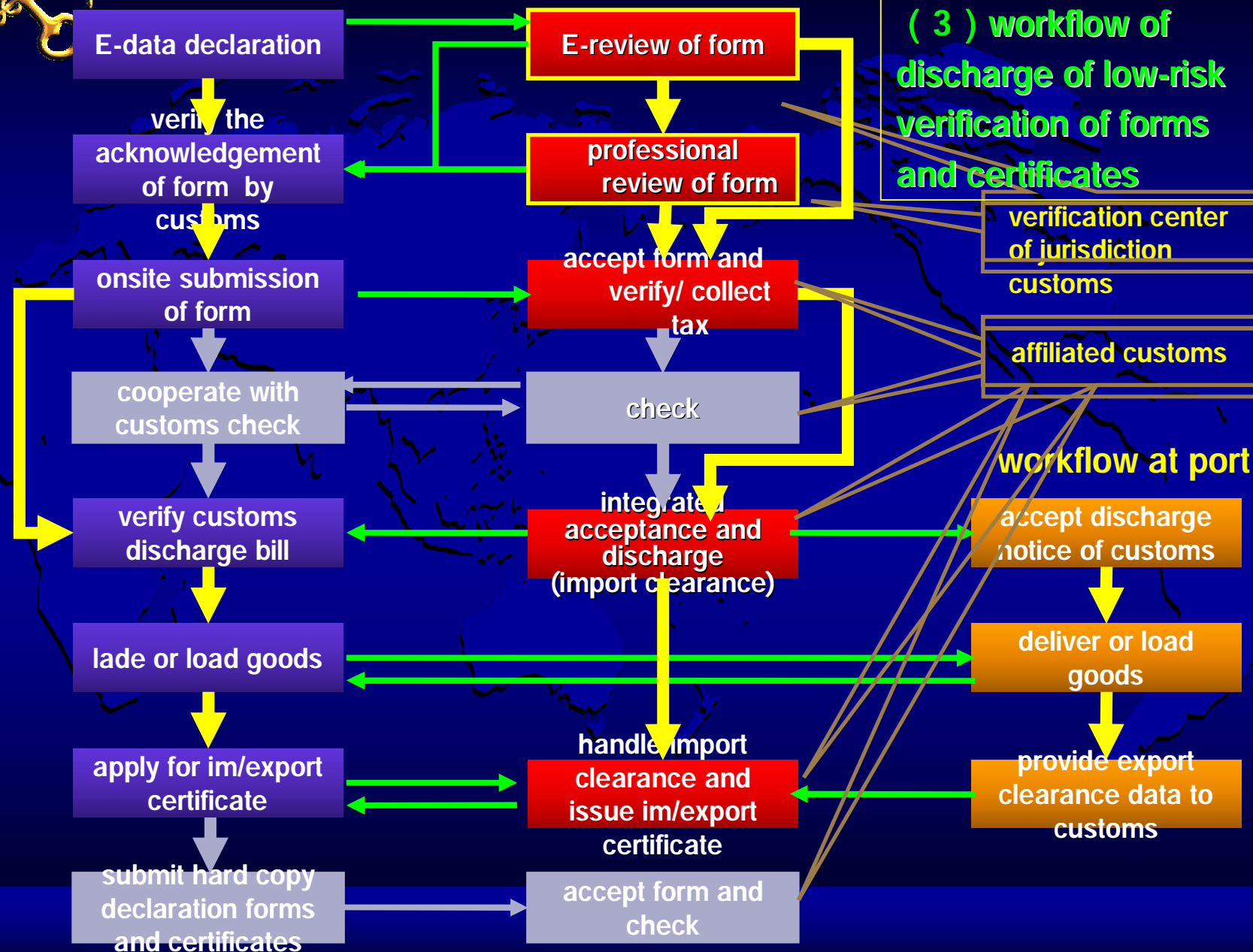




declarant

customs

(3) workflow of
discharge of low-risk
verification of forms
and certificates





declarant

E-data declaration

verify the
acknowledgement
of form by
customs

onsite submission
of form

cooperate with
customs check

verify customs
discharge bill

lade or load goods

apply for im/export
certificate

submit hard copy
declaration forms
and certificates

customs

E-review of form

professional
review of form

accept form and
verify/ collect
tax

intensified check

discharge(import
clearance)

handle import
clearance and
issue im/export
certificate

accept form and
check

(4) workflow of
discharge of high-risk
focused verification

verification center
of jurisdiction
customs

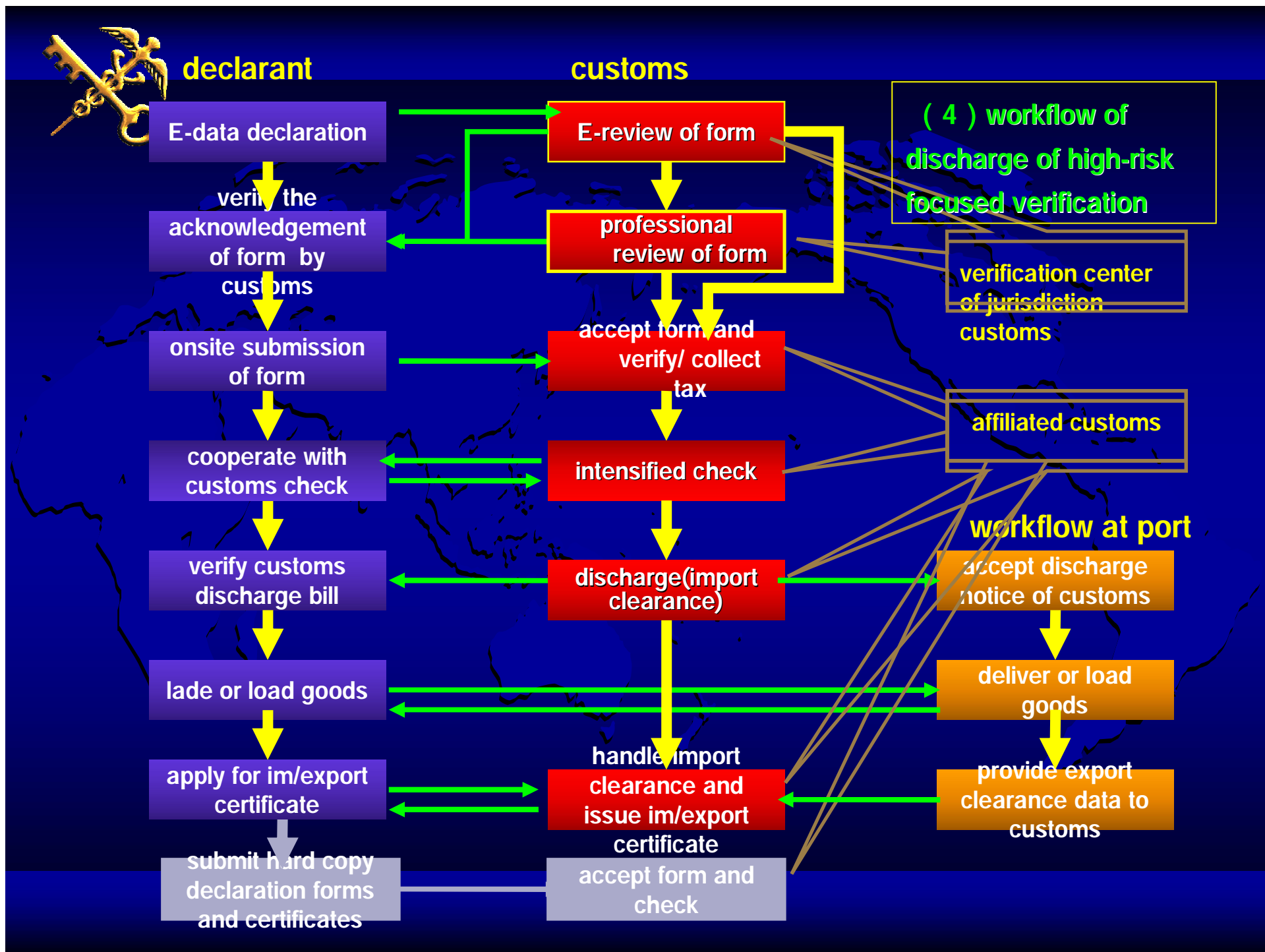
affiliated customs

workflow at port

accept discharge
notice of customs

deliver or load
goods

provide export
clearance data to
customs

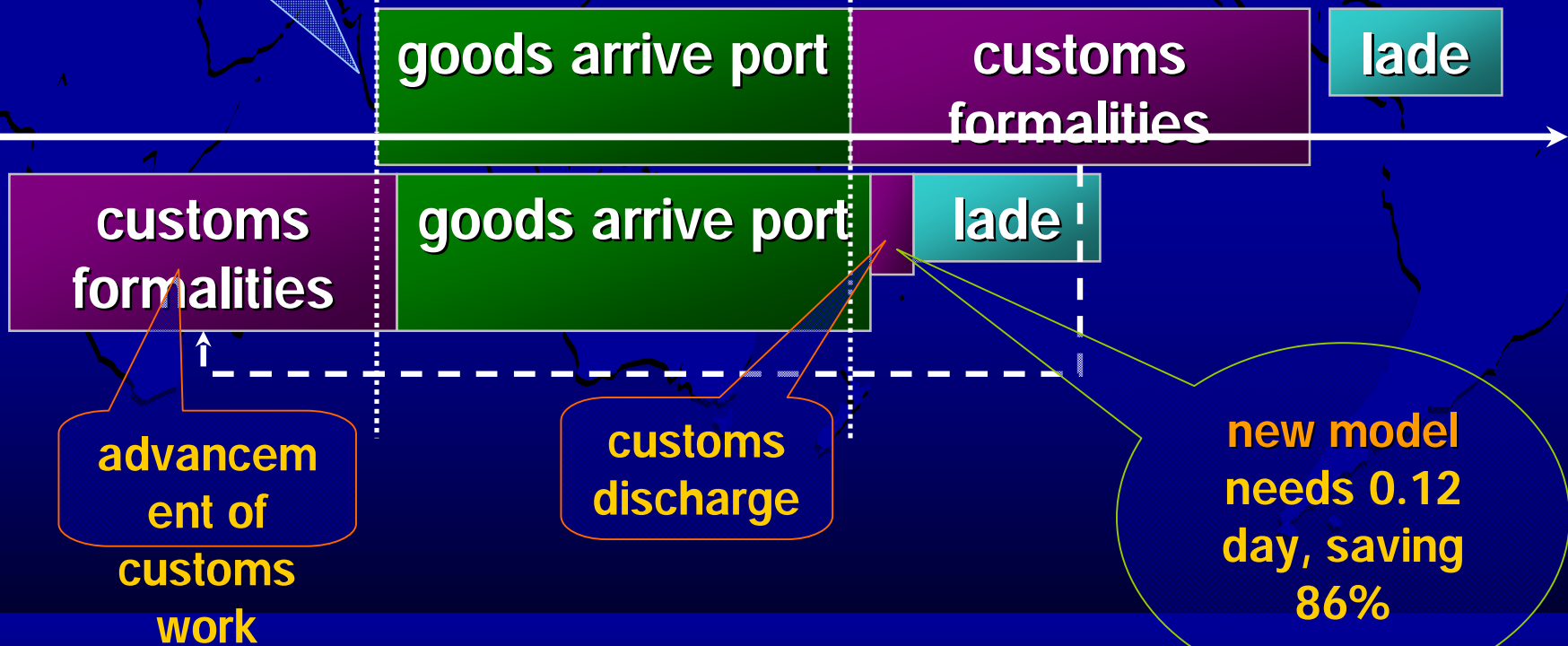




3. Reform and innovation in other discharge processes

(1) workflow of pre-declaration and discharge on arrival of goods of import

old model needs 0.9 day





declaration of
shipping bill. 24 hour
in advance

goods arrive port

declaration for lading
(once)

discharge of goods

declaration for
taxation (twice)

collect taxes and
charges

(2) flow of discharge with twice of declaration

declaration in
advance (once)

risk analysis

goods arrive port

formal
declaration(twice)

discharge of goods

check

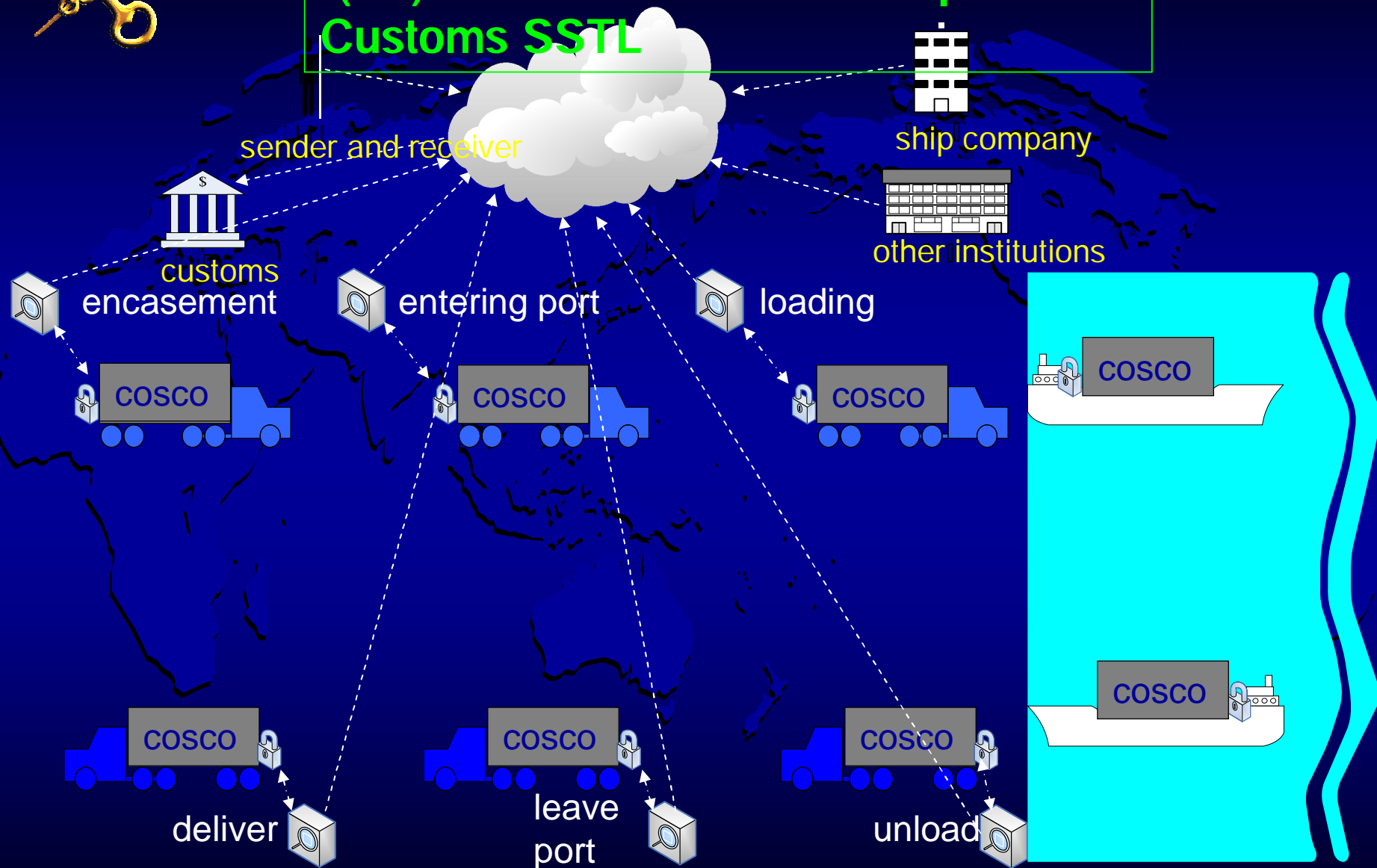
check



comparison of two models

step	Item to be compared	A	B
First declaration	Declaration entity	importer	carrier
	D. time	After arrival of goods	Before arrival of goods
	D. contents	Brief D. info.	Shipping bill info.
	Customs work	Check and discharge	Risk analysis
Second declaration	Declaration entity	importer	importer
	D. time	After discharge of goods	After arrival of goods
	D. contents	detailed D. info.	detailed D. info.
	Customs work	deposit collection in advance and tariff liquidation	collect tax, check, discharge

(3) workflow of China-Europe Customs SSTL





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2. organization structure of customs' integrated supervision

