

Country Progress Report

PRC



9th TSCC Meeting

11 Oct. 2010

Manila, The Philippines

Contents

- **Major Transport and Trade Facilitation Sectors Progress**
- **Status of Investment and Technical Assistance Projects**
- **Follow-up Actions**

Major Transport and Trade Facilitation Sectors Progress

National Transport Facilitation Committee (NTFC)

- NTFC (established in 2003) comprises
 - 8 central government agencies:
 - Ministry of Transport (MOT),
 - General Administration of Customs (GACC),
 - General Administration of Quality Supervision, Inspection and Quarantine (AQSIQ),
 - Ministry of Public Securities (MPS),
 - Ministry of Commerce (MOFCOM),
 - Ministry of Finance (MOF),
 - Ministry of Foreign Affairs (MOFA),
 - National Development and Reform Commission (NDRC);
 - China Road Transport Association, and
 - provincial governments
- The chair is MOT
- Although NTFC was specifically established for the Reginal Program, it covers relevant activities nationwide.

Major Transport and Trade Facilitation Sectors Progress

Transport and Trade Facilitation Policy Reforms and Actions

Agreements

The Member-countries Shanghai Cooperation Organization (SCO) 14-17 June 2010, IN BEIJING, Meeting on negotiation over the annexes of intergovernmental agreement of the Shanghai Cooperation Organization (SCO) member states on facilitation of international road transportation

- MOT will continue participating in the negotiation over the intergovernmental agreement of the Shanghai Cooperation Organization (SCO) member states on facilitation of international road transportation and its annexes in Oct. in Kazakhstan.

Roads

- During 2009-2013, the PRC will invest RMB120 billion (\$18 billion) to upgrade intra-Xinjiang road transportation and the corridors that connect Asia to Europe (new Silk Road).
- This investment will cover both the national expressway network projects and the boarder roads.

Major Transport and Trade Facilitation Sectors Progress

Roads (Xinjiang)

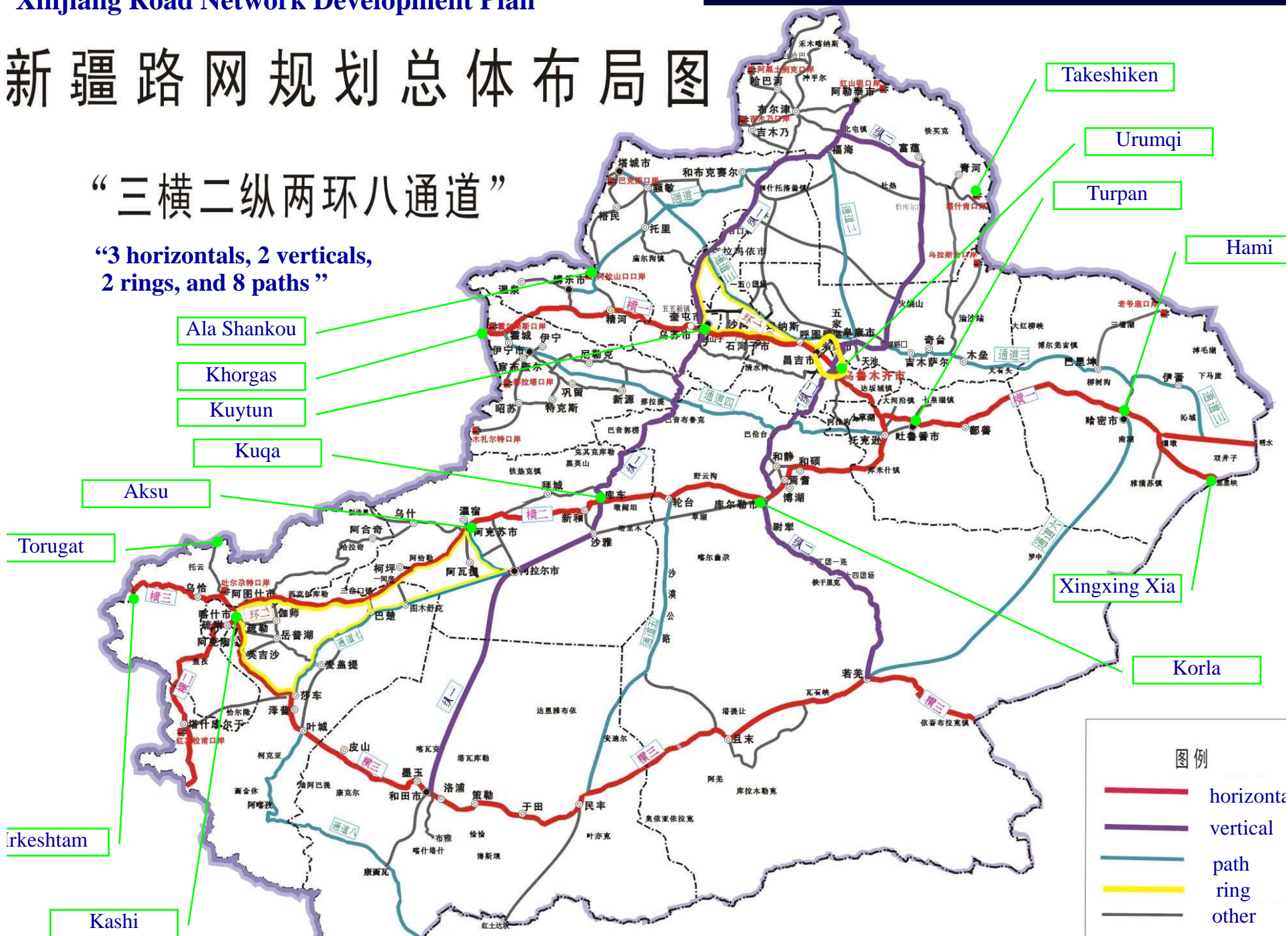
In 2010, national expressway investments in Xinjiang Uyghr Autonomous Region (XUAR) will total RMB9.2 billion (\$1.35 billion).

- The PRC Government, together with XUAR, will continue to support ongoing projects such as
 - the Xingxingxia-Turpan Road (Corridors 1, 2, 5),
 - Lake Sayram-Guozigou Road (Corridor 1b), and
 - Korla-Kuqa Road (Corridors 1c, 2, 5 [PRC IP 1]).
- The Kuqa-Aksu Road Project (Corridors 1c, 2, 5) start in 2009, will completed in 2012.
- In addition, RMB1.07 billion (\$157 million) will be invested in constructing frontier/boarder roads, totaling 1,258 km. Ala Shakou (Corridor 1a), Takeshiken (Corridor 4a), Torugart (Corridors 1c, 2, 5) boarder roads are included among the priority projects

新疆路网规划总体布局图

“三横二纵两环八通道”

“3 horizontals, 2 verticals,
2 rings, and 8 paths”



Major Transport and Trade Facilitation Sectors Progress

Roads (Inner Mongolia)

- Road development strategy 2020 for Inner Mongolia Autonomous Region (IMAR) envisages the establishment of an integrated road network, covering the major cities as hubs.
- New work consists of 3 horizontal roads (East-West roads), 9 vertical roads (North-South roads), and 12 exit roads (inter-provincial roads).
- In the next 5 years, road construction investment will amount to RMB 220 billion (\$32 billion), covering 100,000 km.
- IMAR will complete a total investment of RMB 120 billion (\$18 billion) in road infrastructure by 2010 to achieve the goal of building 9,000 km of high-class roads.

“3 horizontals, 9 verticals, and 12 exits” road layout

"三横九纵十二出口"公路布局示意图



Major Transport and Trade Facilitation Sectors Progress

Railways

- Government approved the revised Medium- and Long-term Railway Network Plan on 31 October 2008 to stimulate economic growth in response to the global financial crisis.
- Includes improving the railway lines in Xinjiang and Inner Mongolia autonomous regions, which forms part of the CAREC transport corridors.

Major Transport and Trade Facilitation Sectors Progress

Railways

- In 2010, RMB 700 billion (\$103 billion) is invested in rail infrastructure. These railway projects cover the 31 provincial administrative areas. The Ministry of Railways start the construction of 70 new projects with a total investment of over RMB 1 trillion (\$147 billion).

图2

Medium and Long-term Railway Network Plan (revised in 2008)

中长期铁路网规划图 (2008年调整)



Major Transport and Trade Facilitation Sectors Progress

- **Railways (IMAR)**
- Zhangjiakou-Jining Railway project in Corridor 4b will be completed in 2011.
 - The line had been designed originally for both passenger and cargo transport, but in 2008, MOR re-positioned it to prioritize the passenger transport.
-
- As for passenger transport, a new passenger station in Jining (Corridor 4b) will be completed in 2011

Major Transport and Trade Facilitation Sectors Progress

Civil Aviation (XUAR)

Urumqi Dibao Airport –Third Phase Project

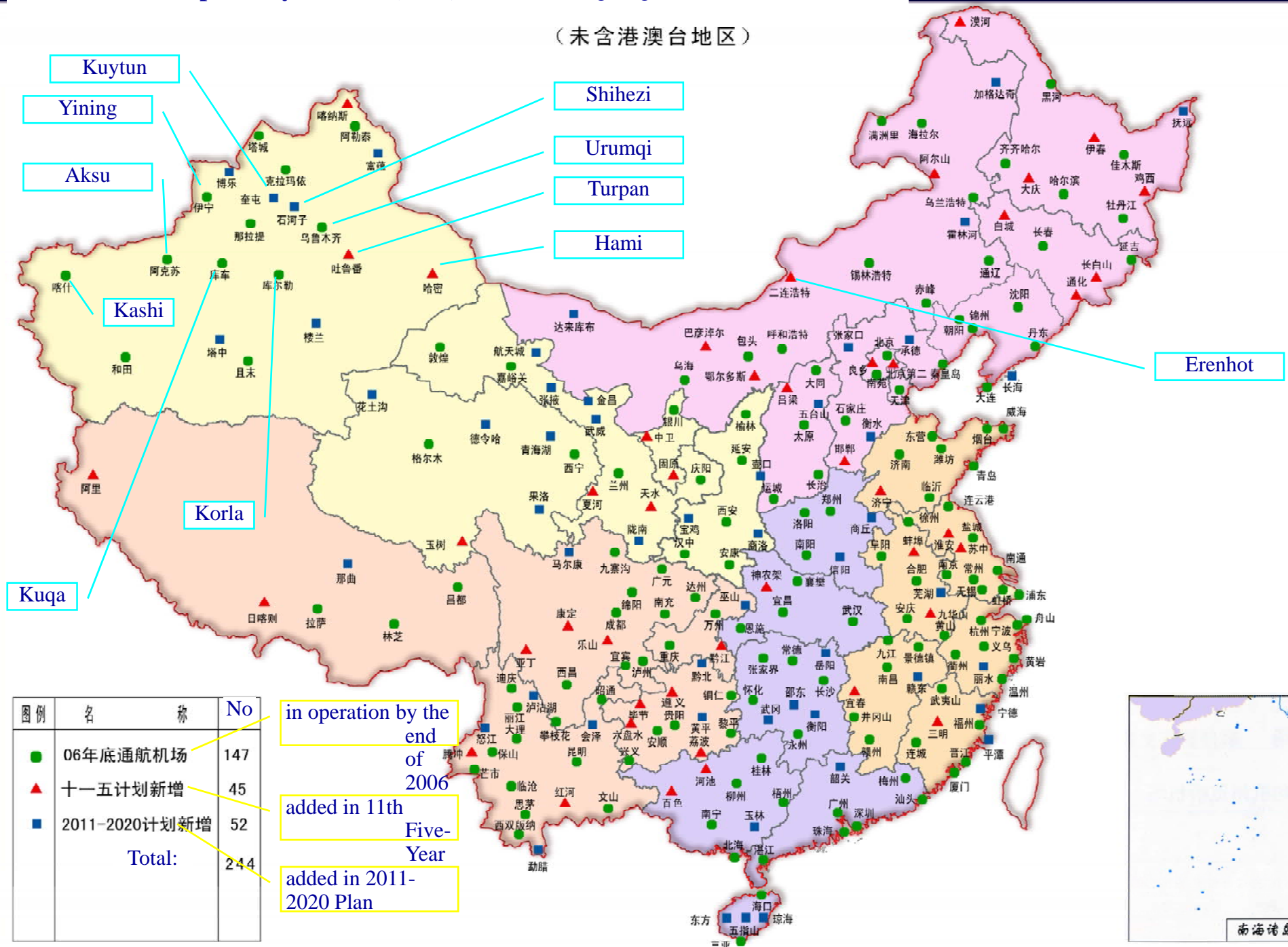
--- Third Phase Project of Urumqi Dibao International Airport started from 2007 and will completed by 2015.

Kashi Airport –Enlarge Project

--- Enlarge Project of Kashi Airport started from 2007 and will completed by 2015.

National Civil Airport Layout Plan (2020) (exclusive Hongkong, Macao and Taiwan)

(未含港澳台地区)



Major Transport and Trade Facilitation Sectors Progress

Trade Facilitation

- The PRC Government has started two joint customs control (JCC) initiatives, one with Kazakhstan and the other with Mongolia.

Major Transport and Trade Facilitation Sectors Progress

Trade Facilitation

- The PRC-Kazakhstan JCC will be implemented in three phrases:
 - unified documents at a pilot border,
 - mutual recognition of inspection results, and
 - joint border operations.
- Phase 1, where unified manifests have been adopted at the pilot border, was launched on 15 December 2007 and is ongoing.
- With the unified manifests, incoming and outgoing vehicles and freight carriers need to complete only one set of documents for declaration at both the Chinese and Kazakhstan customs.

Major Transport and Trade Facilitation Sectors Progress

Trade Facilitation

- *Outline of Cooperation between the General Administration of Customs of the People's Republic of China and the Customs Control Committee of the Ministry of Finance of the Republic of Kazakhstan (2009 to 2011) (the Customs Cooperation Outline)*
 - Customs authorities of the PRC and Kazakhstan signed the outline in October 2008.

Major Transport and Trade Facilitation Sectors Progress

Trade Facilitation

- *Customs Cooperation Outline*
 - Defines the main cooperation areas:
 - improve border control procedures, realise closer coordination between the border customs, shorten clearance time for goods and vehicles, promote customs clearance efficiency, and establish an open and comprehensive customs clearance system;
 - reinforce cooperation in entry/exit cargo, articles and vehicles;
 - simplify customs procedures including those for trans-boundary transportation, provide necessary customs control equipment and improve conditions for control over cargo, articles and vehicles; and
 - reinforce cooperation in capacity building and promote the potential and efficiency of the customs operations.

Major Transport and Trade Facilitation Sectors Progress

Trade Facilitation

- PRC-Mongolia JCC
 - It began in January 2006 when a joint expert panel meeting between the two countries was held.
 - Customs representatives of the two countries signed the minutes of meeting which outlined the overall framework and steps for implementation of the JCC program.
- PRC-Mongolia JCC initiative
 - It focuses on unification of cargo manifest form.
 - The 3rd working group meeting is expected to be held in 2009.
 - A pilot project will take place in Erenhot, the biggest road/rail border crossing point in IMAR (Corridor 4b).

Status of Investment and Technical Assistance Projects

Roads

- PRC IP 1: Xinjiang Regional Road Improvement (Korla-Kuqa) (new to ongoing)
 - Project started in 2008.
 - Implementation is on track.
 - Project will complete in 2011.

Status of Investment and Technical Assistance Projects

Roads

- PRC IP 2: Road Construction (Jinghe-Ala Shankou)
 - Project has completed now.
- PRC IP 3: Lianyungang-Khorgas Expressway (Guozhigou and Qin Shui He) (ongoing)
 - Project implementation is on track.
 - Project will complete in 2011.

Status of Investment and Technical Assistance Projects

Railways

- PRC-IMAR IP 1: Jining-Zhangjiakou Railway (ongoing)
 - Construction started on 1 May 2006, and operations are planned to begin in 2011.
 - Project cost estimate is \$840 million equivalent, comes from the Ministry of Railways and Construction.

Status of Investment and Technical Assistance Projects

Airports

- PRC IP 7: Xinjiang Airport Development (ongoing)
 - Project implementation (Urumqi international airport and Kashi airport) is on track.
 - Project will be implemented until 2015.

Status of Investment and Technical Assistance Projects

Trade Facilitation

- **PRC IP 8: Khorgas Global Logistics Center (ongoing)**
 - The development of the Khorgas Global Logistics Center is going well.
 - The preservation warehouse (6,968 m²), the bulk areas for mechanical/electronic products and construction materials (5,000 m²), and the parking area for export vehicles (10,000 m²) are under construction.

Status of Investment and Technical Assistance Projects

Trade Facilitation

- **PRC TA 1: Logistics Development and Capacity Building in Xinjiang Uygur Autonomous Region (completed)**
 - **RETA was successfully completed in 2008 as planned.**
 - **Final report was submitted to the Government and ADB.**

Status of Investment and Technical Assistance Projects

Trade Facilitation

- **PRC TA 2: Regional Customs Cooperation (Joint Control and One-Stop Inspection)**
 - **This Project will be covered by ADB RETA (East Asia Department)**

Follow-up Actions

- Let XUAR and IMAR be the member in the NTFC mandate because the CAREC Program focuses on these two regions.
- Let MOR and Civil Aviation Administration of China (CAAC) as the member of the NTFC .
- These proposals require on the PRC Government's decision on the expanded NTFC mandate.
- Monitor the CPMM data collection process regularly.

Follow-up and give close attention to the projects in the Action Plan of ADB.

Thank you!
Спасибо!
谢谢！