



**National Workshop on the Enhancement and Sustainability of the Authorized
Economic Operators' Program in CAREC**
29-30 April 2024, Ulaanbaatar, Mongolia



CUSTOMS GENERAL ADMINISTRATION OF MONGOLIA:

Mutual Recognition Arrangement (MRA) Negotiations

BAYARSAIKHAN Delger, Customs officer of International
Cooperation Division, General Customs Administration of Mongolia

Legal background for AEO Program

1. Revised Kyoto Convention

- Mongolia acceded to the Convention in 2006
- Chapter 3 & 6 – Authorized person

2. SAFE framework of Standards to Secure and Facilitate Global Trade

- Mongolia sent its intention letter in 2005
- Customs-to-business Pillar – Authorized Economic Operators

3. The WTO Trade Facilitation Agreement

- Mongolia ratified the Agreement on 28 Nov. 2016
- Article 7.7 - Authorized Operators

Legal background for AEO Program

2008 Customs law - Article 271.1.16

- The Director General of Customs (the Public/Government Authority in charge of Customs Matters) shall exercise the power to grant an authorization to a Customs client (a foreign trade stakeholder) who meets the criteria determined by the Customs in accordance with international standards to secure and facilitate global (international) trade”

AEO program development in Mongolia

2006

Signed Letter of Intent

2010

Establishment of the AEO Working Group

2016

AEO Joint Working Group with the GTI countries

2017

AEO Pilot project for exporters

2018

Joint validation with China Custom and Korea Customs

2019

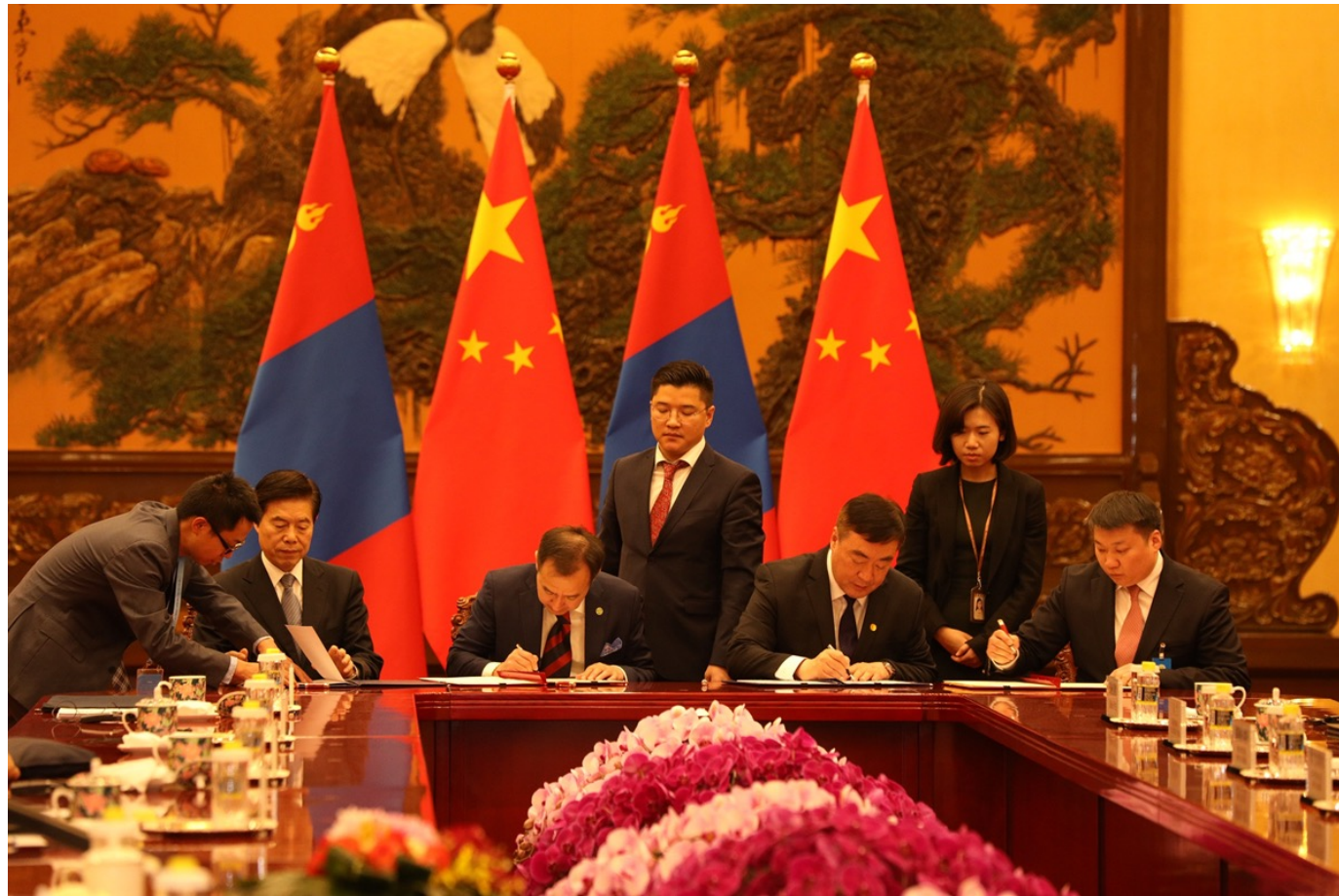
AEO MRA signed with China and Korea

2020

Pilot operation for benefits under MRA



MRA between China Customs and Mongolian Customs



**25th April 2019, Signing of Mutual Recognition Arrangement (MRA)
between China Customs and Mongolian Customs**



MRA between China Customs and Mongolian Customs



September 30th 2019, signing of Mutual Recognition Arrangement (MRA) between China Customs and Mongolian Customs

MRA Benefits

(a) relatively low documents check rate;

b) relatively low inspection rate;

(c) priority given to the inspection of any cargo selected for physical examination;

(d) designation of customs officials;

(e) expedited clearance, upon restoration of services, following an event of disruption to international trade.

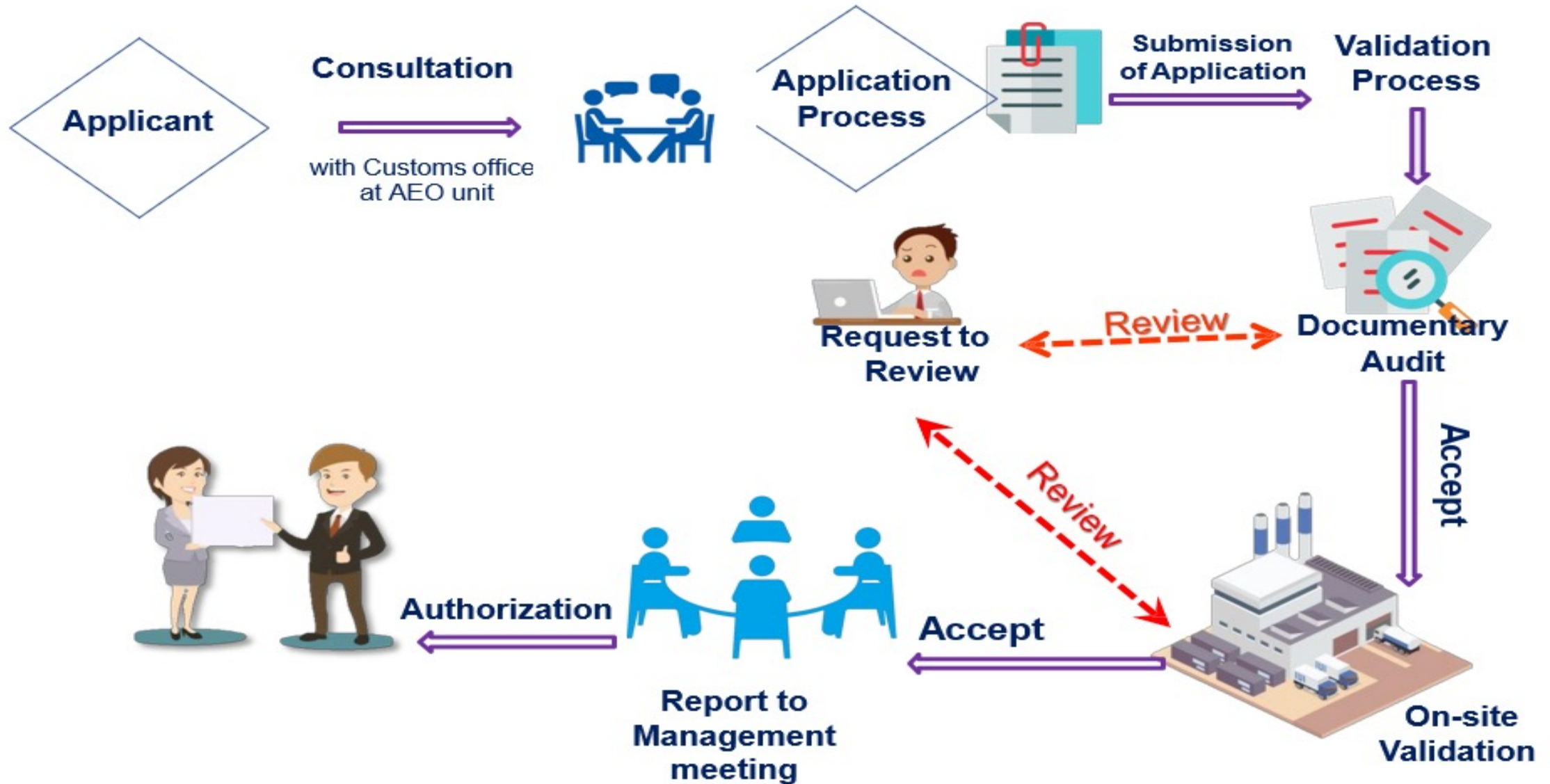
AEO-MRA Implementation plan

The AEO MRA Implementation Joint Action Plan between the General Administration of Customs of the People's Republic of China and the Customs General Administration of Mongolia

Contact Mrs. Tao (China Customs senior officer), Ms. Munkhzul (Mongolian Customs officer)
points:

Ref	Activities	Main points	Counterparts
2019, October			
1	Define a plan to implement the mutual recognition agreement of AEO	* Main objectives and activities	Customs AEO Working Group
2	Conducting training and sharing experience on AEO system in China	to develop the proper mechanisms in place to recognize each other AEOs in our respective IT systems in in order to provide benefits and define the capabilities for the exchange of information (future IT improvements)	Customs AEO Working Group
January, 2020			
3	Discuss and confirm the AEO MRA implementation date	* collaborate and discuss potential ways to enhance the MRA	Customs AEO Working Group
4	Develop a management mechanism to confirm the evaluation process for the MRA implementation,	* to ensure maximum efficiency and effectiveness of the MRA implementation updates and changes to the AEO policies or procedures, IT system *	Customs AEO Working Group
5	Conduct joint conference for traders	in order to publicise a bulletin to the business.	Customs AEO Working Group
6	Make sCustoms clearance treatment	*regular exchange of AEO member lists and program status	Customs AEO Working Group

AEO application process



The Challenges we have

Support from Government level and lack of understanding of AEO program for other government authorities

Greater engagement by all relevant stakeholders

Provide capacity building support to Customs officials in being Validator customs officers

AEO MRA implementation in reality and in practices

AEO system needs to be developed to recognize Partner's AEO companies

Towards implementation of a fully-fledged AEO programme



ГААЛИЙН ИТГЭМЖЛЭГДСЭН АЖ АХУЙН НЭГЖ



THANK YOU
FOR YOUR KIND
ATTENTION