

Implementation of WTO Trade Facilitation Agreement

Department of International Cooperation
General Administration of China Customs

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PART ONE

Overview

Overview



Brief introduction



Vehicles and vessels under customs control totaled 38.92 million in 2017



Customs duties and taxes totalled RMB1896.781 billion in 2017



China Customs is a border agency supervising inbound and outbound activities. The General Administration of Customs of the People's Republic of China (GACC) is the headquarters of China Customs.



Imported and exported goods under customs control totalled 4.273 billion tons in 2017



Overview

China's entry-exit inspection and quarantine duties and workforce were integrated into the General Administration of Customs of China (GACC) in April 2018



Overview

Timeline of China's ratification and notification

2014.6.30

The 9th member
to notify Category
A commitments



2017.6.6

Notification of
Category B
commitments and
indicative
implementation
date

2018.2.14

Notification of
definitive
implementation date
for Category B
commitments

2015.9.4

The 16th member
to ratify TFA



2017.11.23

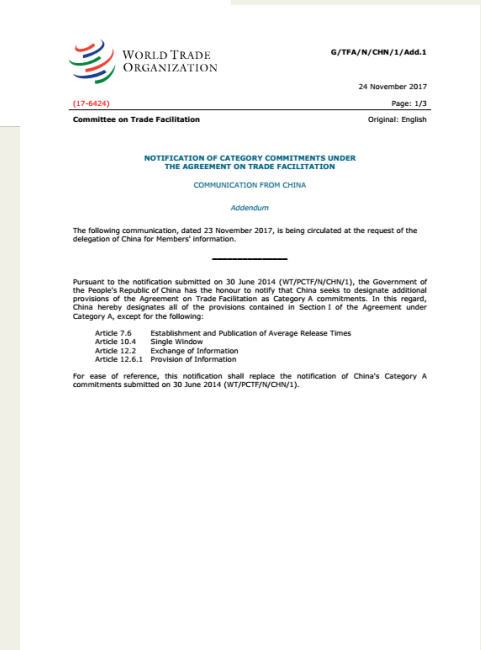
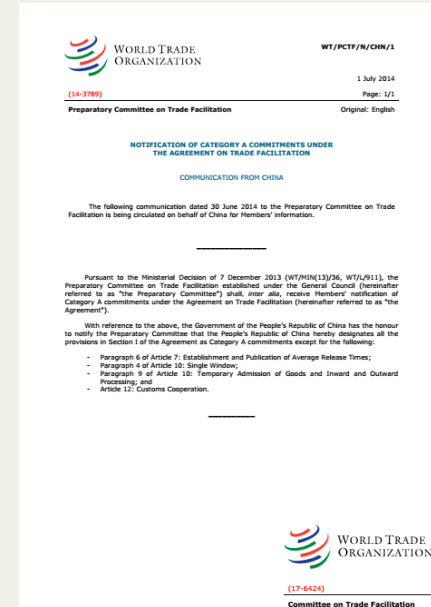
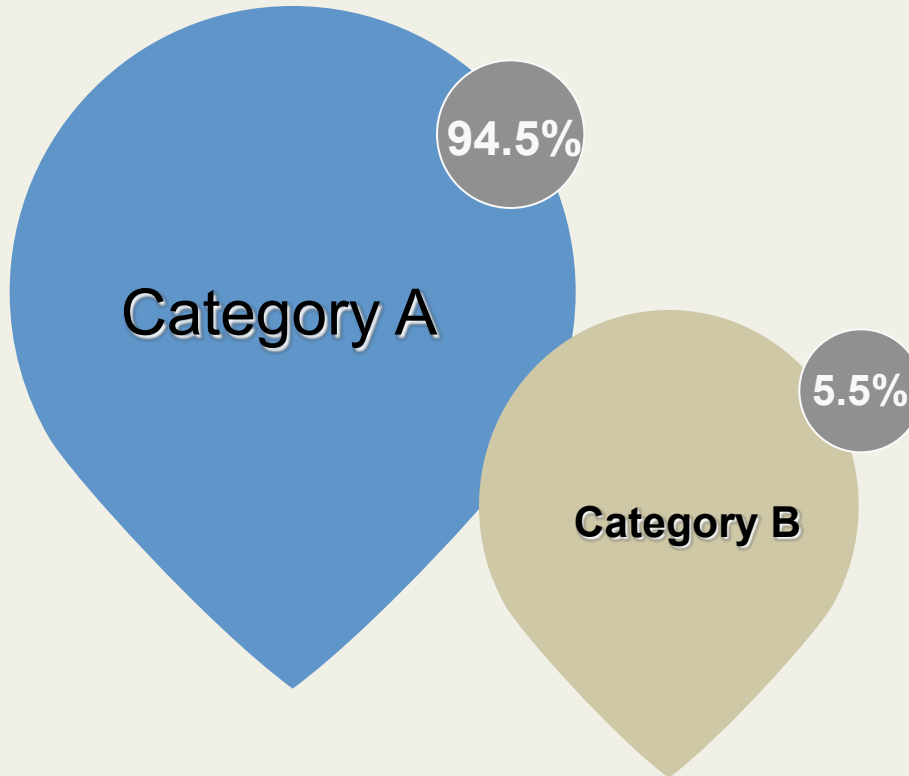
Notification of
Category
commitments
(addendum)



Overview



Share of category commitments





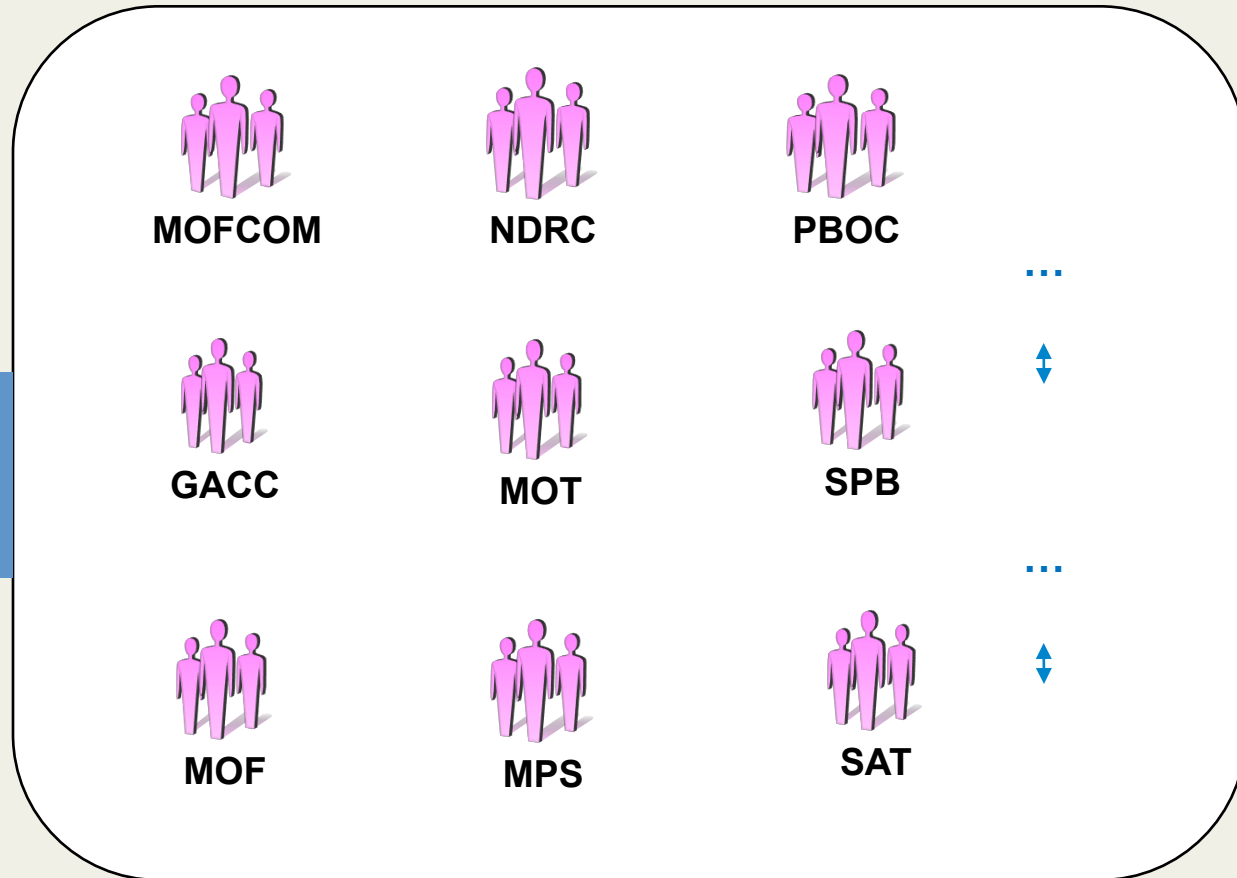
PART TWO

TFA implementation practices

TFA implementation practices



1. Top level design



■ Structure of National Committee on Trade facilitation

TFA implementation practices

2. Actions at policy and operation level

TFA content

- **Article 6.1 and 6.2**

Disciplines on fees and charges on or in connection with importation and exportation

Implementation status

- ✓ **Reduce and regulate fees and charges**
- ✓ **No administrative fees and charges items now**

TFA implementation



2. Actions at policy and operation level

TFA content

- **Article 7.7.2**

To the extent possible, the criteria of AO shall not restrict the participation of small and medium-sized enterprises

Implementation status

✓ **Requirement on business performance removed(2014)**

TFA implementation



2. Actions at policy and operation level

TFA content

- **Article 10.9.2**

Outward processing

Implementation status

- ✓ **New outward processing rules (2016)**

TFA implementation practices

2. Actions at policy and operation level

Trade facilitation Survey and Dialogue



TFA implementation practices



2. Actions at policy and operation level



Press release on
Customs' TFA
implementation
status in 2017

Customs training
programme
in 2016

Customs training
programme
in 2017



TFA implementation practices

3. Provide predictability and foster compliance

TFA content

- **Article 7.7 Trade facilitation measures for Authorized Operators**

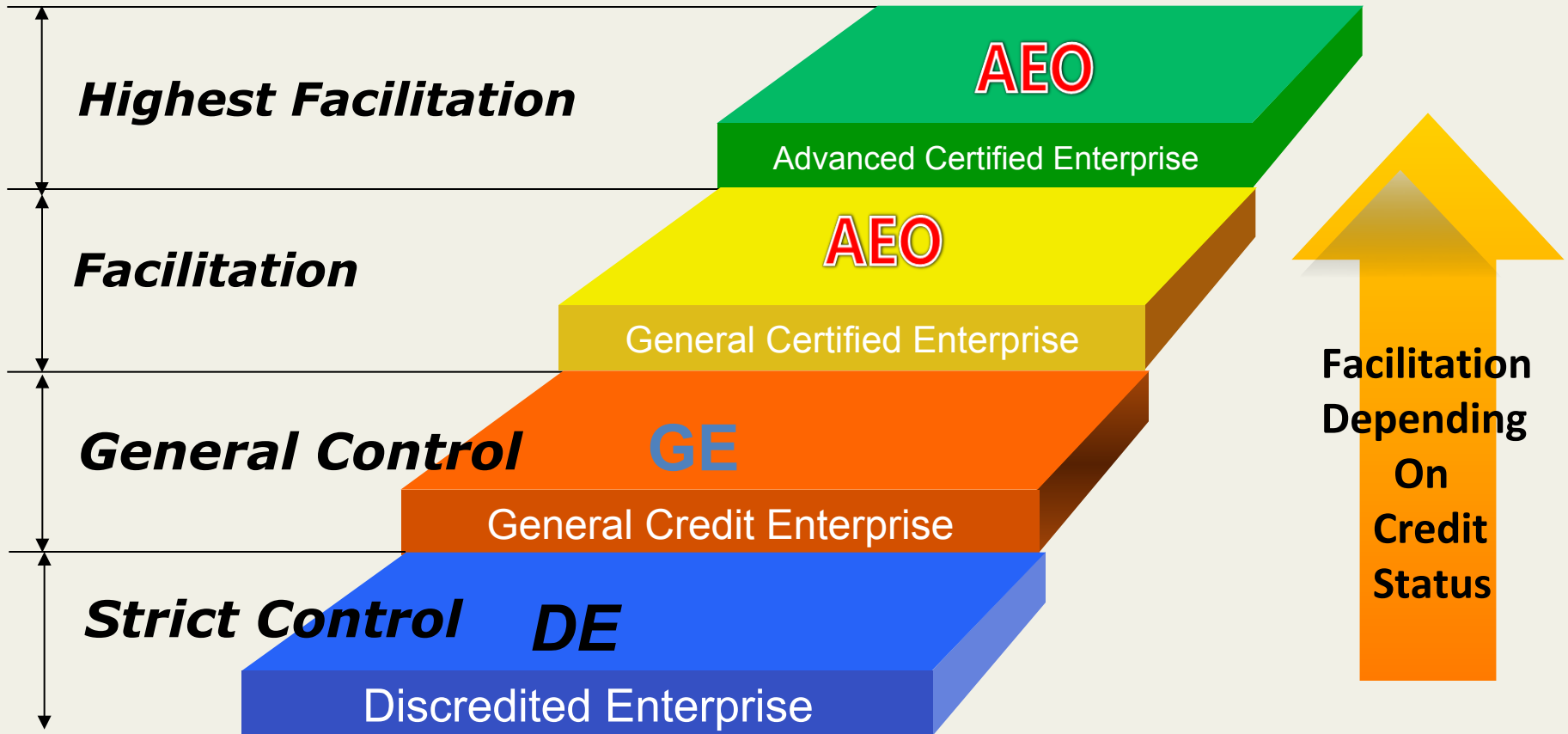
A

Implementation status

- **Decree of GACC No.237**
- **AEO Mutual recognition arrangement**
- **AEO Joint Incentive (AJI) programme**

TFA implementation practices

3. Provide predictability and foster compliance



TFA implementation practices

3. Provide predictability and foster compliance



■ AEO MRA

Joint conference on Customs AEO mutual recognition

■ AEO Joint Incentive (AJI) programme

Press release on Customs' efforts in building credit system



TFA implementation practices

3. Provide predictability and foster compliance

TFA content

- **Article 3 Advance ruling**

Implementation status

- ✓ **Consolidating and optimizing the existing measures**
- ✓ **Interim Measures of GACC for the administration of advance ruling**

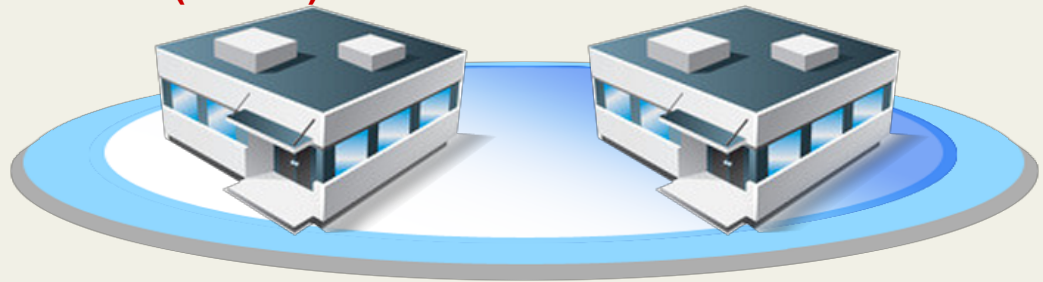
TFA implementation practices

4. Promote efficiency and cooperation

- **Article 10.7 Common border procedures and uniform documentation requirements**

Risk prevention and control center(RPCC)

Duty collection and management center



◆ **Two centers**

◆ **Three measures**

one-off declaration and phased disposal

Reform of duty collection and management method

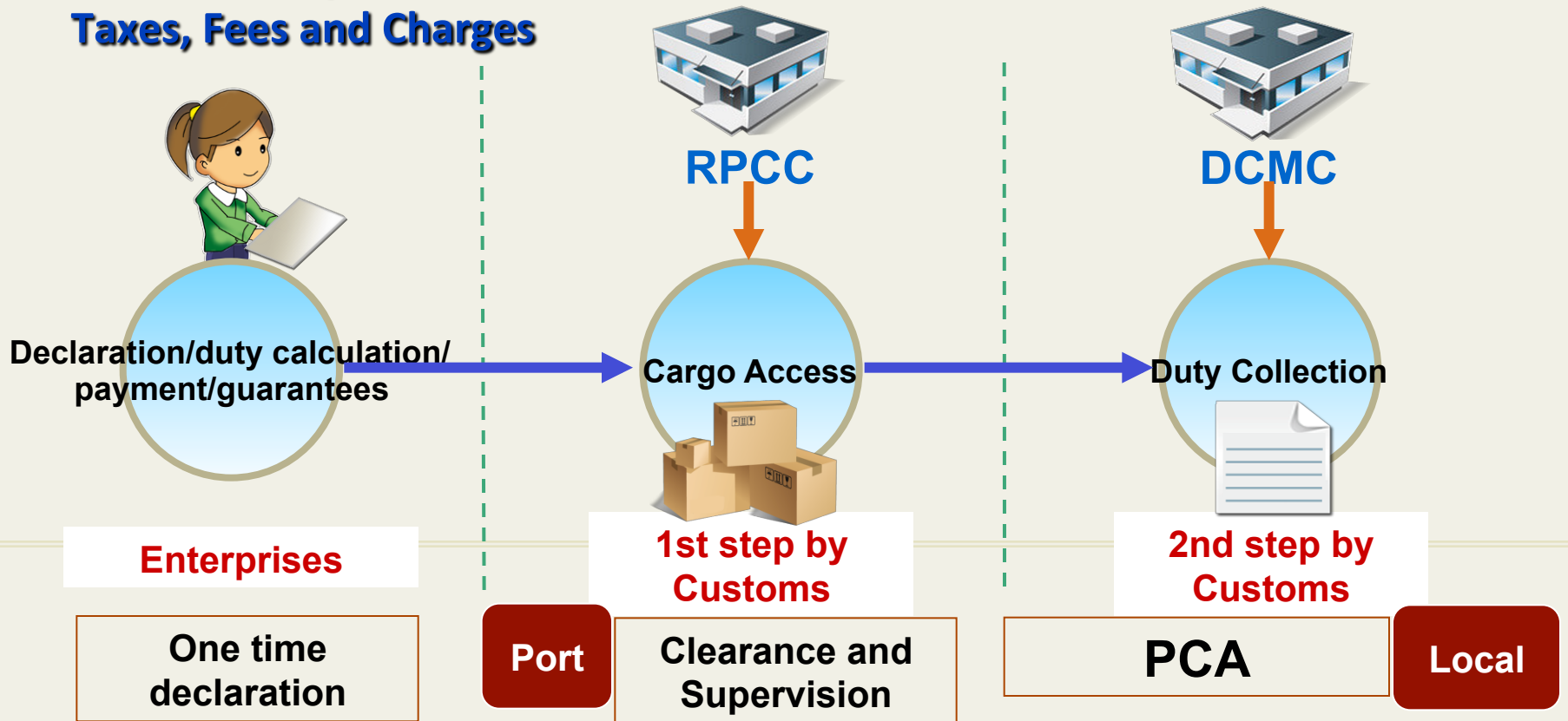
Promote synergy in control

■ **National Customs clearance integration reform**

TFA implementation practices

4. Promote efficiency and cooperation

- Article 7.3 Separation of Release from Final Determination of Customs Duties, Taxes, Fees and Charges



TFA implementation practices

4. Promote efficiency and cooperation

- **Article 11 Freedom of transit**

CTOP(Customs-Train Operators Partnership for Security & Expedited Clearance of China Railway Express)



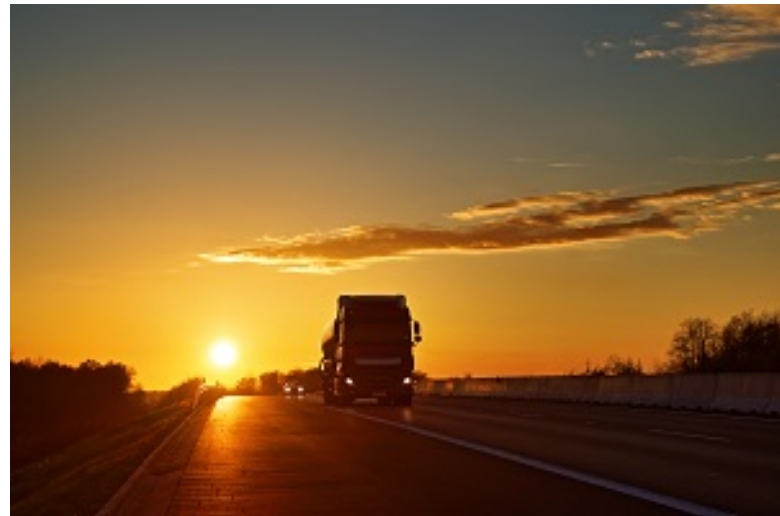
TFA implementation practices

4. Promote efficiency and cooperation

- **Article 11 Freedom of transit**

- **TIR convention**

- ✓ China deposited its instruments of accession to the TIR Convention on 5 July 2016
- ✓ The Convention entered into force for China on 5 January 2017.
- ✓ Pilot implementation in selected land border ports from 1 May 2018.



PART THREE

Challenges and the way forward

Challenges and the way forward



1. Challenges for customs

Increased volumes and complexities of international trade

New business models and new technology

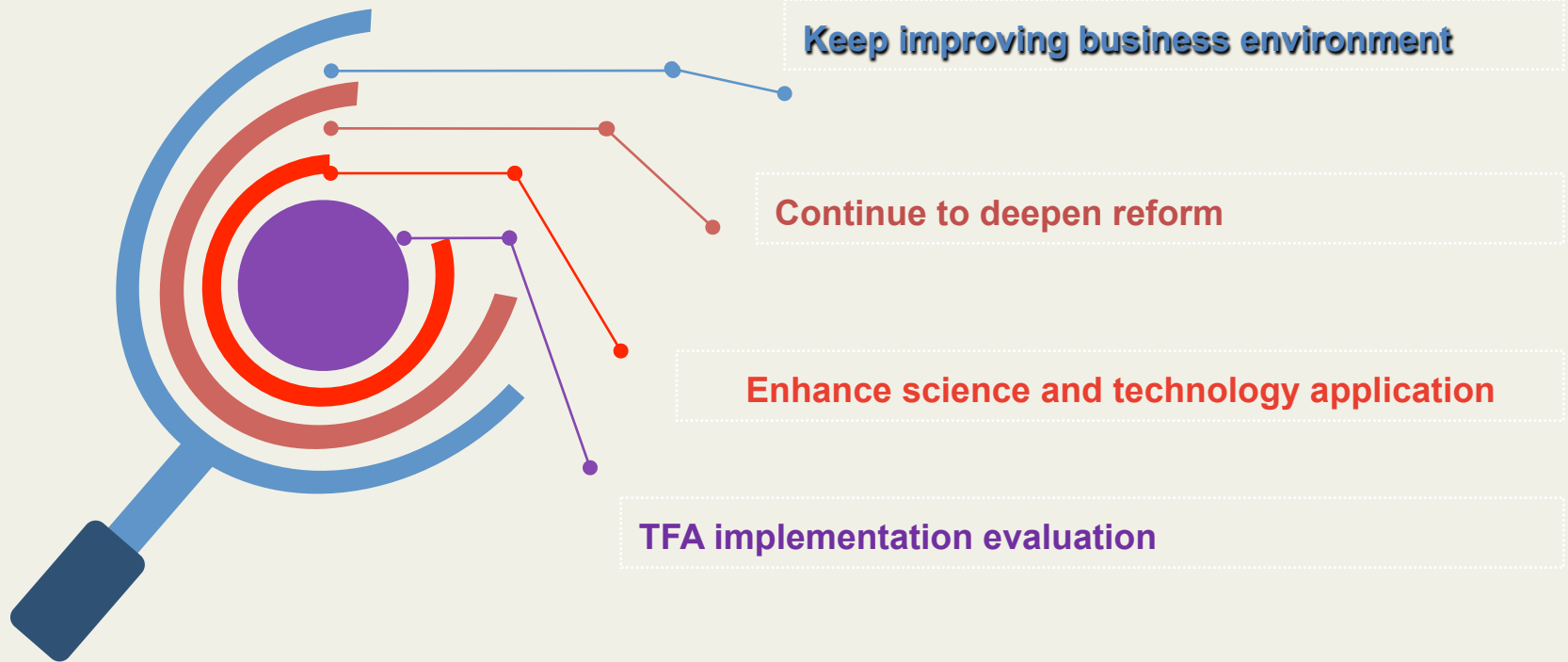
Trade security issues

Demand from society



Challenges and the way forward

2. The way forward





谢谢

THANKS FOR YOUR ATTENTION