

SESSION 4

CAREC Trade Facilitation Program

National Committee on Trade Facilitation Meeting
Seoul, S. Korea
2 June 2017



CAREC Trade Facilitation Program

2 main components:

- Customs Cooperation
- Integrated trade facilitation

Customs Cooperation

1. Simplification and harmonization of customs procedures - Revised Kyoto Convention (RKC) Accession

- ▶ TKM - RKC Awareness and Self Assessment Tools
- ▶ KGZ - Gap Analysis

2. ICT for customs modernization - Customs Information Common Exchange

- ▶ Proof of concept piloting in 2017

3. Regional Transit - CAREC Advanced Transit System

- ▶ Pilot project: Azerbaijan, Kazakhstan, Georgia

Customs Cooperation

4. Risk management

- Adoption of Authorized Economic Operators program
- Assessment/improvement of existing risk management systems; recommendations to adopt risk based system

5. Joint Customs Control

- Pilot between PRC (Erlian) and Mon (Zamyn Uud)
- Case Study

Integrated Trade Facilitation

1. Common Agenda for Modernization of SPS

- ▶ Regional Upgrades of SPS Measures for Trade (RUST) in Mongolia
- ▶ Regional Technical Assistance on Modernizing SPS Measures for Trade

2. Regional Improvement of Border Services (RIBS)

- ▶ RIBS in Kyrgyz Republic, Mongolia, Pakistan, Tajikistan
- ▶ National Single Windows/Regional Single Window

3. More extensive private sector participation

- ▶ CFCFA participation in CATS and ICE
- ▶ adoption of CFCFA standards that conform with international standards.

Integrated Trade Facilitation

4. Corridor Performance Measurement and Monitoring (CPMM)

- ▶ CFCFA partner associations
- ▶ Trade facilitation indicators

5. Strengthening of Monitoring, Data Analysis, and Policy Planning

- ▶ Complementary use of TRS and CPMM - tools to improve border management

CPMM: TF Indicators

Road Indicators	2014	2015	2016	YoY
TFI1 Time taken to clear a border crossing (hours)	9.9	9.3	11.3	21%
TFI2 Costs incurred at a border crossing point (\$)	177	149	160	7%
TFI3 Costs incurred to travel corridor section (\$)	1,359	1,341	1,174	-12%
TFI4 Speed to travel 500 km on CAREC corridor section (kph)	22.9	23.2	22.3	-4%

CPMM: TF Indicators

Rail Indicators*	2014	2015	2016	YoY
TFI1 Time taken to clear a border crossing (hours)	32.6	27.4	25.9	-6%
TFI2 Costs incurred at a border crossing point (\$)	148	208	215	3%
TFI3 Costs incurred to travel corridor section (\$)	1,364	1,250	966	-23%
TFI4 Speed to travel 500 km on CAREC corridor section (kph)	11.4	14.0	14.3	2%

CAREC Assistance for TFA Implementation

1. RETA 8585 – Aligning Trade Facilitation Measures with Best Practices in CAREC

- ▶ Support for Revised Kyoto Convention accession – TFA provisions (Art. 1-11 and 23) are aligned with RKC provisions (General Articles 3,4,6,7,& 9 and corresponding standards)
- ▶ Support for Customs information exchange (TFA Art. 12)
 - ▶ Proof of Concept for Customs Information Common Exchange (ICE)
- ▶ Adoption of AEO program as risk management tool (TFA Art. 7.7)

CAREC Assistance for TFA Implementation

2. RETA 8584 – Coordinated Border Management for Results in CAREC

- ▶ Support for conduct of Time Release Studies thru trainings, technical advisory services (TFA Art. 7.6)
- ▶ Support for adoption of CBM approach amongst border agencies through regional CBM workshops (TFA Art. 8)

CAREC Assistance for TFA Implementation

3. RETA 8586 – Facilitation of Regional Transit Trade in CAREC

- CAREC Advanced Transit System (TFA Art. 11)
 - development of a single regional electronic transit document
 - risk based financial guarantees
 - comprehensive guarantee that would cover a specific number of transit operations up to one year

CAREC Assistance for TFA Implementation

4. Regional Improvement of Border Service (RIBS)

- ▶ RIBS projects support development of single windows (TFA Art 10.4)

5. Regional Upgrade of Sanitary and Phytosanitary Measures for Trade Facilitation (RUST) (TFA Art. 5)

- ▶ CAREC Common Agenda for Modernization of SPS Measures endorsed by MC in September 2015
- ▶ Mongolia project (MUST)
- ▶ Regional technical assistance on Transforming SPS Measures for Trade Facilitation

6. RETA 8746 – CAREC Working with the Private Sector Phase 2 (TFA Art. 2.2)

CAREC Assistance for TFA Implementation

7. RETA 9162 – Implementation of Trade Facilitation Initiatives in CAREC

- Continue to support customs cooperation and integrated trade facilitation efforts
- Continue to support private sector involvement in TF activities
- Continue to support piloting of CATS and ICE

Thank you

