Progress in Trade Facilitation and Corridor Performance Measurement and Monitoring

8th Transport Sector Coordinating Committee Meeting 24-25 June 2009 Ulaan Baatar, Mongolia

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CAREC Trade Facilitation

- Customs Cooperation
 - Initiatives in areas of Joint Customs Control and Regional Transit
 - Simplification of Procedures, ICT and Data Exchange, and Risk Management
- Integrated Trade Facilitation
 - Corridor Performance Measurement Monitoring (CPMM)
 - National and Regional Joint Transport and Trade Facilitation Committees (NJCs/RJC)
 - Single Window (SW) Development
 - Trade Logistics Development
 - Training Needs Assessment and Capacity Building



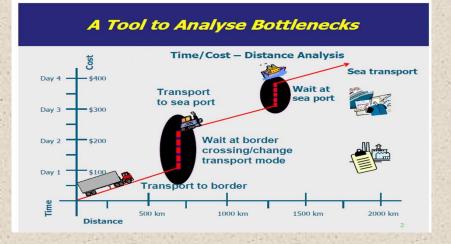
Need for CPMM

- Transport and Trade Facilitation Strategy (TTFS) mandated that economic corridors' performance be measured and monitored periodically to:
 - Ascertain current situation along the links and nodes of each CAREC corridor
 - Identify bottlenecks
 - Determine courses of action to address bottlenecks, and
 - Assess the impact of regional cooperation initiatives
- Workshop in Guangzhou, Feb 2009

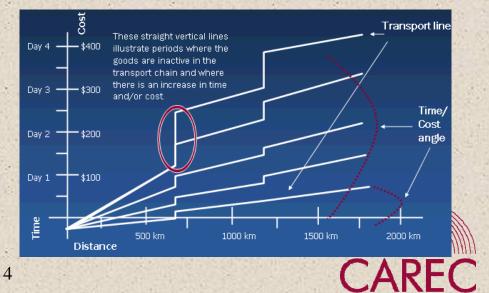


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Collection and Analysis

Institutional Arrangement

- MOU with partner freight forwarders associations (FFAs) and road carrier associations (RCAs)
- Frequency of Collection
 - Average 30 TCD/Partner/month
 - 15 observations to be allocated on designated sub-branches of all CAREC Corridors, e.g., 1b, 2a, 3b, 4b, 5, 6c
 - Partner association to decide how to split between road and rail depending on relative importance among corridors
- Submission, analyses and reporting
 - Partner associations submit data in TCD template to CAREC Secretariat
 - Data analysis at ADB HQ, ADB to build a database to support analysis and reporting
 - Quarterly reports on CPMM results and in-depth report submitted to CAREC SOM
 - Partner associations encouraged to analyze the data and compare their results with the Secretariat
 - Reports to be provided to partner₅ associations and NJCs/ RJCs for rev

Partners Associations

• 12 Partner Associations

- Association of Afghanistan Freight Forwarders Companies
- Azerbaijan International Road Carriers Association
- Kazakhstan Freight Forwarders Association
- Kyrgyz Freight Operators Association
- National Road Transport Association of Mongolia
- Mongolia National Chamber of Commerce and Industry
- China International Freight Forwarders Association
- Inner Mongolia Autonomous Region Logistics Association
- Xinjiang Uygur Autonomous Region Freight Forwarders Association
- Association of International Automobile Carriers of Tajikistan
- Association of International Road Carriers of Uzbekistan
- Business Logistics Development Association of Uzbekistan
- Proposal to establish the CAREC Federation of Carriers and Forwarders Associations (CFCFA)
- Cooperation with International Road Union (IRU)



Month **Association Total** January February March April May AZE CIFA **IMAR** KAZ KGZ MON .30 UZB **XUAR Total**

TCD Submission by Association by Month

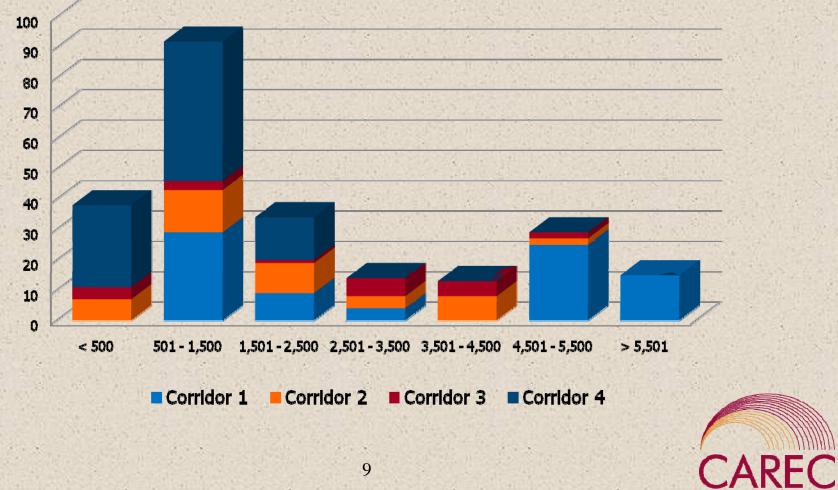


Number of TCDs Submitted by Association by Corridor

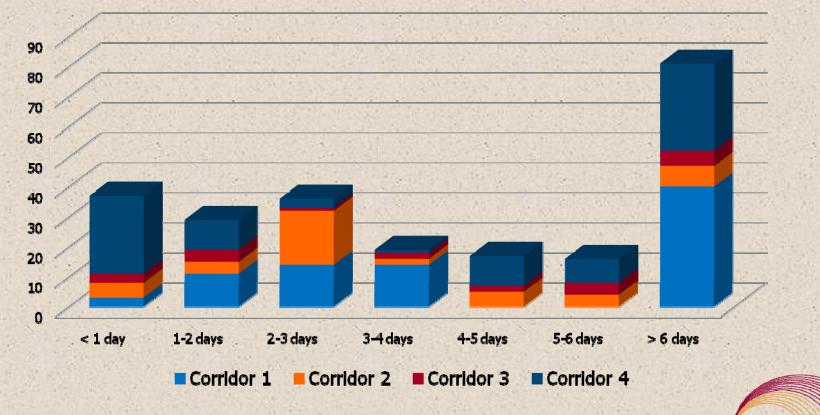
Association		Cori	ridor		Total
ASSOCIATION	1	2	3	4	TUtai
AZE	0	6	0	0	6
CIFA	40	0	0	0	40
IMAR	0	0	0	27	27
KAZ	33	2	0	0	35
KGZ	9	10	5	0	24
MON	0	0	0	60	60
UZB	0	22	16	0	38
XUAR	0	5	0	0	5
Total	82	45	21	87	235



Distribution of Distance Travelled by Number of TCDs and Corridor

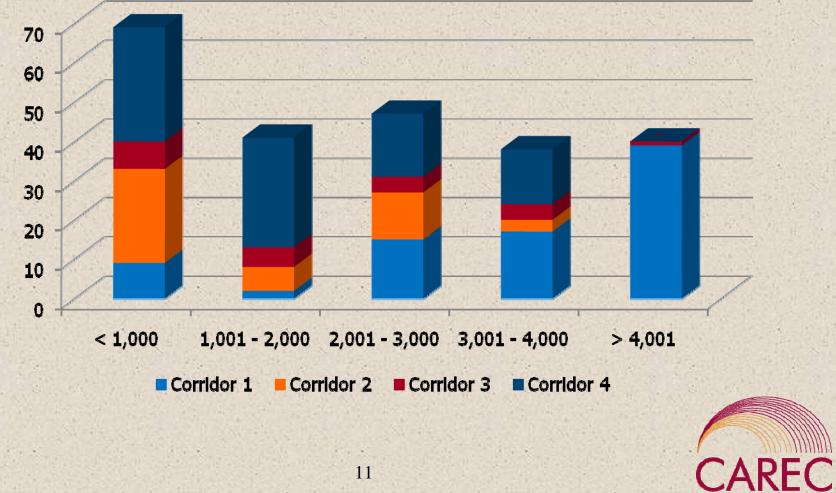


Distribution of Travel Duration by Number of TCDs and by Corridor



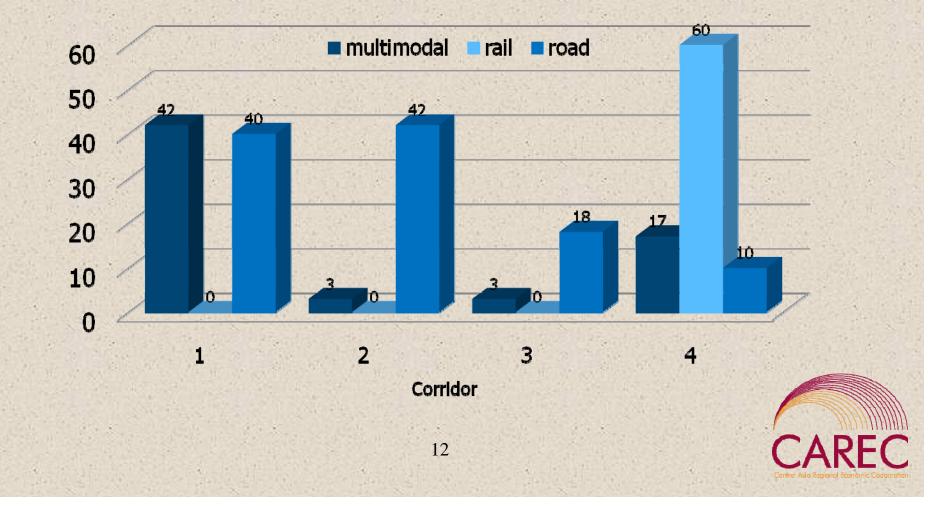
CAREC

Distribution of Overall Cost by Number of TCDs and Corridor

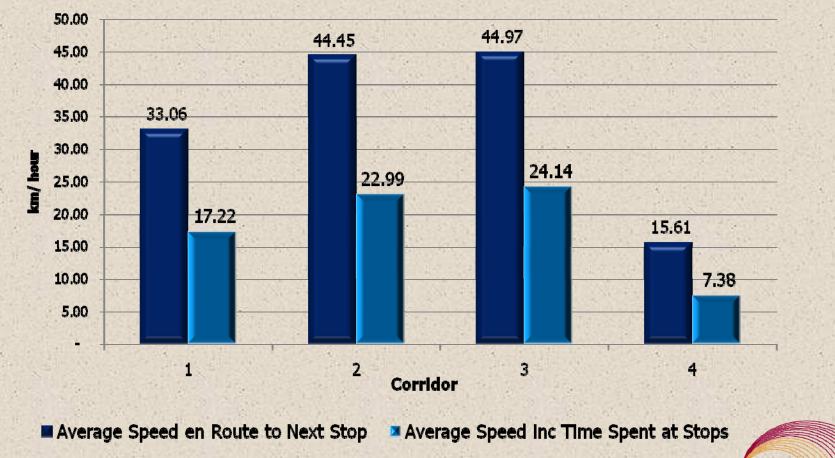


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Number of TCDs by Mode of Transport and by Corridor



Average speed per corridor (km/h)



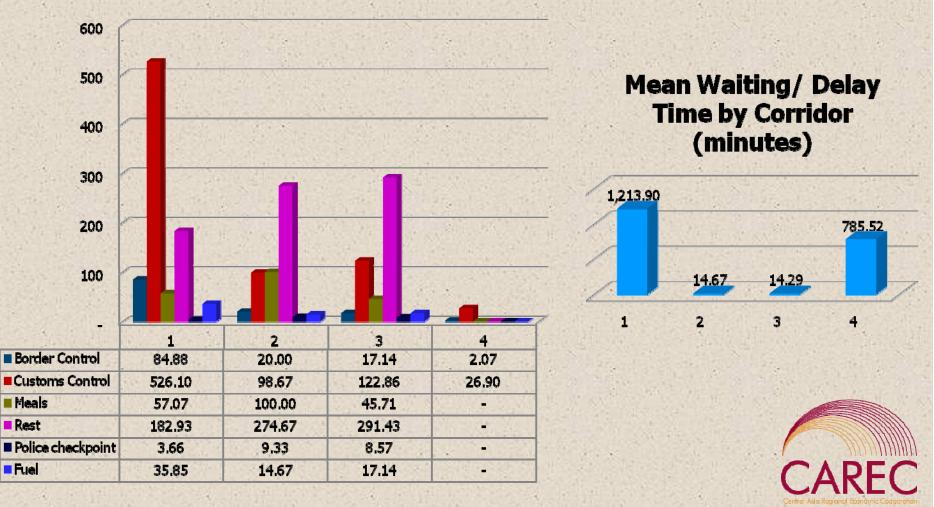


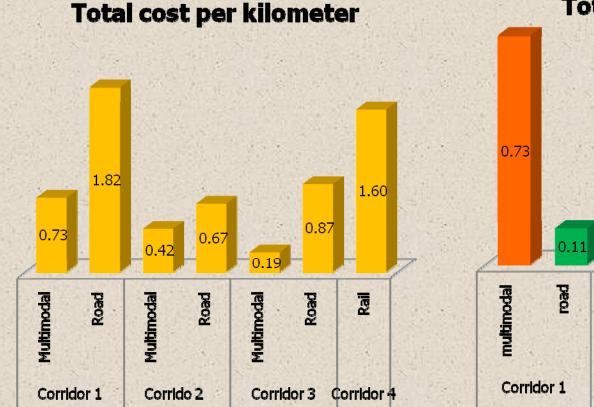
Average speed by transport mode and by CAREC corridor

Corridor	Transport Mode	Ave Speed	en Route to ne	ext stop	Ave speed in	Ave speed inc time spent at st				
Corridor	Transport Mode	Mean	Max	Min	Mean	Max	Min			
	Multimodal	16.43	58.13	9.50	12.35	20.84	8.05			
1	Road	50.52	64.56	39.87	22.33	31.87	2.65			
	Total	33.06	64.56	9.50	17.22	31.87	2.65			
	Multimodal	32.76	61.24	17.78	15.96	27.09	10.16			
2	Road	45.28	87.55	15.22	23.49	62.17	3.86			
	Total	44.45	87.55	15.22	22.99	62.17	3.86			
	Multimodal	19.01	20.41	18.26	12.67	15.77	10.21			
3	Road	49.30	63.47	35.11	26.05	39.47	10.59			
	Total	44.97	63.47	18.26	24.14	39.47	10.21			
л	Rail	18.37	40.59	8.46	10.45	29.33	4.26			
4	Road	1.72	2.00	1.54	0.95	1.00	0.83			
	Total	15.61	40.59	1.00	7.38	29.33	0.27			
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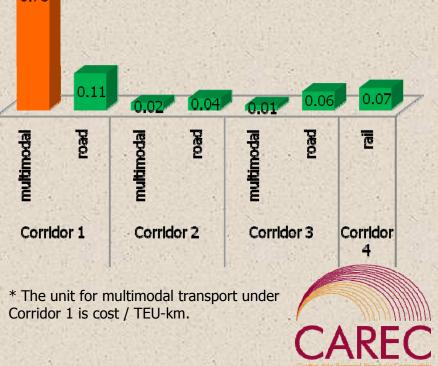


Mean Time Spent for Selected Activities by Corridor (minutes)

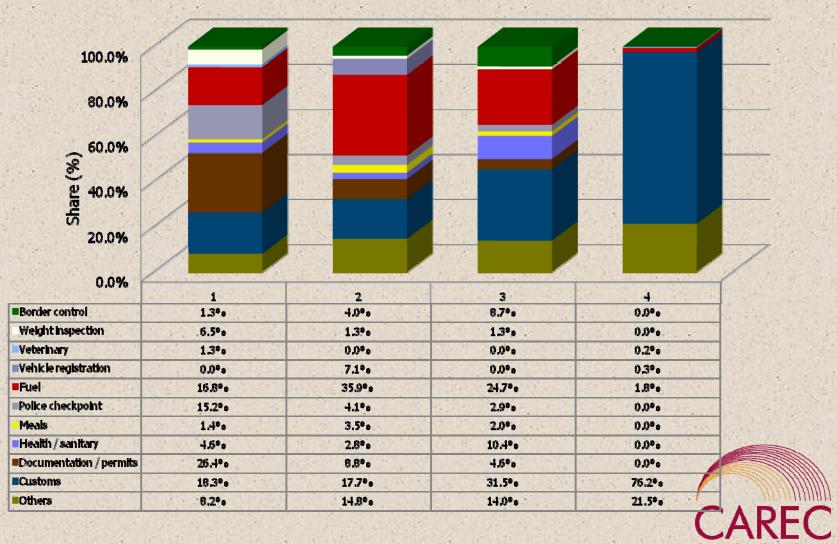




Total cost per ton-km



Share of cost of activities to total cost of activities



Data Analysis

Correlation of Cost and Macroecond	orrelation of Cost and Macroeconomic Indicators							
Macroeconomic Indicators	Cost /tkm							
Logistics Performance Index	-0.800							
Merchandise trade 2008	-0.223	A SQUEL						
Trade (% GDP) 2007	-0.415							
Ease of doing business index 2007	-0.563							



Milestones and Plans

January 2009 February 2009 in Guangzhou, PRC igned in February 2009 in Guangzhou, PRC
Guangzhou, PRC igned in February 2009 in
2009 in
April 2009
ongoing
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National Joint Committees

• Ownership

- develop national joint transport and trade facilitation action plan
- enhance skills of NJC member agencies and stakeholders to plan, implement and evaluate projects

Coordination

- coordinate public-private sector efforts to develop integrated national action plan consistent with the approved TTFS Action Plan;
- coordinate with multi-lateral organizations to mobilize resources for investments identified in national action plan;

Implementation

 supervise and monitor implementation of CAREC transport and trade facilitation projects



Regional Joint Committee

Ownership

- Overseeing implementation of CAREC TTFS Action Plan.
- Support the implementation of corresponding national action plans by sharing experiences learned and best practices
- Enhance NJCs' ownership of programs and projects
- Promote organization of regional groupings

Coordination

- Coordinate with CCC, TSCC, Trade Policy Committee and with regional cooperation mechanisms such as Shanghai Cooperation Organization, European Asian Economic Cooperation and others in the implementation of the TTFS and its Action Plan;
- Promote participation and involvement of development partners, multilateral development agencies, and the private sector;

Implementation

 supervise and monitor implementation of CAREC transport and trade facilitation projects



Single Window

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Work Program	Timetable
Case studies (MON, KGZ, AZE and UZB) identify road maps for SW at the national level	Ongoing - June
Workshop on international standards and best practices as well as practical issues	July
Preparation of national and regional road maps	Ongoing
Individual Project Formulation and Implementation (national and regional)	



Trade Logistics

- Trade logistics studies for Afghanistan, Azerbaijan, Mongolia, Kazakhstan, Kyrgyz Republic, Inner Mongolia Autonomous Region and Xinjiang Uygur Automatons Region of PRC, Tajikistan, and Uzbekistan are being finalized and publications will be launched at the Aug/Sep CAREC Business Development Forum in Urumqi
- CAREC Federation of Carriers and Forwarders Associations (CFCFA) will be established in Aug/Sep 2009
- A Public Information Platform for transport and trade logistics operators for CAREC region is being proposed



Capacity Building

Training Needs Assessment (TNA)

- common needs for customs cooperation, integrated trade facilitation and skills development
- creation of Regional Training Database accessible to all CAREC participating countries; and
- Need a simple training development structure to ensure
 - * consistency in the identification of needs,
 - appropriateness of content, level and quality of delivery and skills transfer.
- Need to strengthen existing institutions
 - * develop core curricula for particular regional centers
 - * pairing with international centers of excellence
- Role of CAREC Institute



Thank you



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