

Implementation of WTO TFA by 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 totaled RMB1896.781 billion in 2017



China Customs is a border agency supervising inbound and outbound activities



Imported and exported goods under customs control totaled 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



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PART TWO

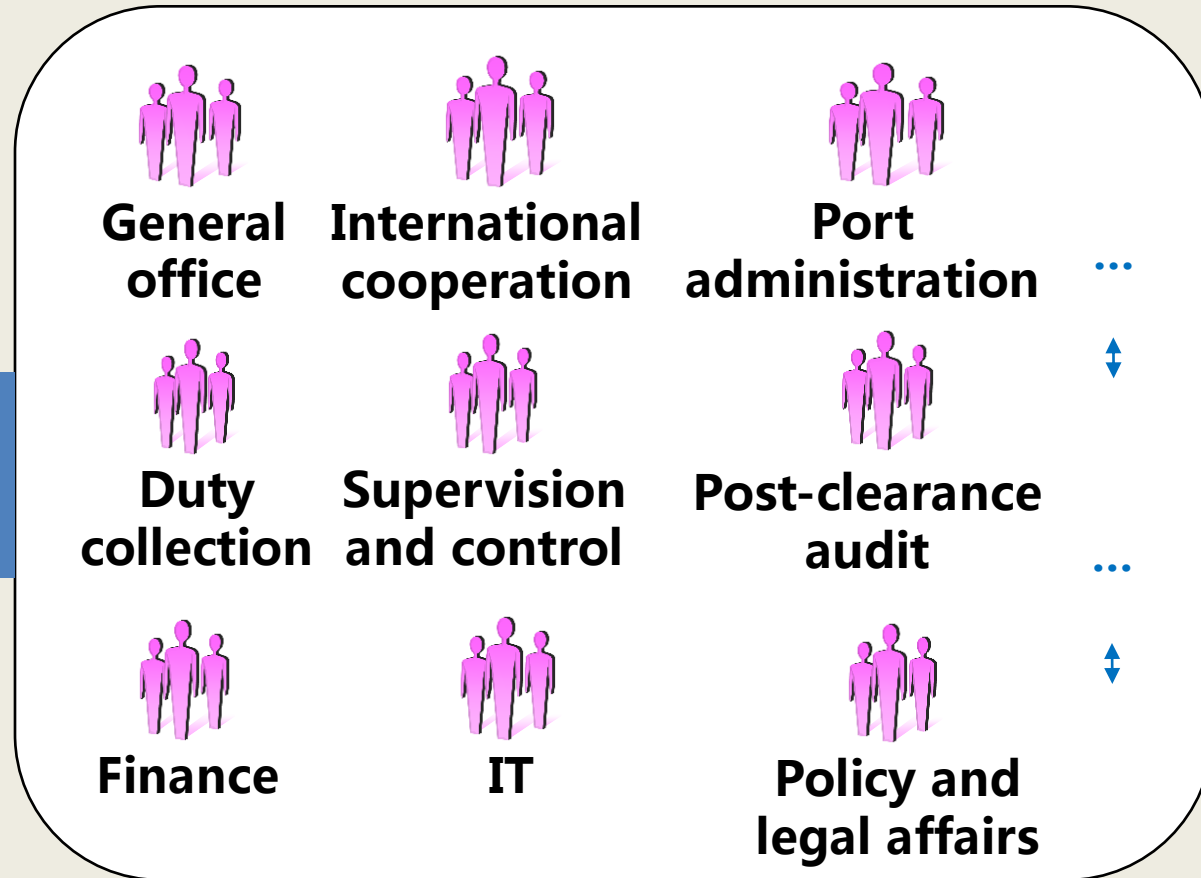
TFA Implementation Practices

TFA implementation practices



1. Top level design

GACC



■ **Customs implementation mechanism**

TFA implementation practices

2. Actions at legislation and operation level

TFA content	Implementation status
<ul style="list-style-type: none">Article 6.1 and 6.2 Disciplines on Fees and Charges	✓ Reduce and regulate fees and charges ✓ No Customs administrative fees and charges items now
<ul style="list-style-type: none">Article 6.3 Penalty Disciplines (Voluntary Disclosure)	✓ Self disclosure rules added in the new PCA regulation (2016)
<ul style="list-style-type: none">Article 7.7.2 To the extent possible, the criteria of AO shall not restrict the participation of small and medium-sized enterprises	✓ Requirement on business performance removed(2014)
<ul style="list-style-type: none">Article 10.9.2 Outward processing	✓ New outward processing rules (2016)
...	...

TFA implementation practices

2. Actions at legislation and operation level

Trade facilitation Survey and Dialogue



TFA implementation practices

2. Actions at legislation and operation level



Press release on
Customs' TFA
implementation
status in 2017

Customs
training
programme
in 2016

Cutoms training
programme
in 2017



TFA implementation practices

3. Provide predictability and foster compliance

TFA content

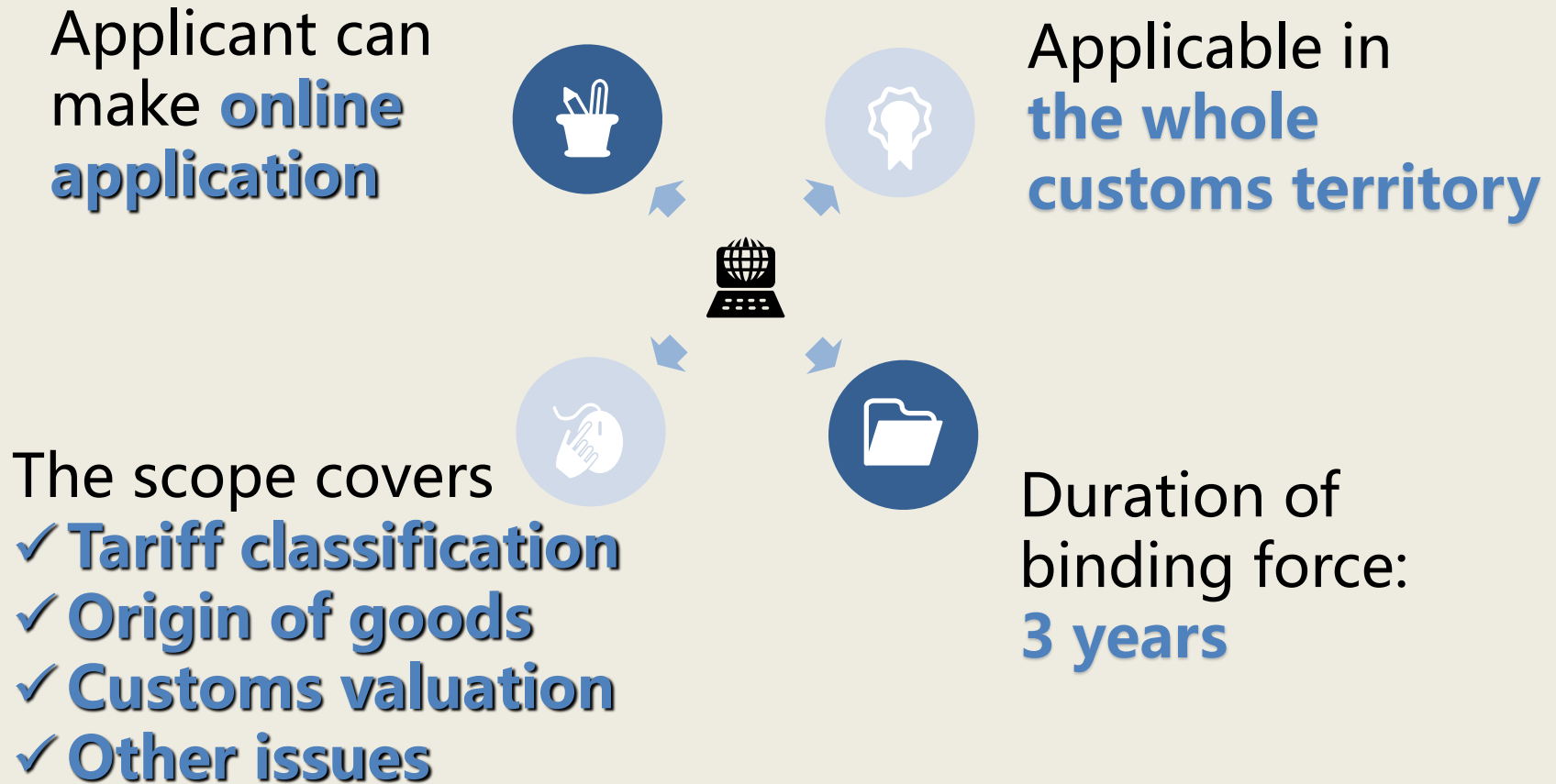
- **Article 3 Advance ruling**

Implementation status

- ✓ **Consolidating and optimizing the existing measures**

TFA implementation practices

3. Provide predictability and foster compliance



TFA implementation practices

3. Provide predictability and foster compliance

TFA content

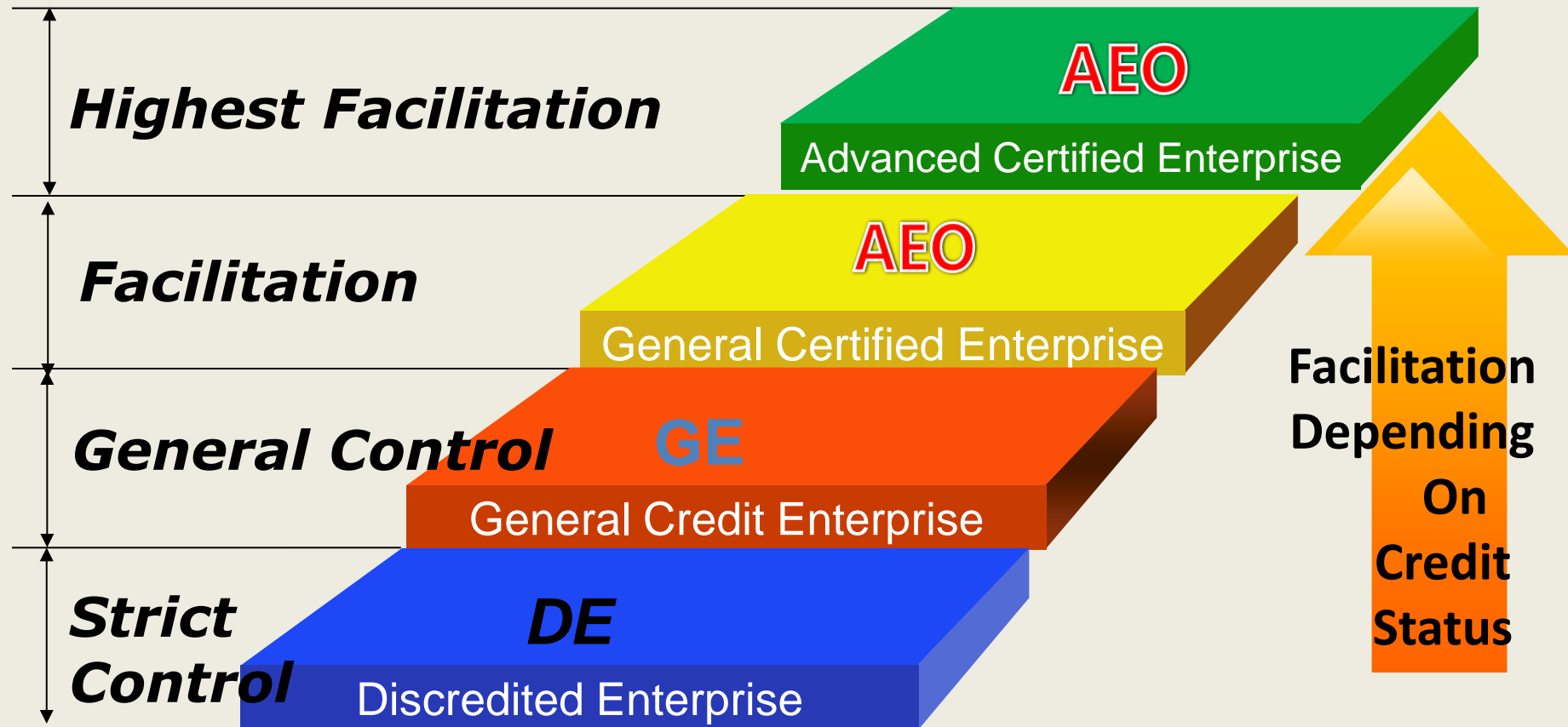
- **Article 7.7 Trade facilitation measures for Authorized Operators**

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

- **Innovating the control system of inspection and quarantine**



TFA implementation practices

4. Promote integration and cooperation

TFA content

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

Implementation status

- **National Customs clearance integration reform**

TFA implementation practices

4. Promote integration and cooperation

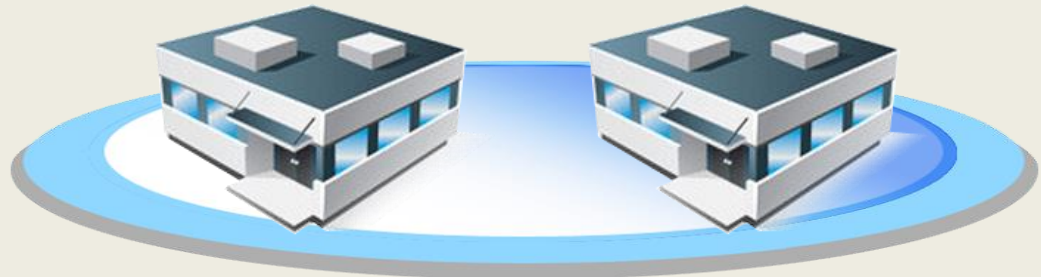
- National Customs clearance integration reform

**Risk prevention
and control
center(RPCC)**

**Duty collection
and management
center(DCMC)**

◆ Two centers

◆ Three measures



*one-off
declaration and
phased disposal*

*Reform of duty
collection and
management method*

*Promote
synergy in control*

TFA implementation practices

4. Promote integration and cooperation

TFA content

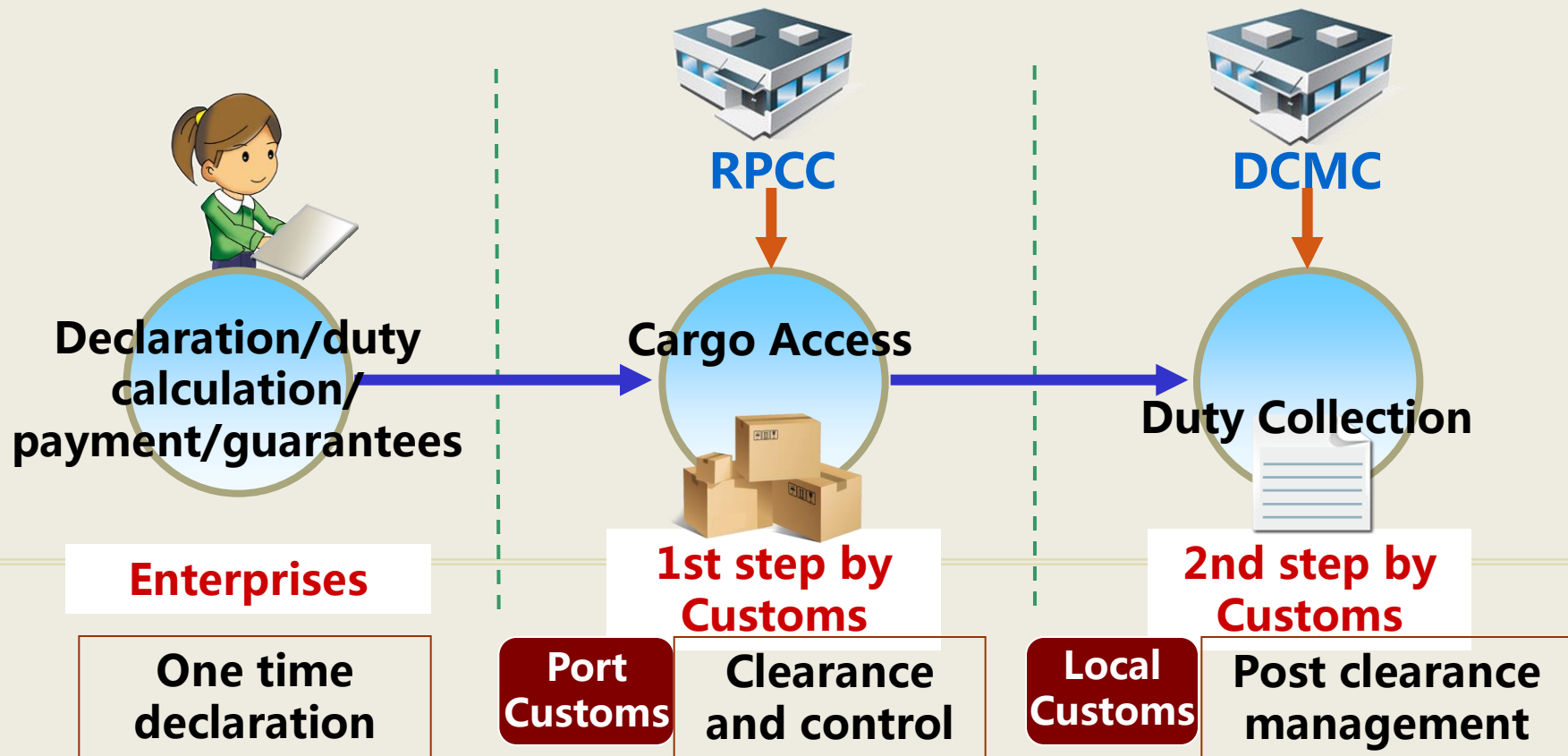
- **Article 7.3 Separation of release from final determination of customs duties, taxes, fees and charges**

Implementation status

- **One-off declaration and phased disposal**

TFA implementation practices

4. Promote integration and cooperation



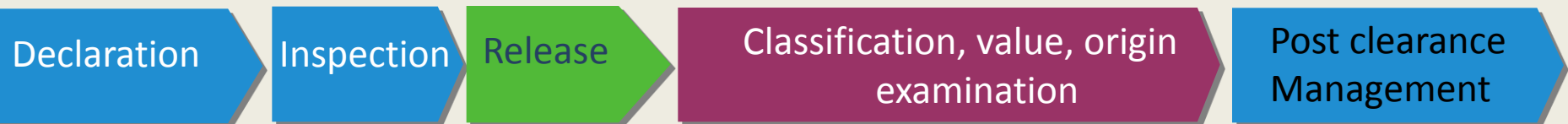
TFA implementation practices

4. Promote integration and cooperation

Prior to Reform



After Reform



TFA implementation practices

4. Promote integration and cooperation

TFA content

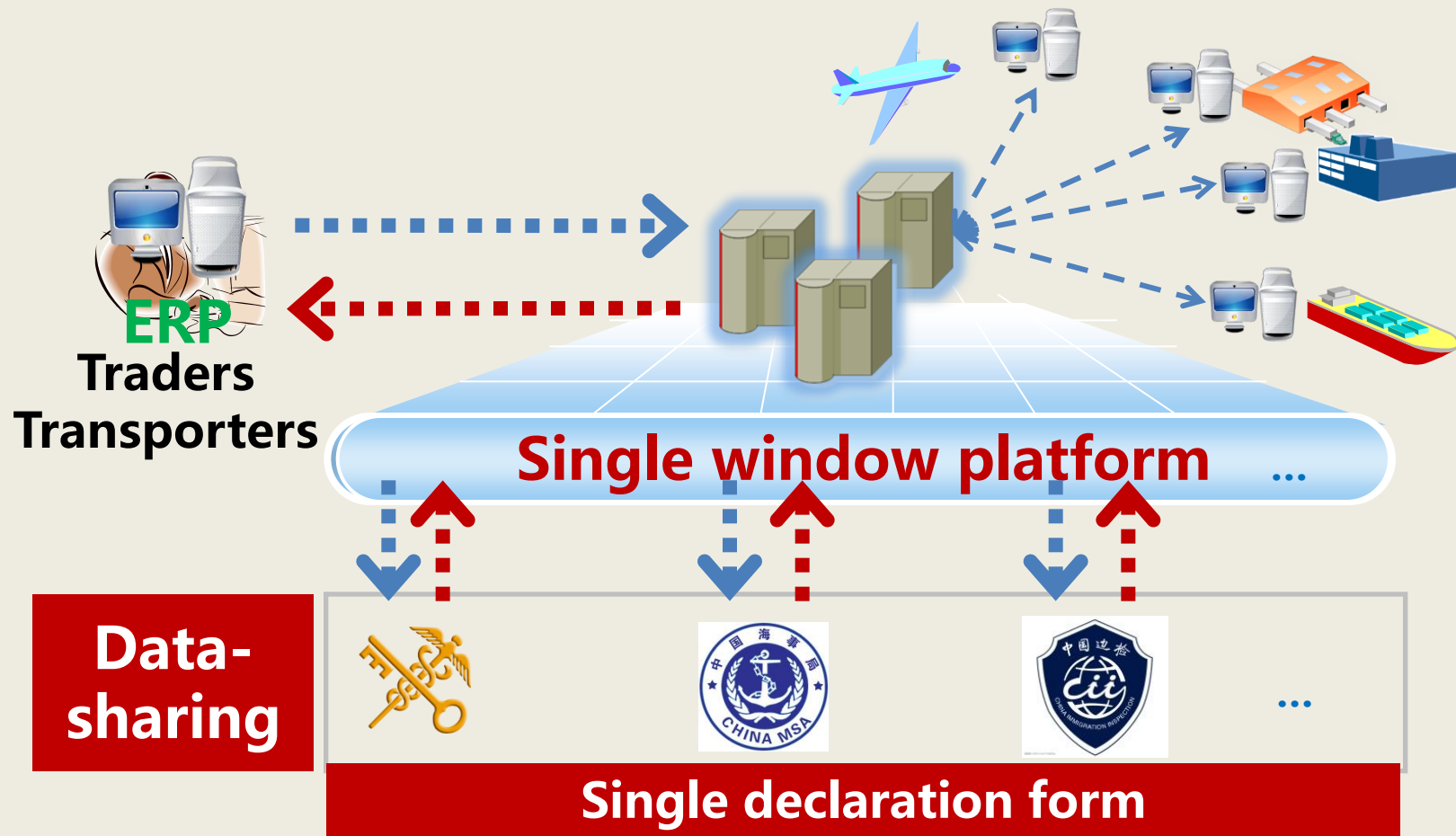
- **Article 10.4 Single window**

Implementation status

- **Accelerating to establish Single Window for International Trade**

TFA implementation practices

4. Promote integration and cooperation



TFA implementation practices



4. Promote efficiency and cooperation

- Reform on paperless clearance
- International cooperation in E-certificates of inspection and quarantine



QuickPass4.0-0100000002331-北京关区

报关单(1) 转关提前报关(2) 出口二次报关(3) 清单(4) 单据下载(5) 修撤单申请/确认(6) 电子随附单据(7) 查询/打印(8) 业务统计(9) 功能选择(10)

新增(0) 修改(0) 复制(0) 删除(0) 打印(0) 上传(0) 申报(0) 导入(0) 批量申报(0) 随附单据上传/查看(0)

报关单录入/申报(进口)——未暂存状态

申报地海关 机场单证 录入单位 北京海洲贸易有限 操作员 海洲贸易操作员1 海关十位编码 1101910085

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海关编号	010120121052222211	进口口岸	机场单证	随附单证	
备案号		合同协议号		集装箱号	
进口日期	20120613	申报日期		集装箱规格	
经营单位	1101910085 北京海洲贸易有限责任公司	国别	运输方式 其它运输	集装箱自重(005)	
收货单位	1101910085 北京海洲贸易有限责任公司	运输工具名称			
申报单位	1101910085 北京海洲贸易有限责任公司	船次号			
报运单位		监管方式	一般贸易	征免性质	一般征税
纳税单位		许可证号		征税率	征税率
启运国(地区)	美国	装货港	美国	境内目的地	东城区
报单文号		成交方式	CIF		
法单		保费		杂费	
件数	1	包装种类	纸箱	毛重(005)	100
报关单类型		随附单证		净重(005)	80
		备注	tax061302		
序号	商... 有纸报关	名称	规格	原... 数量	单... 币... 总... 征免
0	无纸报关				
1	有纸带准销报关				
D	无纸带准销报关				
N	通关无纸化				
商品序号	1	备案序号	商品编号	规格型号	附加编号
商品名称		成交单位	成交单价	币制	
法定数量		法定单位	原 本 号	货 号	用途
第二数量		第二单位	原 产 地	征 免	
关联报关单		关联备案号	监管代号	货物代码	
报关员		联系方式			

请输入报关单类型

Keep the smooth communication channel



Effectively prevent fraudulent certificates



TFA implementation practices

4. Promote integration and cooperation

TFA content

- **Article 8 Border agency cooperation**

Implementation status

- **3M model (Domestic / International)**
 - Mutual exchange of information
 - Mutual recognition of supervision
 - Mutual assistance in law enforcement

TFA implementation practices



4. Promote integration and cooperation

- The National Office of Port Administration
- One-stop Joint Inspection by Port Inspection Agencies



TFA implementation practices

❖ 4. Promote integration and cooperation

■ Joint control projects

- ✓ Pilot projects with Mongolia Customs
- ✓ Pilot projects with Kazakhstan Customs



TFA implementation practices



4. Promote integration and cooperation

■ SSTL (Smart and Secure Trade Lane)

- ✓ Launched in 2006
- ✓ 162 Smart and Secure Trade Lanes with 15 EU members
- ✓ The international model for Customs cooperation under WCO SAFE framework.



TFA implementation practices

4. Promote integration and cooperation

TFA content

- **Article 11 Freedom of Transit**

Implementation status

- **CTOP Pilot Project**
- **TIR Convention Implementation**

TFA implementation practices

4. Promote integration and cooperation

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



TFA implementation practices

❖ 4. Promote integration and cooperation

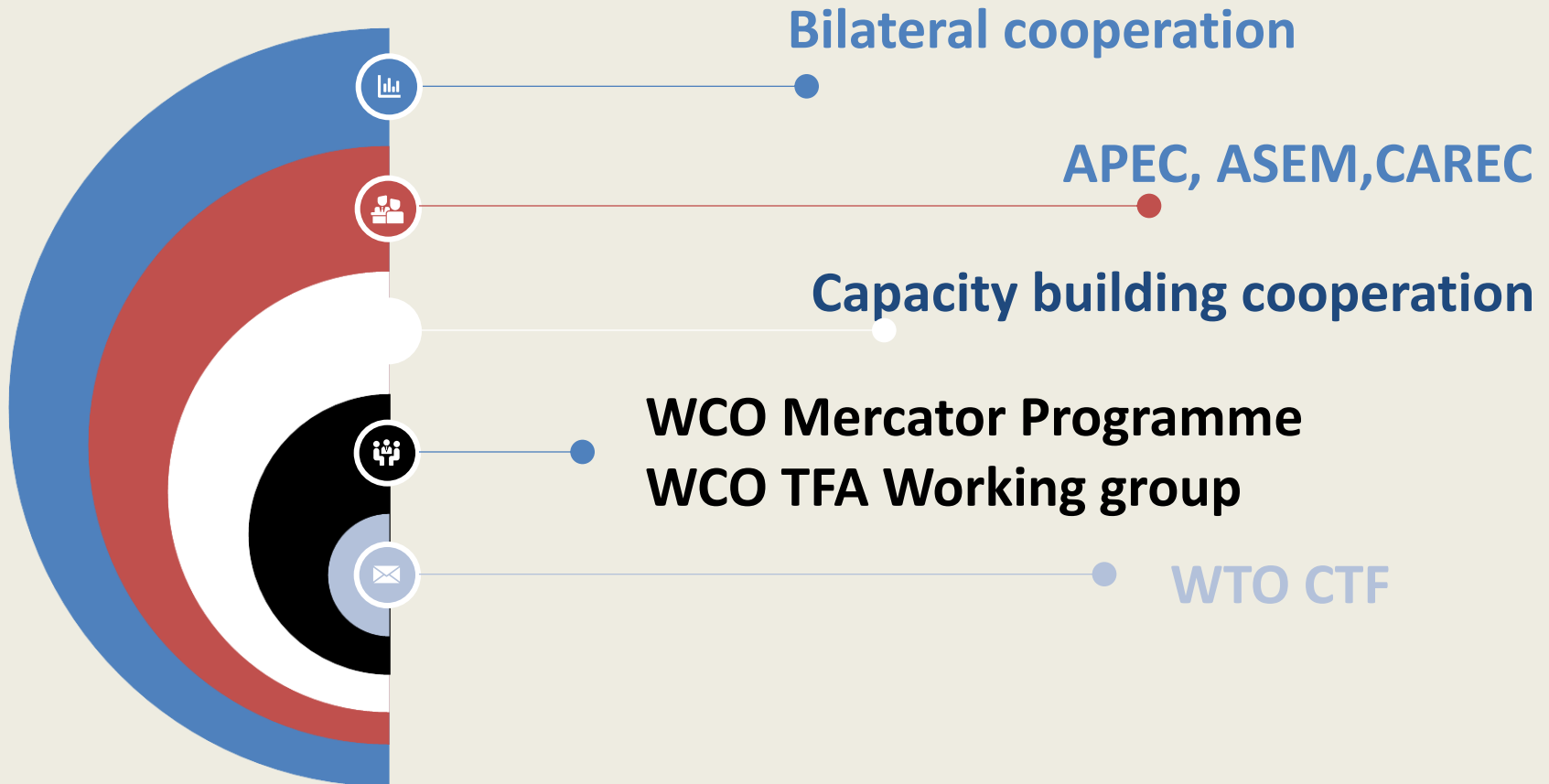
■ TIR convention

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



TFA implementation practices

5. Enhance Customs international cooperation



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PART THREE

Challenges and the way forward

Challenges and the Way Forward



1. Challenges for customs

**Increased volumes
& complexities of
international trade**

**New business
models & new
technology**

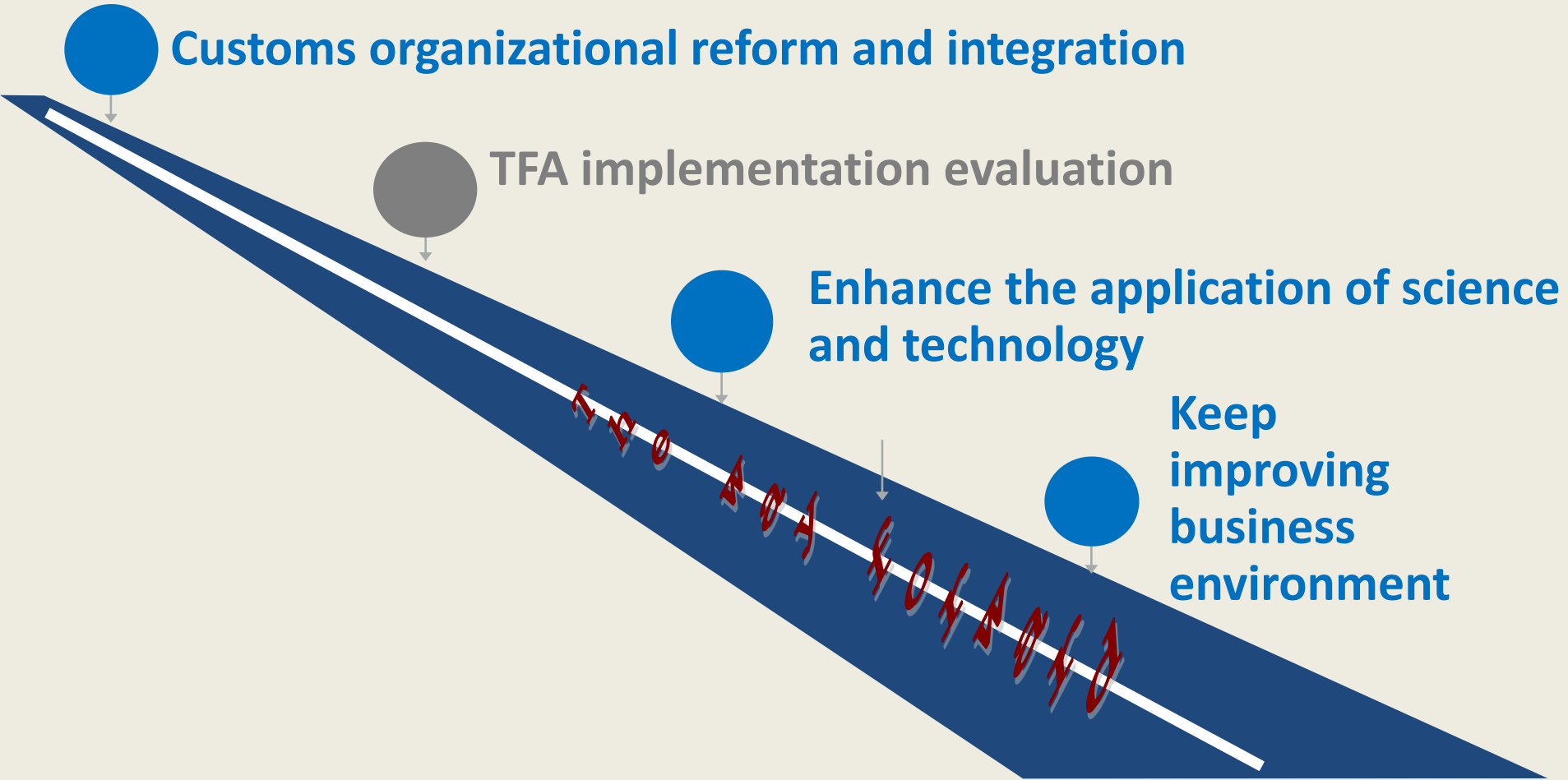
**Trade security
issues**

**Demand from
society**



Challenges and the way forward

2. The way forward





谢谢

THANKS FOR
YOUR ATTENTION