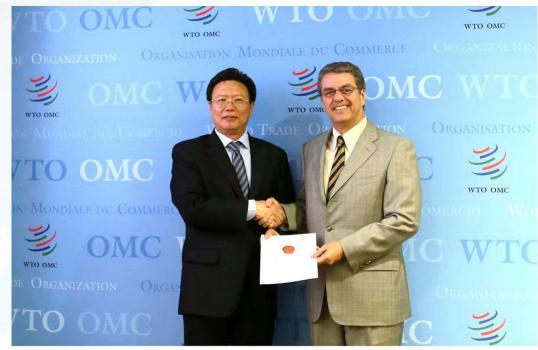


Experience Sharing

Customs Intelligent Governance and Trade Facilitation under the 3 Smarts Concepts

June 30, 2022 WTO Committee on Trade Facilitation formal Meeting





2015年中国成为最早批准接受世贸组织 《贸易便利化协定》的成员之一 China Accepts the WTO Trade Facilitation Agreement in 2015, among the First in WTO Members Since TFA came into force in 2017, China has actively explored on how to use intelligent technologies such as big data, block-chain, AI and 5G etc. in the customs process, border agency cooperation, and international Customs cooperation to accelerate implementation of the TFA.



The COVID-19 pandemic not only profoundly changes the trade environment in the era of global value chains, but also prompts us to rethink the implementation of the *Trade Facilitation Agreement about* <u>how to digitalize trade, improve scientific & technological</u> <u>empowerment and promote connectivity through smart approaches.</u>



"SMART Borders for Seamless Trade, Travel and Transport"

——The theme of International Customs Day in 2019



"Scaling up Customs Digital Transformation by Embracing a Data Culture and Building a Data Ecosystem."

——The theme of International Customs Day in 2022





At the 2021 "China-Central and Eastern Europe" summit, Chinese President Xi Jinping first officially proposed a major initiative to deepen customs cooperation on "Smart Customs, Smart Borders and Smart Connectivity" ("3S") for trade security and faster clearance which was well received by the participants.



The core concept of the "3S" Initiative is "Smart", which indicates not only the application of advanced technologies and equipment, but also innovative thinking, scientific methods and modern administrative systems.

Our experience shows that 3S initiative can accelerate implementation of the TFA, especially article 1, 7, 8, 10, 12 and 13.

Article
1& 7

Article
8& 10

Article 12&
13

Customs' Capacity

Smart Customs

Cooperation Among Border Agencie

Smart Borders

International Customs Cooperation

Smart Connectivity





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11 December 2013

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Ministerial Conference Ninth Session Bali, 3-6 December 2013

AGREEMENT ON TRADE FACILITATION

Preamble

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SECTION II

SPECIAL AND DIFFERENTIAL TREATMENT PROVISIONS FOR DEVELOPING COUNTRY MEMBERS AND LEAST DEVELOPED COUNTRY MEMBERS



SMART CUSTOMS



PRE-ARRIVAL PROCESSING

EDI

Single Window

5G, AR
AI, Big Data

RISK MANAGEMENT

INFORMATION

Digitization
Internet
Mobile devices
Telephone

ERP Data Verification

AUTHORISED OPERATORS

HEALTH

Data-based System Modular

SMART

CUSTOMS

Remote Inspection AR Monitoring

EXPEDITED SHIPMENTS
PERISHABLE
GOODS



Example 1: "Contactless panorama" customs control in 5G Intelligent Technology Application

"5G flat panel + smart glasses"

"license plate recognition" and "face recognition"





SMART BORDER









Single Window
Electronic Processing- Smart Contact
Simplification of Documents

O2 BORDER AGENCY COOPERATION

Integration
Information Sharing- Blockchain
Mutual Recognition
Support in Enforcement- Connected Facilities



Example 2: "Customs Clearance in Advance" and "Contactless Customs Clearance"



"Customs Declaration on Arrival"



"Customs Clearance in Advance"
"Contactless Customs Clearance"



Hohhot Customs

shortened from 1 hour to 10 minutes

single person to 10 seconds

The intelligent gate channel



SMART CONNECTIVITY



CUSTOMS COOPERATION Data Exchange - E-platforms

Mutual Recognition

Support in Enforcement - Connected

Facilities

Seamless Communication

CAPACITY BUILDING



Infrastructure - Connected Facilities

Administration - E-training





Example 3: Smart Connectivity of Digital Border Information



Chongqing Customs of China and Singapore Port Group

"Smart Connectivity"

The real-time interaction of dynamic information of container logistics





2022

Based on our efforts to integrate intelligent technologies into the implementation of TFA, China fully implemented the TFA 100% ahead of schedule in January 2020.

So far, the "3S" Initiative has been accepted in 21 strategic documents or inter-government cooperation documents by international organizations such as WCO and APEC, and China has developed 89 "3S" pilots in different ports.

THANK YOU

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