

Recent Developments of China Customs Valuation Control Program

General Administration of Customs of
the People's Republic of China (GACC)

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Implementing WTO Valuation Agreement

- ▣ Reform duty collection and control system
- ▣ Innovate valuation control program



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Achievements

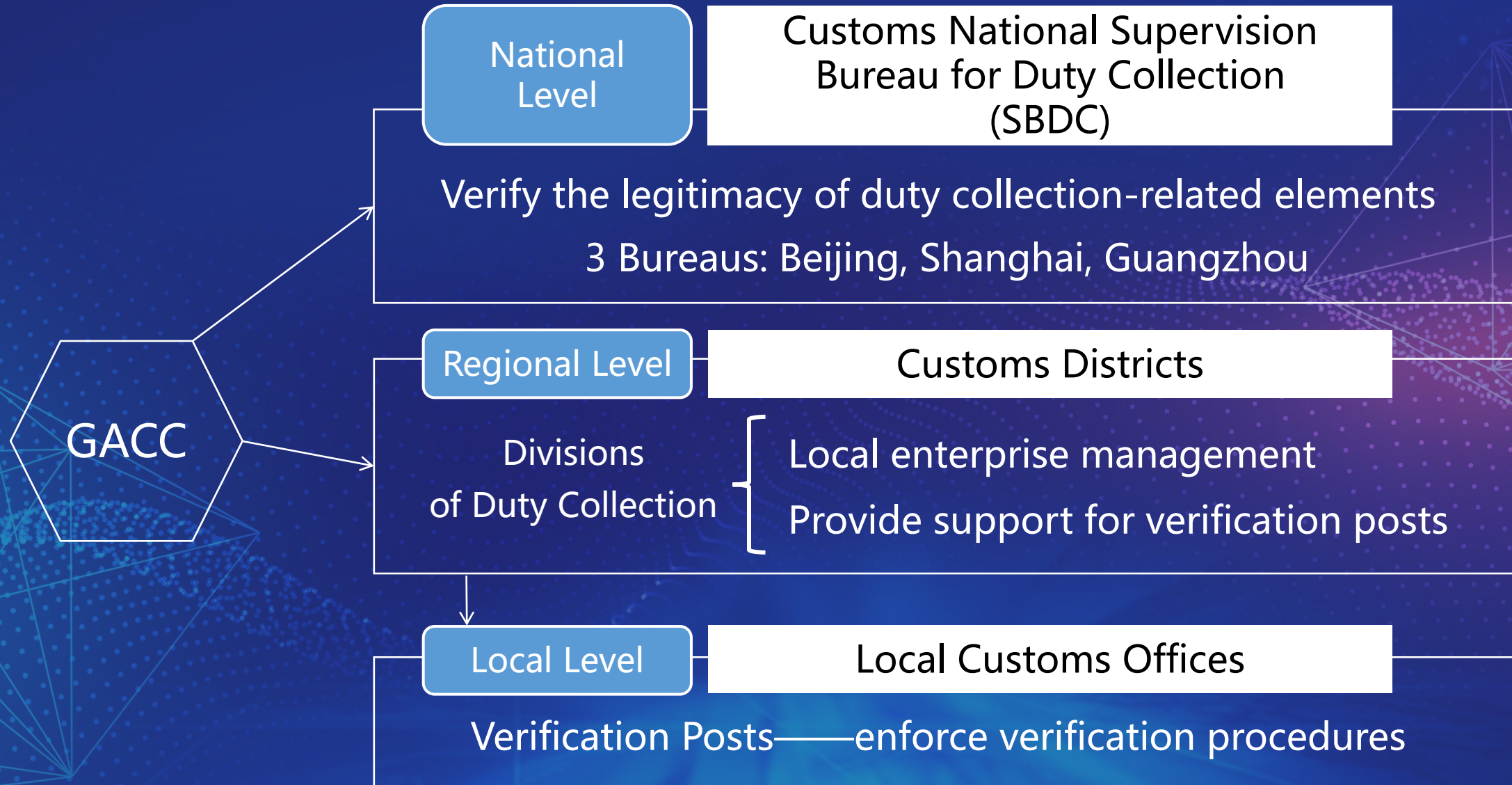


01

Duty Collection and Control Reform

- 1 Organizational Structure
- 2 Reform of Duty Collection and Control System

Organizational Structure



Organizational Structure



Technical Committee on Customs Valuation

- Study of Customs valuation legislations
- Examination of technical valuation issues
- Resolution of complex valuation questions
- Development of valuation **expertise**

Reform of Duty Collection and Control Model



Reform of Duty Collection and Control System

At-Clearance
Verification



Whole-Process
Selective
Examination

01 Advance analysis of revenue risks

02 At-clearance disposals

03 Post-clearance batch verification

04 Post-clearance audit

Reform of Duty Collection and Control Model

One by one
verification



Batch
verification
Big data
analysis

01

Formulate risk parameters and models

02

Screen out risks

03

Render instructions

04

Monitor performance

Reform of Duty Collection and Control Model

Verification-
Focused



Verification
and
Compliance

01

Centered on management of various industries

02

Encourage operators to improve their compliance level

03

Awareness-raising programs and seminars

Reform of Duty Collection and Control Model

Decentralized



Centralized

» A flat management system

01 Centralized management of the SBDCs

02 On-site processing of the frontier Customs offices

» Simplify the management hierarchy

02

Innovation of Valuation Management

- 1 Redefining the rights and obligations relating to Customs valuation
- 2 Collecting price information through multiple channels
- 3 Improving Valuation Risk Control Mechanism
- 4 Refining the Daily Management on Customs Valuation

Covid-19

Supply chain issues

Uncertainties

New trading arrangements

Profit decrease

Imbalances between supply and demand

Valuation frauds

Redefining the rights and obligations relating to Customs valuation

Self-assessment of revenue-related elements including valuation

1

Voluntary duty payment based on self-assessment

2

Confirmations on the Customs declaration form

Any relationship?
Any influences?
Any royalty payments?

3

Royalties and licence fees declaration procedures

Dutiable or not ?
When to declare?
How to declare?

4

Update Formula Pricing Filing System

Encourage truthful declaration



Provide useful guidance on CV

Collecting price information through multiple channels

Customs-Business Partnership



- Private sectors
- Industry Associations
- Trusted enterprises

Benefits



- Price researches
- Trade developments
- Price information
- Commercial practices



Improving Valuation Risk Control Mechanism

Applying new technologies + Utilizing internal and external data

"Smart Customs" system

Expertise + Machine Intelligence

Valuation Risk Control

- ◆ Customs statistics
- ◆ International market quotations
- ◆ Data from other government departments



Enriching the the content of Customs Valuation management

1

**Revenue
Compliance
Evaluations**

2

**Differentiated
services**

3

**Compliance
guidance**

4

**Advance Ruling
Since 2018**

03

Achievements

- » Centralized management of Customs revenue collection and control:
- ◆ Customs' control of revenue risks (including valuation risks)
 - ◆ Uniform enforcement of valuation regulations
 - ◆ Creating a fair environment for the business
 - ◆ Promoting trade facilitation

Clearance Stages

Pushing Forward

Moving Backward

Pre-clearance stage

Post-clearance stage

The background features a dark blue gradient with abstract geometric shapes, including wireframe pyramids and spheres, and trails of glowing particles in blue and purple. The overall aesthetic is futuristic and digital.

Thanks for your attention

Presented by China Customs