

Customs Clearance News

July

Shanghai XINHAI
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Xinhai Customs Broker Customs Newsletter of July

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Xinhai Customs Service Team

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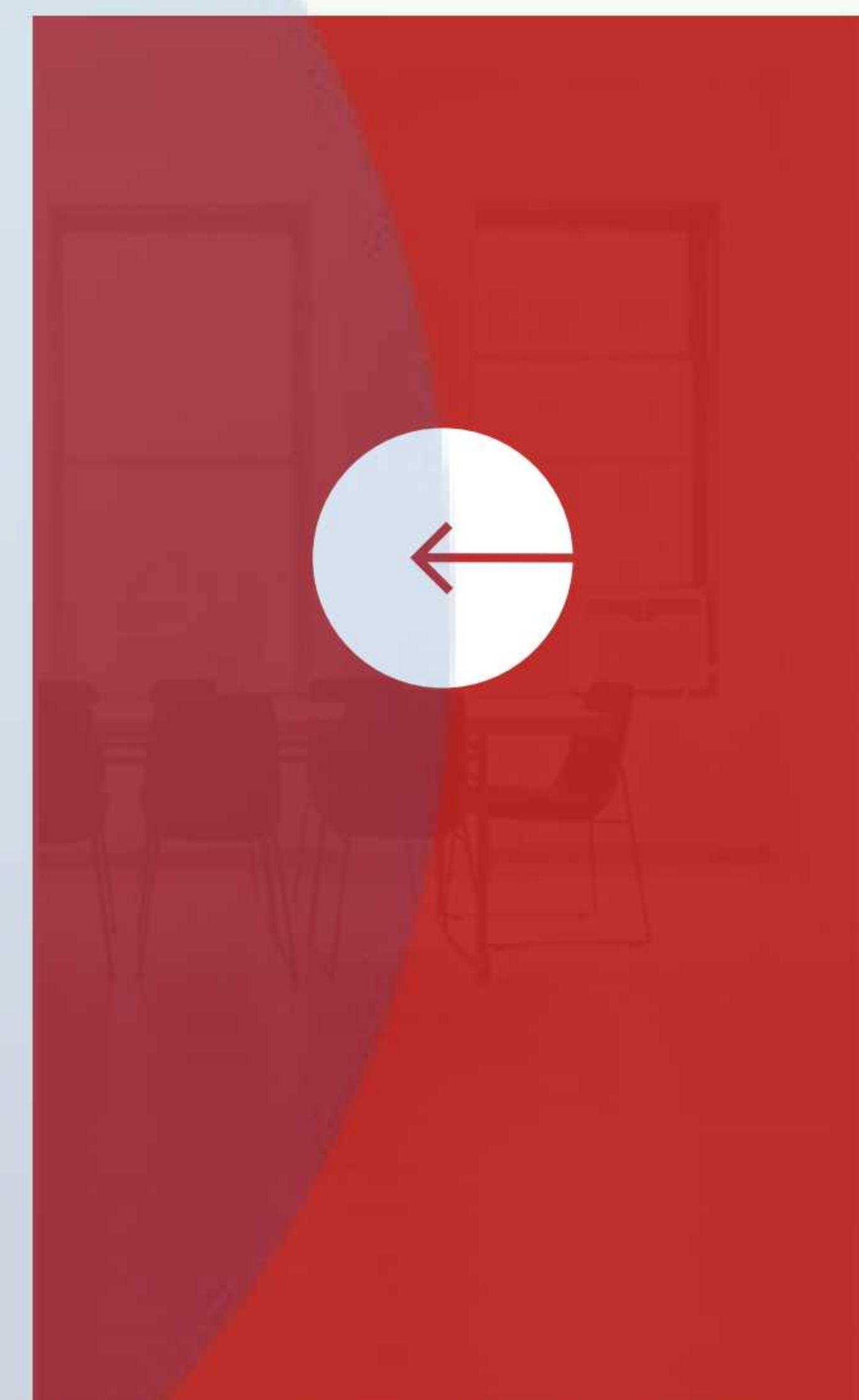
01

Experts Talk About 29 Measures of Shanghai Customs to Promote Foreign Trade

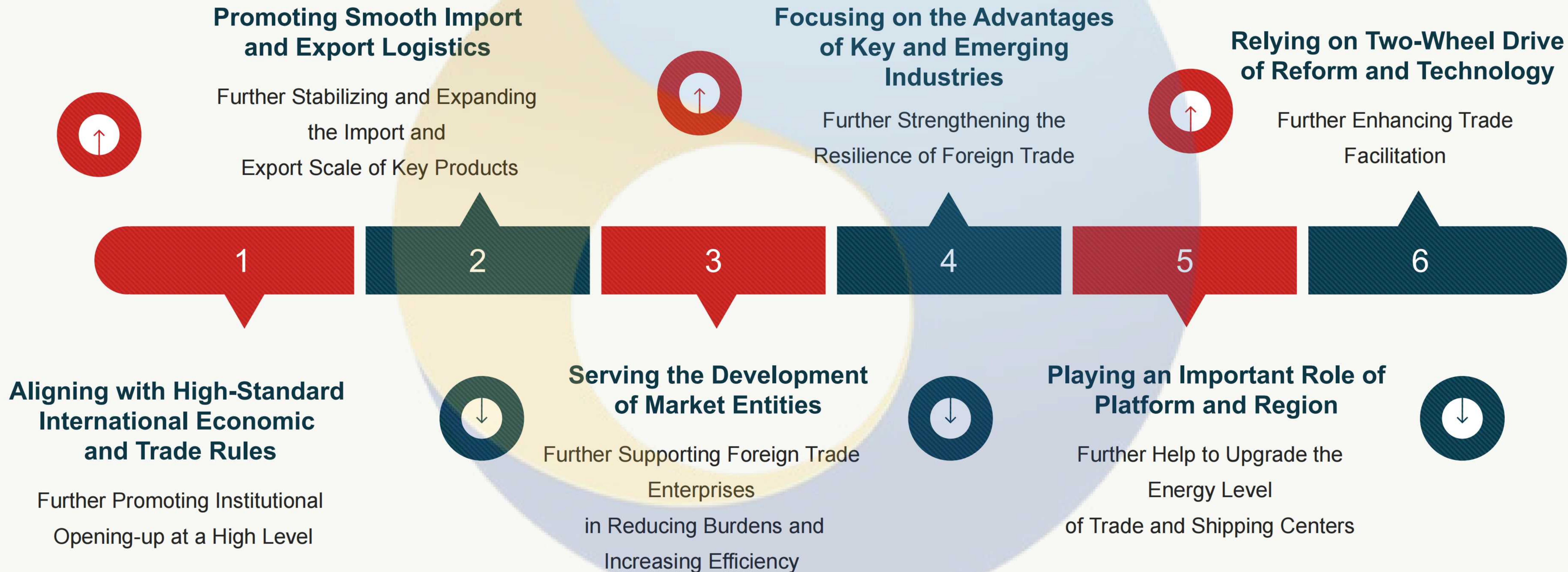
To Improve the Environment for Cross-border Trade and Promote the Steady Scale and Optimal Structure of Foreign Trade

Introduction of Background

- In order to further stabilize social expectations and boost confidence in the development of foreign trade, the General Administration of Customs has introduced 16 new measures to optimize the business environment in four aspects: promoting smooth import and export logistics, facilitating cross-border trade, reducing burdens and increasing efficiency of enterprises, and promoting innovative development of foreign trade.
- In order to fully promote the implementation of the 16 measures of the General Administration of Customs to optimize the business environment, Shanghai Customs has recently launched 29 measures in combination with the changes in Shanghai's foreign trade pattern and the actual needs of enterprises and industries.



Shanghai Customs Issued 29 Measures to Optimize the Business Environment and Promote the Stable Scale and Excellent Structure of Foreign Trade

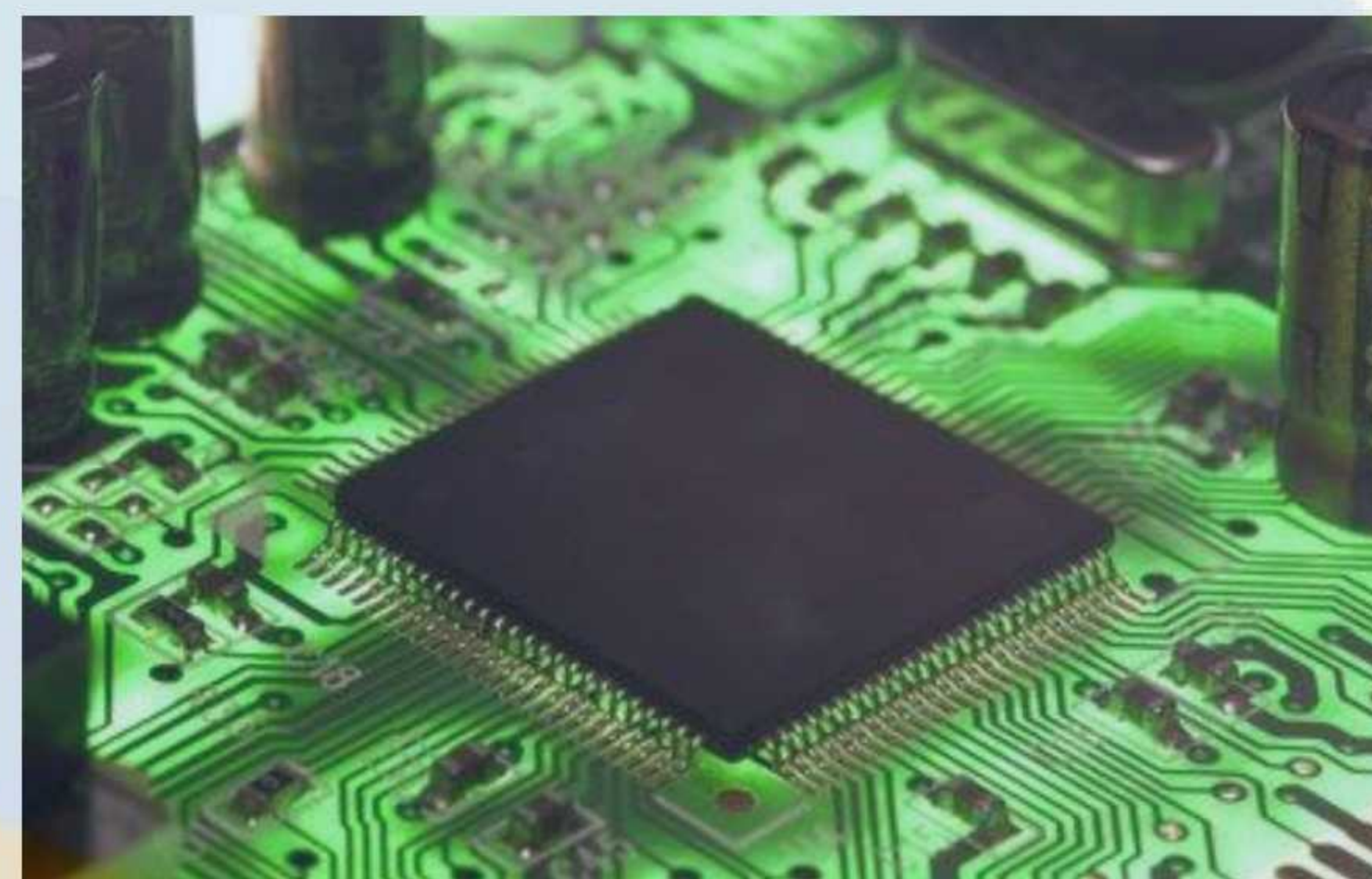


Analysis of Experts: Positives

Measure 15: Focusing on the Advantages of Key and Emerging Industry

From the production point of view, reducing tariffs on information technology products such as integrated circuits, electronic components, instruments and meters not only promotes the development of information technology products, but also helps to reduce the cost of downstream industries through spillover effect.

From the perspective of life, consumer electronics, medical equipment and other information technology products are closely related to people's lives, and the market consumption potential is large, so reducing tariffs will bring significant economic benefits.



Measure11: Putting More Effort to Cultivate Approved Exporters

From the point of view of cost reduction and efficiency: as long as the enterprise touches gently on the computer, they can issue their own declaration of country of origin, the effect is equivalent to the certificate of country of origin, saving the procedure of going back and forth to the customs, reducing the time and labor costs of the enterprise.



Measure14: Expand the Scope of Application of Voluntary Disclosure Policy

From the perspective of credit rating: voluntary disclosure can not only enable enterprises to correct small mistakes, prevent big mistakes, exchange honesty for policy dividends, but also does not affect the credit rating of enterprises.

Optimizing Business Environment Focusing on the Advantages of Key and Emerging Industries

Measure 15:

Implementation of Import Tax Policies to Support the Development of Industries Such As Integrated Circuits and New Display Devices.

The Information Technology Agreement extended the eighth tariff reduction on perinatal products, reducing the average tariff rate from 1.7% to zero

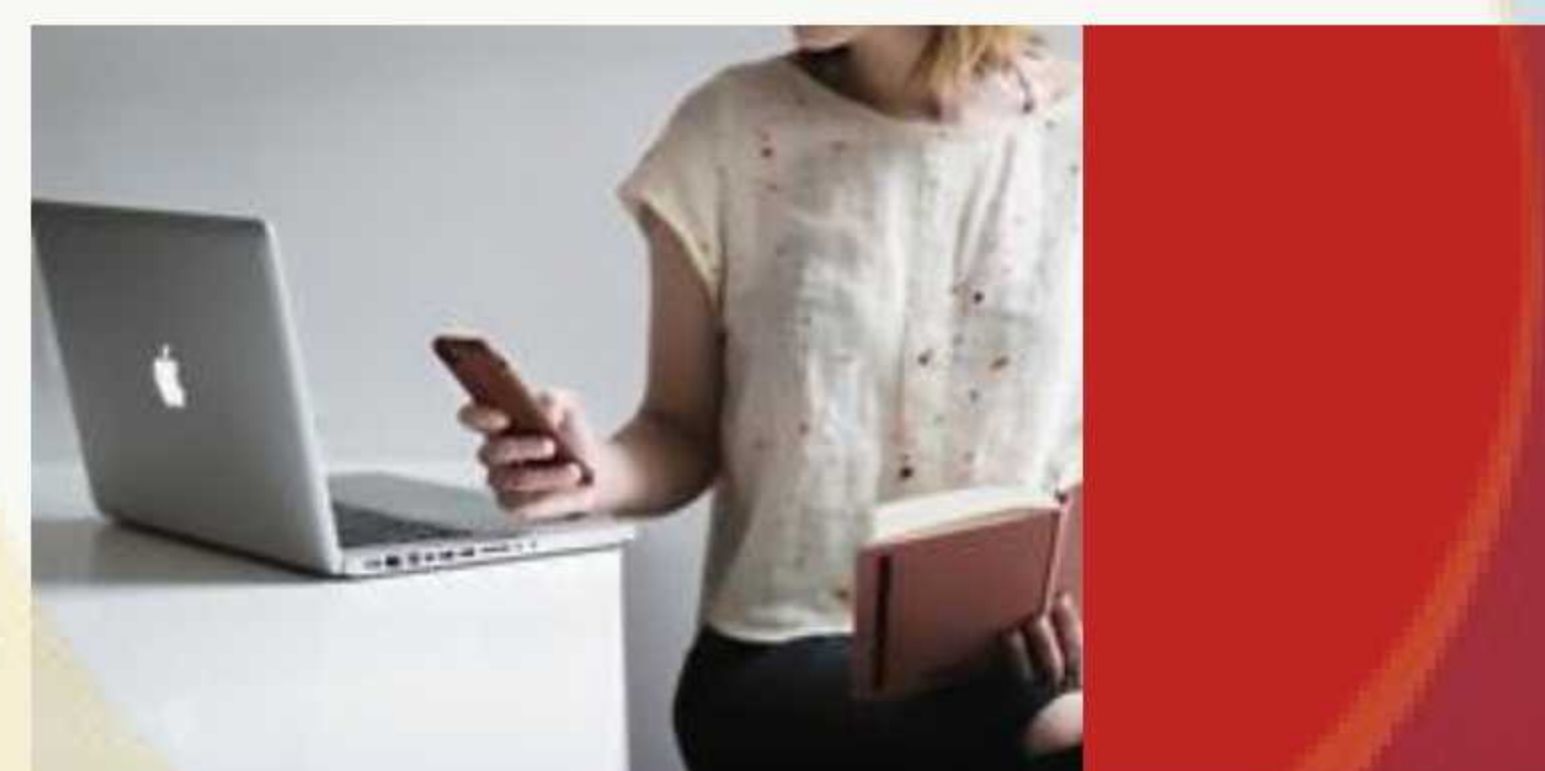
● ————— **2023.7**

Starting from July 1, China implemented the eighth reduction on the expanded products of the Information Technology Agreement. After the completion of this tax reduction, it marks the completion of all tax reduction commitments under the Information Technology Agreement expansion Agreement.



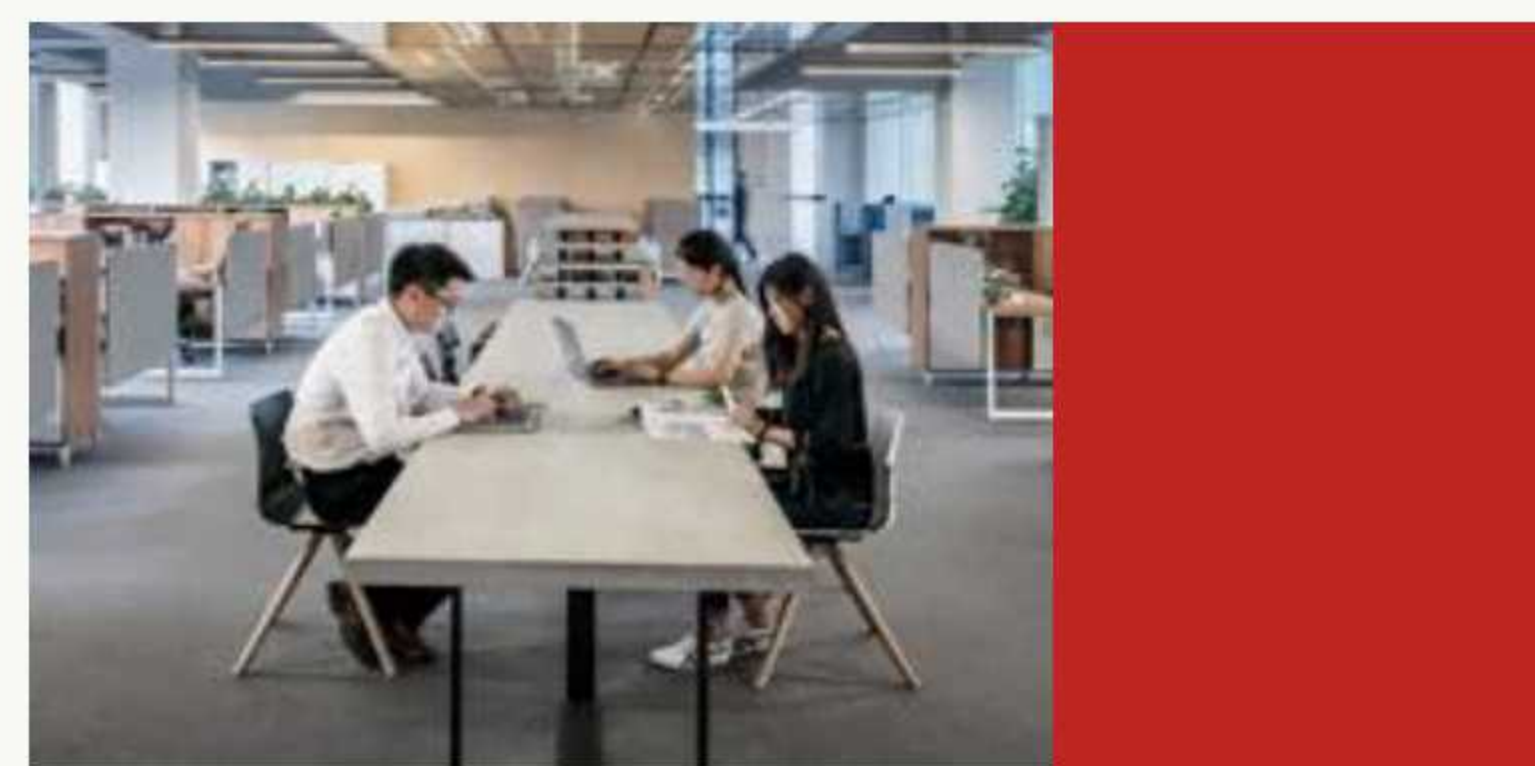
● ————— **2016.9**

On September 15, 2016, China implemented tax reduction for the first time on products expanded under the Information Technology Agreement; Starting from 2017, the tax reduction will be implemented on July 1 every year.



● ————— **2015.12**

China reached an agreement with more than 50 WTO members, including the United States, Europe and Japan, to expand the scope of products under the Information Technology Agreement, and to implement zero tariffs in phases on 201 products closely related to the development of contemporary science and technology.



We will improve the business environment and ensure that free trade agreements deliver benefits to enterprises

Measure11: Strengthening the cultivation of approved exporters and improving the service efficiency of certificate of origin issuance.

China - New Zealand country of origin electronic networking upgraded on July 4, 2023



Certificate of Country of Origin

China-new Zealand Preferential Trade Certificate of Country of Origin Networking



Declaration of Country of Origin

China - New Zealand Preferential Trade Declaration of Country of Origin Networking



RCEP

The China-New Zealand Certificate of Country of Origin and Declaration of Country of Origin Networking under the RCEP Agreement

Expand the Scope of Application of Voluntary Disclosure Policy



Measure 14: Enterprises that meet the requirements shall be given light, reduced or no administrative penalties according to law, and those that meet the requirements shall not be included in the credit record, so as to provide enterprises with convenient channels for fault tolerance and correction and law-abiding.

Notice on Handling Matters Related to the Violations of Voluntary Disclosure by the General Administration of China Customs (draft for comment)



Further Expanding the Scope of Application of Voluntary Disclosure

The tax-related violations have been included in the violations of customs regulations, and the cases affecting the national administration of export tax rebates, the accuracy of customs statistics, the order of customs supervision, and the violations of customs regulations in the field of inspection and quarantine have been added in the application of voluntary disclosure



The time limit for voluntary disclosure will be further relaxed

The time limit for voluntary disclosure to customs within six months and one year after the date of occurrence of tax-related violations will be relaxed to within 18 months after six months. At the same time, the validity period of the announcement will be extended from one and a half years to two years.



Conditions for repeated disclosure will be further relaxed

Relax "Where the same tax-related violation is voluntarily disclosed to the Customs again, the relevant provisions of this announcement shall not be applied" to "where the same violation of customs regulations is voluntarily disclosed to the Customs for the second time or more within one year, the relevant provisions of this Announcement shall not be applied."

02

Risk Warning |

“Prevention” Better Than “Control”

The Ministry of Commerce Shall Exercise Export Control Over Gallium and Germanium Related Items
Supervision on Food Imported from Japan Upgraded

Risk Warning | The Ministry of Commerce and the General Administration of China Customs shall exercise export control over gallium and germanium related items

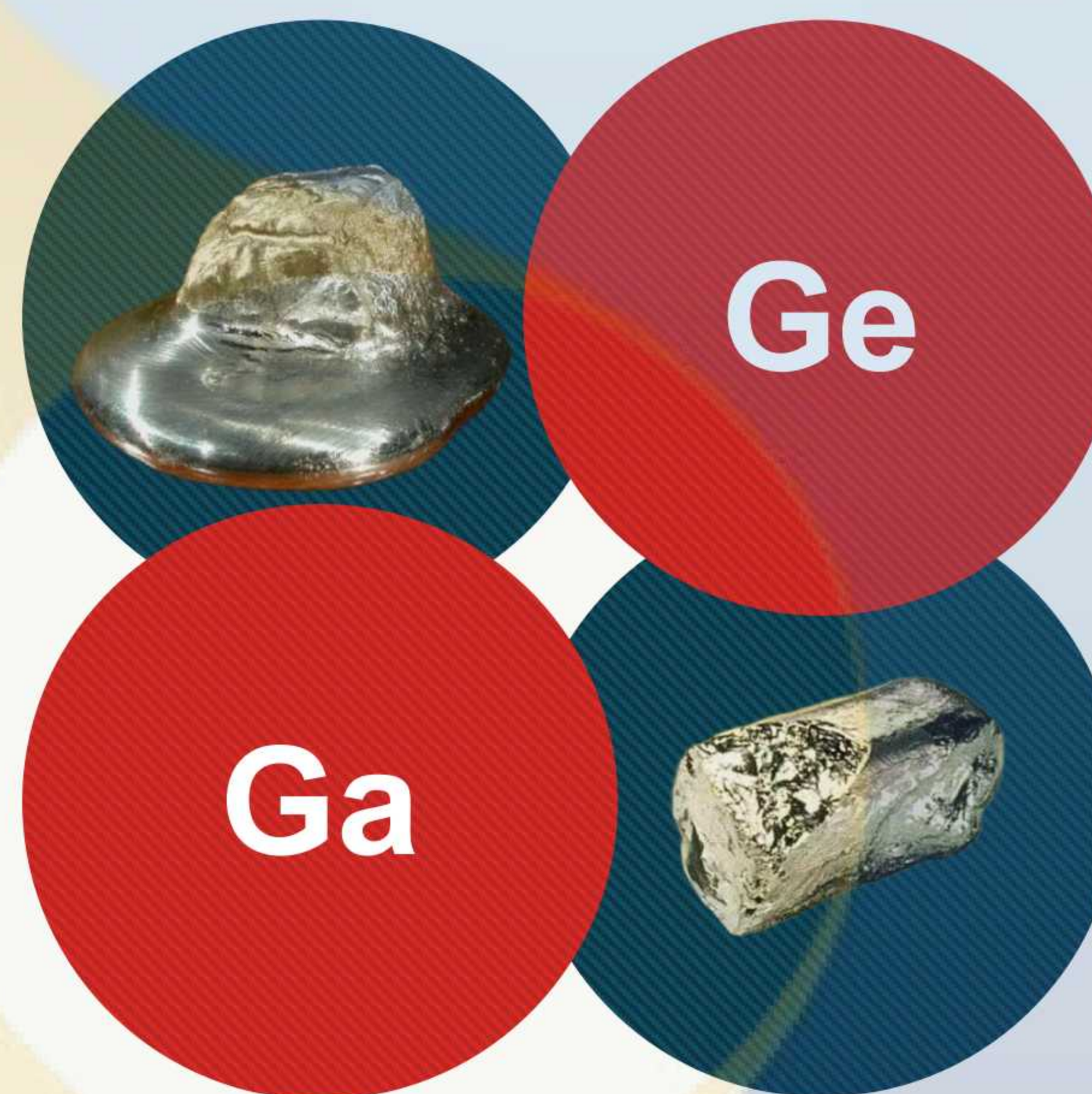
The Ministry of Commerce shall exercise export control over gallium and germanium related items , Since August 1, export operators are not allowed to export the related items without an export license for dual-use items and technologies.

Gallium(Ga)

Gallium is a rare blue or silver-white metal is an excellent electronic raw material mainly used in the production of optical glass, vacuum tubes, semiconductors.

Export Control of Gallium(Ga)

Gallium metal (elemental), gallium compounds (including but not limited to polycrystalline, single crystal, wafer, epitaxy, powder, scrap, etc.) subject to export control, the relevant HS code is 8112929010, 2850001901, 3818009001, etc.



Germanium(Ge)

Germanium (Ge) is an grey white metalloid that has important potential value in the manufacturing of chips, solar cells, biotechnology and weapons.

Export Control of Germanium

Germanium metal (elemental, including but not limited to crystals, powders, scraps, etc.) Compounds of germanium (including but not limited to crystals, powders, scraps, etc.), subject to export control, the relevant HS codes are 8112921010, 2853904040, 3818009008, etc.

Interpretation of Policies

Why is export control implemented on gallium and germanium ?

Both types of metal items are key materials in the manufacture of semiconductors and other electronic products. This export control measure is a temporary control measure under the Export Control Law [1].

What should enterprises do after export control?

From August 1, 2023, export operators should apply to the Ministry of Commerce through the provincial competent department of Commerce to handle the Export License of dual-use items and technologies in accordance with the Administrative Measures for the Import and Export License of Dual-Use Items and Technologies (Order No. 29 [2005] of the Ministry of Commerce and the General Administration of Customs) and other provisions.

What is the difference between an Export License and an Export License for Dual-Use Items and Technologies?

(1) The validity period is different, the former shall not exceed 6 months, while the latter is generally valid for no more than one year; (2) The consequences of the violation are different, the former imposes a fine of less than 30% of the value of the goods on the perpetrator, while the penalties for the latter are much higher under the Export Control Law .

Risk Warning | The General Administration of China Customs Has Upgraded Supervision Measures on Japanese Food Exports to China

Enterprises have to Build Three lines of Defense Against Food imported from Japan



Defense Line of Territory

According to the "Notice on Adjusting the Inspection and Quarantine Measures of Japanese Food and Agricultural products exported to China" (National Quality Inspection Food Letter (2011) No. 411), our customs banned the import of food, edible agricultural products and feed from 10 prefectures (cities) including Fukushima, Gunma, Tochigi, Ibaraki, Miyagi, Niigata, Nagano, Chiba, Saitama and Tokyo



Defense Line of Supporting Material

China Customs requires 6 types of high-risk food and agricultural products outside the 10 counties to be accompanied by the radioactive material testing qualification and certificate of country of origin issued by Japanese authorities. Other food and agricultural products are required to be accompanied by the certificate of country of origin issued by Japanese authorities.



Defense Line of the Version of Country of Origin

China Customs requires food and agricultural products from Japan to be accompanied with a fixed format and version of the certificate of country of origin issued by Japanese authorities.

03

Customs Policy Express In July

Adjustment of the Narcotic Drug Catalogue

Adding Border Ports for Import of Medicinal Materials

Preventing African Swine Fever from Being Introduced
into China

Customs Policy Express In July



No. 85 of 2023 (Announcement on the HS Code of Items such as Oxelidine by General Administration of China Customs and the State Food and Drug Administration)
From July 1, 2023, oxelidine will be included in the list of narcotic drugs, and the combination preparations of Suvorexan, pirampanil, Etazocine and tramadol will be included in the list of psychotropic drugs in the second category.

No. 87 of 2023(Announcement on Adding Suifenhe and Tongjiang port of Heilongjiang as Border Port for Importing)
Medicinal Material by the State Food and Drug Administration and General Administration of China Customs From July 18, 2023, Suifenhe and Tongjiang port were included in the border port for importing medicinal material.

No. 85 of 2023 (Announcement on the Prevention of the Introduction of African Swine Fever from Bosnia and Herzegovina into Our Country)
Since July 6, 2023, the direct or indirect import of pigs, wild pigs and their products from Bosnia and Herzegovina has been prohibited. Once found, it shall be returned or destroyed.

No.88 of 2023 (Notice on Inspection and Quarantine Requirements for the Import of Coconut Meal from Solomon Islands)
The import of Solomon Islands coconut meal that meets the requirements will be allowed from 11 July 2023.

No. 89 of 2023 (Notice on Quarantine and Hygiene Requirements for Imports of washed wool from Mongolia)
From July 13, 2023, imports of washed wool from Mongolia that meet the requirements will be allowed.

04

Introduction of Special Products of OUJIAN

Introduction of China Railway Express Business



Service Advantages

Available All Year Round

365D*24H available, special time transportation is guaranteed. (During the Spring Festival, emergency)

Great Customer Service

According to customer needs, we will provide on-site operation services. Our dedicated customer project team will provide high-quality, highly responsive professional services.

Independent Cold Chain Research and Development

Multi-specification cold chain boxes and cold chain containers can be independently developed for customer temperature and volume needs, and corresponding transportation plans can be independently developed for customer timeliness needs



High Effectiveness

Our unique high-speed rail transportation resources can ensure that the same day urgent delivery. For cold chain products, high value-added products, we have a separate program to ensure transportation.

Positive and Reverse Integration

Project customers exclusively enjoy positive and reverse operation of the project number to ensure the consistency of service quality and effectiveness. We support summary settlement.

Reliable Partner

Our company has strict risk control system, strong corporate strength background, and perfect traceability accountability mechanism. We would like to be your reliable transportation partner.

High Speed Railway + Medicine

We provide "station to station", "door to door" express service for small parcels with less time, high quality and high standard.

- Ø Same Day Delivery
- Ø Next Day Delivery
- Ø Mass Delivery
- Ø Special Demand Delivery

According to the national GSP standard, we have our own intellectual property rights. Among them, the cold box can accurately control the temperature in multi-temperature areas such as minus 25°~ minus 15° freezing, 2°~8° refrigeration and 15°~25° constant temperature during the whole process of drug acceptance, transportation and delivery. The temperature can be regularly recorded and remotely monitored.

30L GSP冷链运输箱



全程数据可视
温度异常报警

实时数据上传
现场报告打印

符合新版GSP
冷链运输要求



Portable Parcels aboard High Speed Railway

Product:

Portable Parcels: In order to meet the special needs of medical customers for the security, confidentiality, punctuality and controllability of the whole process of the transportation of specific key materials, we provide "station to station" and "door to door" transportation escort service using high-speed rail EMUs as transport carriers.

Business Types

- Day Round Trip
- Next Day Round Trip



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Xinhai Customs Broker Thanks for Watching

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