

NON-TARIFF MEASURES WEEK NTMs: The Good, the Bad, and the Ugly



14-15 October 2019

The role of NTM within a region: Strengthening regional cooperation and deep integration for sustainable development

by

Mrs. Flora Dewar, Trade and Agriculture Policy Manager, COCERAL

The views expressed are those of the author and do not necessarily reflect the views of UNCTAD





The role of NTM within a region: Strengthening regional cooperation and deep integration for sustainable development

Flora Dewar, Trade and Agriculture Policy Manager, COCERAL

October 14, 2019

www.igtcglobal.org secretariat@igtcglobal.org



Aim: to achieve a market and regulatory environment supportive of trade that avoids disruptions in the international trade of grain, oilseeds, pulses and derived products.

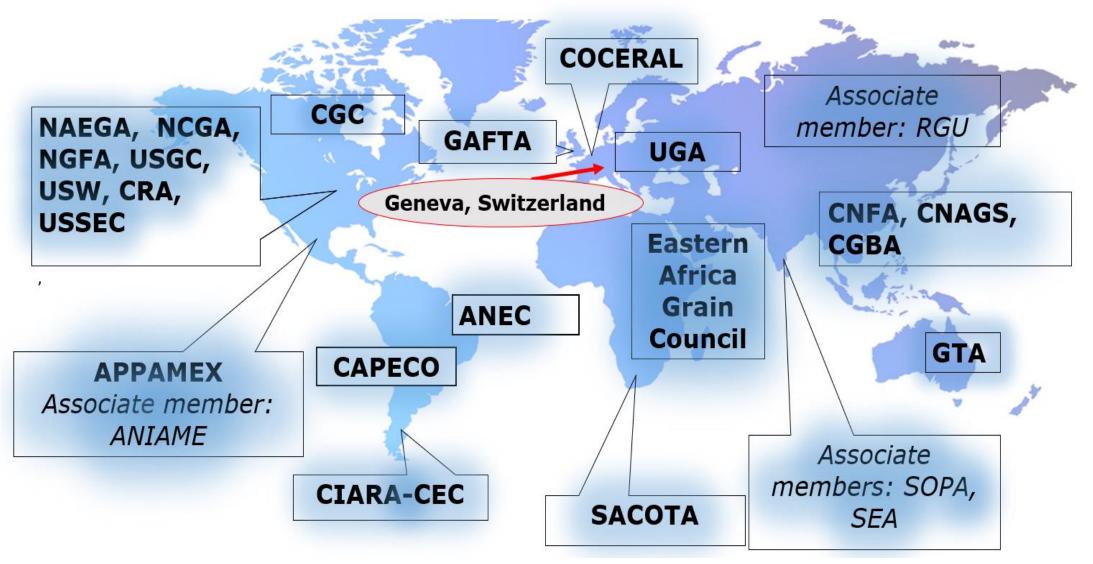


Secretariat@igtcglobal.org +41 78 932 96 18

www.igtcglobal.org



25 member associations, around 8000 businesses in over 80 countries





Features of the global grain trade



- > Well developed and highly globalised
- > Large, growing and increasingly complex
- Utilises sophisticated infrastructure and processes to provide safe, cost effective, reliable supply
- Moves product in high volumes with interchangeability of commodity, transportation, handling and infrastructure
- Constant improvement and innovation





Digitization of grain trade documents



Examples:

- Commodity Contracts Multiple in-house systems
- Shipping Documents
 - Bills of Lading Vessel Owner/Agent
 - Certificates Quality/Quantity
 - Certificate of Origin
 - Phytos Govt. Dept.
 - And list goes on.....
 - Only a portion of this is captured electronically but there is a track record of successes and support.
 - Limitations are sometimes institutional (Banking, Shipping, Regulatory) resulting in some reluctance to champion technology and support "paperless" transactions.



Benefits of electronic documentation



Importers

Early arrival of electronic paperwork

assisting rapid and uninterrupted discharge of grain

Potential to reduce demurrage costs Visibility of transactions to assist inventory planning

Removal of the need to use Letters of Indemnity to allow discharge of goods

Exporters

Savings:

Time – reduced end to end transaction time **Costs** – reduced time means faster payment **Costs** – reduced resources and effort to supply original and any re-worked documents

Security & Risk:

Eliminates risk of loss of documents Eliminates risk of fraud Reduces risk of non payment Improved quality & integrity of data

Efficiency:

No paper documents to process, manage, track, send and archive Reporting capability



What is an ePhyto?





Electronic equivalent of a paper phytosanitary certificate

Standardized XML schema (structure)





The ePhyto Solution





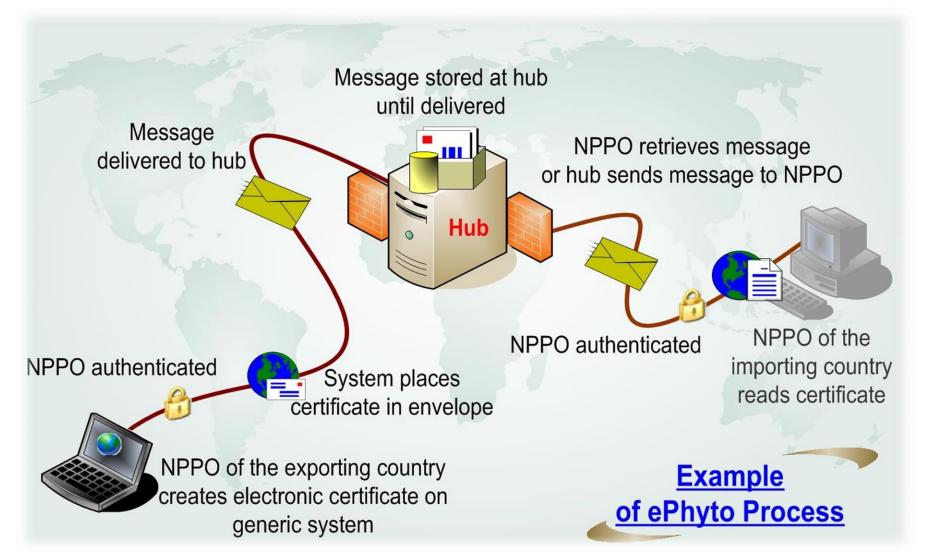
International Plant Protection Convention The IPPC ePhyto Solution aims at supporting the exchange of ePhytos between National Plant Protection Organizations (NPPOs)

The ePhyto Solution is designed to significantly improve security, border efficiency, and global coverage, making the movement of goods across borders safer, faster, and cheaper.



How does the ePhyto work?







Status of ePhytos Worldwide



Country registered to the Hub Country registered and in production through to the Hub Country registered but pending approval

This map is updated on a monthly basis. Last update: August 2019



Global uptake of ePhyto (from August/September 2019 IPPC report)



Countries registered or in the testing environment: Antigua and Barbuda, Argentina, Australia, Belgium, Brazil, Cambodia, Canada, Cayman Islands, Chile, China, Colombia, Costa Rica, Ecuador, Fiji, Ghana, Grenada, Guyana, Hong Kong, Indonesia, Jamaica, Kenya, Korea, Malaysia, Mexico, Morocco, Myanmar, Netherlands, New Zealand, Norway, Paraguay, Peru, Philippines, Saint Kitts and Nevis, Saint Vincent and the Grenadines, Samoa, South Africa, Sri Lanka, UK, USA

Countries in full exchange mode: Argentina, Chile, Ghana, Netherlands, New Zealand, Samoa, USA



The ePhyto Solution and involvement of industry



- The ePhyto Industry Advisory Group (IAG) has been established to provide practical guidance and advice to the IPPC Secretariat on the design, development and deployment of an ePhyto Solution
- The IAG will also advise the IPPC Secretariat on the feasibility of the project and its ability to facilitate efficient and effective trade flows.



Industry Advisory Group: unique issues



Grain shiploads, high logistic costs

- **Seeds** re-exports and long storage
- Fruits perishable goods
- **Wood** variation in origins en purposes, re-export
- **Potato** import restrictions

Flowers perishable goods, limited use period





Communication is key: industry, NPPOs, governments



Registered NPPO(s)	\oplus
Following are the list of registered NPPOs currently using the HUB	
Argentina-Servicio Nacional de Sanidad y Calidad Agroalimentaria, SENASA Currently Sending and Receiving Certificates	^
Australia-Department of Agriculture and Water Resources Currently Sending and Receiving Certificates	L
Canada-Canadian Food Inspection Agency	
Chile-SERVICIO AGRÍCOLA Y GANADERO / COSAVE Currently Sending and Receiving Certificates	L
China-General Administration of Quality Supervision, Inspection and Quarantine of the People's Republic of China(AQSIQ)	
Ecuador-Agencia de Regulación y Control Fito y Zoosanitario Currently Sending Certificates	L
Fiji-Biosecurity Authority of Fiji (BAF)	
Kenya-KENYA PLANT HEALTH INSPECTORATE SERVICE Currently Sending Certificates	
Korea (the Republic of)-Animal and Plant Quarantine Agency (APQA)	
Mexico-Secretaría de Agricultura, Ganadería, Desarrollo Rural, Pesca y Alimentación (SAGARPA)	
Netherlands (the)-Netherlands Food and Consumer Product Safety Authority Currently Sending and Receiving Certificates	Ŧ

https://hub.ephytoexchange.org/AdminConsole/i ndex.html?#nppolist

In order to plan for case studies, the grain trade needs to know <u>which</u> countries are ready to send and receive ePhytos, and <u>when</u>

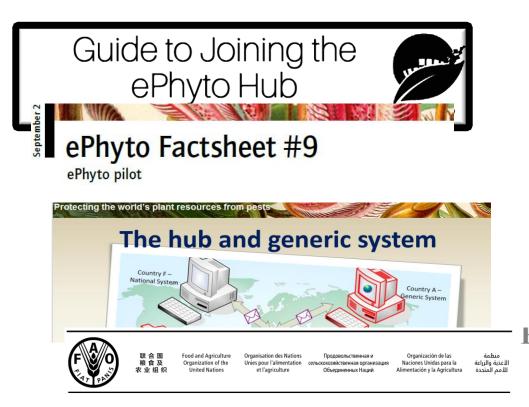
Today, information about the "readiness" of countries is obtained from:

- National government contacts
- IPPC
- The IPPC "dashboard" (screenshot, left)



Communication is key: industry, NPPOs, governments





Commission on Phytosanitary Measures IPPC education materials are useful and help to keep industry informed: Fact sheets, guides, PowerPoints, meeting reports

 Industry Advisory Group (IAG) is committed to mobilize the private sector to support as appropriate





Thank you

IGTC seeks partnership with governmental bodies and other international interest groups.

For-profit entities supporting IGTC are welcome to be identified as IGTC Corporate Stakeholders and help guide our work. Trade Associations and Councils working to support international trade of grains, oilseeds, pulses and other agri-bulks are welcome to apply for IGTC.

COCERAL is the EU Association member of IGTC.

Please contact us at: IGTC: <u>Secretariat@IGTCglobal.org</u> or +41 78 932 96 18.

COCERAL: Flora.dewar@Coceral.com

