



Managing the Transit Diversion Risks

Stephen Cox

International Monetary Fund

Regional Customs Advisor, Cambodia, Mongolia, Lao PDR and Myanmar



Managing the Transit Diversion Risks

Customs Transit – Customs procedure under which goods are transported under Customs Control (without customs duty) from one customs office to another

Includes national transit operations (transit within same country)

International Customs Transit – Transport across one or more frontiers in line with bilateral or multinational agreements



Managing the Transit Diversion Risks

- Legal Framework
- ICT / Information Management (Declaration, exchange of data, electronic reconciliation, dealing with discrepancies)
- Customs security measures (e-seals, Tamper proof seals, Cargo Tracking)
- Guarantee Systems to cover duty liability (Transit Bonds, TIR Carnets)
- Risk Management (Goods, Importers, Transporters, Origin of goods)
- Simplified procedures (elimination of escorts, manual procedures, e-documents)