



中國海關

UNIFORMITY IN THE IMPLEMENTATION OF THE AGREEMENT (CVA) IN CHINA

BY CHINA 2020.11.17



2020



COVID-19 EPIDEMIC



25th anniversary: WTO Agreement
on Customs Valuation

During the past 25 years...

The Agreement: played an important role in building and promoting a fair, uniform and neutral Customs valuation system

The CCV and the TCCV: have been working closely together, and the latter has issued a large number of instruments aiming to ensure uniform interpretation and application of the Agreement

Members: committed themselves to the implementation of the Agreement as well as modernizing customs management

CHINA



2001



WTO



CUSTOMS LAW



**VALUATION RULES
of the AGREEMENT**



THE REGULATION ON
IMPOART AND EXPORT DUTIES



RULES REGARDING DETERMINATION ON
CUSTOMS VALUE OF IMPORTED AND
EXPORTED GOODS (DECREE 213)

To ensure
uniform
implementation
of CVA

2001-2017: 6 Specialized valuation divisions

- collect valuation information
- formulate valuation risk parameters
- provide technical support at national level

Since 1st of July, 2017 National Customs Clearance Reform

- 3 National Supervision Bureaus for Duty Collection
- centralized control of revenue risks on all declarations
- unified examination of the duty-related elements (including valuation)

3 National Supervision Bureaus for Duty Collection



SHANGHAI

CHAPTER 84-78, 89-92



JINGJIN

CHAPTER 1-24, 30, 41-67, 88,
93-97



GUANGZHOU

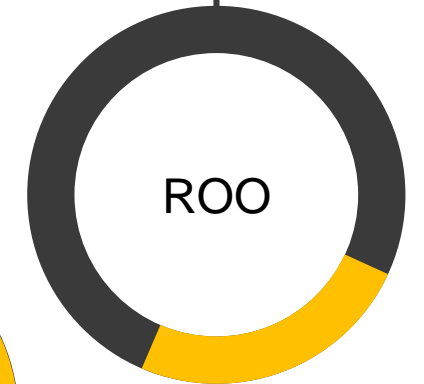
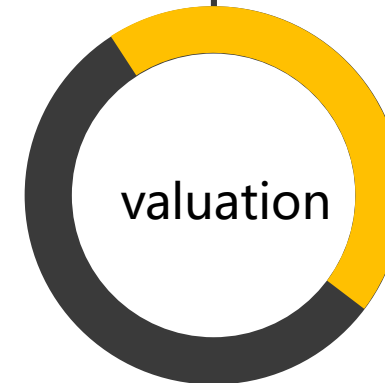
CHAPTER 25-29, 31-40, 68-83

- share responsibility according to the division of HS chapters.
- valuation control of goods with the same HS code is conducted by one particular Bureau, which is **essential to the uniform implementation of valuation rules** across the country.
- major revenue risks dealt with at clearance stage - account for only 1% of the total imports.
- declarations with general revenue risks are to be controlled at post clearance stage.

TFA: Article 3 Advance Ruling

PRC Customs Provisional Administrative
Measures on Advance Ruling

Effective on Feb 1, 2018





ADVANCE RULING for VALUATION



- Before the goods are actually imported, the importers may file with Customs to request a ruling on technical issues such as whether the transaction value method is applicable to the imported goods and whether a certain element should be included in the Customs value.



- Advance ruling decisions are applicable throughout the country, which **greatly enhances the uniform application of the valuation rules in China.**



- Benefits: revenue compliance level being improved, certainty and predictability in trade being increased, as well as fewer interventions by Customs and smoother clearance of goods.



ADVANCE RULING for VALUATION



1,012

valuation ruling decisions



30.85 billion

aggregate import value

► Participation in the work of the TCCV

Along with its efforts in uniform implementation of valuation rules within its territory, China also participates actively in the work of the TCCV with a view to promoting the uniform interpretation and application of the Agreement worldwide.

Case Study 14.2

Originally submitted by China

Formally adopted by the Committee

Question at issue:
Withholding income tax on royalty

To be further examined

Cooperation with the CCV



China has always been cooperative and managing to carry out its obligations in a timely manner.

- ◆ notify our valuation laws and regulations as well as the amendments
- ◆ respond to questions that are raised by other Members



contribute to the discussion of the proposal raised by Uruguay regarding Decision 4.1

shared China's experience on the Implementation of CVA and TFA



WORLD TRADE
ORGANIZATION

OBLIGATION for WTO members: to ensure full implementation of the WTO Valuation Agreement.



WORLD CUSTOMS
ORGANIZATION

It remains an eternal topic: how to further promote the uniform interpretation and implementation of the Agreement.



CHINA WILL continue to strengthen its efforts in the uniform implementation of the Agreement, overcoming the difficulties caused by the size of the country.

China looks forward to working with the CCV of the WTO, the TCCV of the WCO and other members, to jointly embrace a more brilliant future for the next 25 years.

THANK YOU!

Ms, LIN Qianyu

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