

15TH INTERMODAL AFRICA - 2016

PROMOTING TRADE FACILITATION IN WEST AFRICA THROUGH STAKEHOLDERS COOPERATION AND PARTNERSHIP

MOVENPICK AMBASSADOR HOTEL, 7TH - 8TH APRIL, 2016



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OUTLINE

- □ INTRODUCTION
- ☐ THE VALUE OF INTEGRATION
- ☐ CONCEPT OF TRADE FACILITATION
- □ REGIONAL PROTOCOLS AND TRADE
 - **FACILITATION INTERVENTIONS**
- □ KEY STAKEHOLDERS/PARTNERS
- □ CHALLENGES
- □ WAY FORWARD





INTRODUCTION

"THE SIMPLIFICATION AND HARMONIZATION OF INTERNATIONAL TRADE PROCEDURES" WTO

TRADE PROCEDURES INCLUDE: ACTIVITIES,
PRACTICES AND FORMALITIES INVOLVED IN
COLLECTING, PRESENTING, COMMUNICATING,
AND PROCESSING DATA REQUIRED FOR THE
MOVEMENT OF GOODS IN INTERNATIONAL
TRADE





INTRODUCTION

BASIC PRINCIPLES

☐ HARMONIZATION

□ SIMPLIFICATION

□ STANDARDIZATION

□ TRANSPARENCY





KEY INGRDIENTS

- **FREE MOVEMENT OF**
- * GOODS
- *** PERSONS**
- * SERVICES
- **CAPITAL**
- *** LABOUR**





INTRODUCTION

Trade Facilitation has become hugely crucial today because:

- Delays are costly
- Just-In-Time delivery requirements
- the pace of Information and communicationTechnology
- Competitiveness





THE EXTENDED SCOPE OF TRADE FACILITATION

 Export promotion Competitiveness Meeting int. standards Roads, ports etc. Physical Infrastructure Telecommunication Infrast. Logistics and Transport Promoting competition Services Customs-Border-Transit Management

Traditional focus of trade facilitation





PROFILE OF THE WEST AFRICA SUB-REGION

MEMBER STATES - 15

POPULATION - 340 MILLION (2013 ESTIMATES)

POPULATION FORECAST - 560 MILLION, (2020)
BASED OF THE GROWTH RATE OF 3% PER
ANNUM

INTRA REGIONAL TRADE IN 2013 - 10 -12 PERCENT





KEY TRADE FACILITATOON CHALLENGES IN WEST AFRICA

COMPLEX CUSTOMS AND ADMINISTRATIVE PROCEDURES/REGULATIONS,

INEFFICIENT AND COSTLY TRANSIT SYSTEMS
AS EVIDENCED BY NUMEROUS INFORMAL
ROADBLOCKS ALONG TRADE CORRIDORS

LACK OF HARMONISATION OF TRADE PROCEDURES, STANDARDS, REGULATIONS AND DOCUMENTATION





TRADE FACILITATION
INTERVENTIONS

BETTER BORDER AND CUSTOMS MANAGEMENT

IMPROVEMENTS IN TRADE AND TRANSPORT INFRASTRUCTURE

OPEN AND COMPETITIVE MARKETS IN LOGISTICS AND SERVICE SECTORS

HARMONIZED TECHNICAL, PRODUCT AND SAFETY STANDARDS IN THE SUB- REGION

AVAILABILITY OF INFORMATION ABOUT REQUIREMENTS AND ENFORCEMENT PROCEDURES





TRADE FACILITATION PROTOCOLS

WTO TRADE FACILITATION AGREEMENT
AFRICA GROWTH AND OPPORTUNITY ACT WITH
THE UNITED STATES (AGOA)

ECONOMIC PARTNERSHIP AGREEMENT WITH THE EUROPEAN UNION (EPA)

ECOWAS TRADE LIBERALIZATION SCHEME LIKE
THE COMMON EXTERNAL TARIFF (CET)
INTERSTATE DOAD TRANSPORT CONVENTION

INTERSTATE ROAD TRANSPORT CONVENTION (ISRT)





- THE WTO AGREMENT
- Agreement is to clarify and improve GATT (1994) Article V dealing with Freedom of Transit,
- Article VIII dealing with Fees and Formalities connected with importation and exportation
- * Article X dealing with Publication, Transparency and Administration of Trade Regulations
- Also to explore ways of providing technical assistance
- Enhancing capacity building to improve cooperation between customs and other relevant agencies dealing with trade facilitation





STAKEHOLDERS OF TRADE FACILITATION

STAKEHOLDERS:

- 1. NATIONAL, REGIONAL OR INTERNATIONAL
- 2. PRIVATE AND PUBLIC SECTORS.

CATEGORIZATION BY UNCTAD TRANSPORT AND TRADE FACILITATION, SERIES 6 REPORT INCLUDE;

GOVERNMENTAL ACTORS: MINISTRIES, AGENCIES AND OFFICIALS INVOLVED IN EXPORT, IMPORT AND TRANSIT PROCESSES. POLICY AND LAWMAKERS





STAKEHOLDERS OF TRADE FACILITATION

PRIVATE ACTORS

USERS OF TRADE SERVICES

SERVICE PROVIDERS

CIVIL SOCIETY

DEVELOPMENT PARTNERS





- Trade facilitation is estimated to reduce costs to between 12.5 to 17.5 percent
- *** WORLD BANK Logistics Performance** Index 2014 - 160 countries
- × Kenya 74
- × Nigeria 75
- × CI 79
- × GH 100





THE BALI PACKAGE

* INSERTION OF NEW AGREEMENT AS ANNEX 1A

* ENTRY INTO FORCE - RATIFICATION BY TWO-THIRDS OF MEMBERS







THE AGREMENT

- Expediting movement release, clearance of goods including transit
- Measures for effective cooperation between customs and other appropriate authorities on trade facilitation and customs compliance issues
- provisions for technical assistance and capacity building





STAKEHOLDERS OF TRADE FACILITATION - CASE STUDY ON GHANA

MEMBERSHIP OF THE NATIONAL ROAD TRANSPORT AND TRANSIT FACILITATION COMMITTEE (NRTTFC)

GHANA REVENUE AUTHORITY- CUSTOMS DIVISION,

GHANA CHAMBER OF MINES,

MINISTRY OF TRADE AND INDUSTRY,

STATE INSURANCE COMPANY (SIC),

BORDERLESS ALLIANCE,

ECOWAS BROWN CARD,

GHANA INSTITUTE OF FREIGHT FORWARDERS,





KEY REQUIREMENTS OF TRADE FACILITATION

THERE NEEDS TO BE CLOSE COLLABORATION BETWEEN TRADE OPERATORS AND SERVICE PROVIDERS ON ONE HAND AND MDAS ON THE OTHER TO ACHIEVE THIS









TRADE FACILITATION CASE
STUDY ON GHANA

THE GHANA SHIPPERS' AUTHORITY

ADVOCATE FOR TRADE FACILITATION

FORWARD AND BACKWARD LINKAGES

INCREASED COMPETIVENESS OF SHIPPERS GHANA BURKINA FASO, MALI AND NIGER.

SOME OF THE ACTIVITIES INCLUDE:





GSA KEY CONTRIBUTIONS

1.TRANSIT SHIPPER COMMITTEE:
A PLATFORM FOR ADDRESSING THE
CHALLENGES BEDEVILING THE TRANSIT
TRADE.

MEMBERSHIP INCLUDES:

- > MINISTRY OF TRANSPORT
- > MINISTRY OF ROADS AND HIGHWAYS
- > GHANA PORTS AND HARBOURS
 AUTHORITY
- > GHANA HIGHWAY AUTHORITY
- > GRA (CUSTOMS DIVISION





GSA KEY CONTRIBUTIONS

- > GHANA COMMUNITY NETWORK
- > FREIGHT FORWARDER ASSOCIATIONS (GIFF & CUBAG)
- > GHANA POLICE SERVICE
- > BORDERLESS ALLIANCE
- > NATIONAL SECURITY
- > JOINT ASSOCIATION OF PORT AND TRANSPORT UNION
- > SHIPPERS COUNCILS OF B. FASO, NIGER
- & EMAGHA OF MALI





GSA KEY CONTRIBUTIONS

OUTCOME OF FACT FINDING TRIP CHECKPOINTS

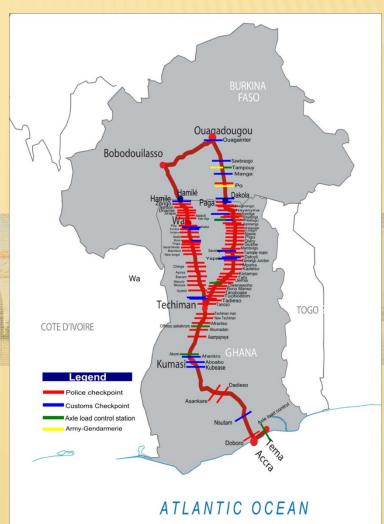
TEMA - PAGA (POLICE/CUSTOMS) - 41/12

TEMA - HAMILE (POLICE/CUSTOMS) - 30/8

AXLE LOAD IMPLEMENTATION
INCONSISTENCIES IN READINGS AT
VARIOUS POINTS
MAJOR CAUSE OF DELAYS ON THE
CORRIDOR

HARASSMENTS

POLICE - NORTHERN AND UPPER EAST REGIONS







GSA KEY

CONTRIBUTIONS

AKOM AXLE WEIGHBRIDGE. A MALI BOUND TRUCK CARRYING SPAGHETTI LOADED FROM TEMA PORT. DETAINED AT THE AKOM AXLE LOAD FOR 17 DAYS OWING TO AN EXCESS WEIGHT OF 30 TONNES.









GSA KEY CONTRIBUTIONS

- 2. MEMORANDA OF UNDERSTANDING (MOU) WITH SHIPPERS COUNCILS OF BURKINA FASO, MALI AND NIGER
- > KEY ELEMENTS:
- > OFFER MUTUAL ASSISTANCE TO SHIPPERS AND OTHER STAKEHOLDERS IN THE TRANSPORT CHAIN OF THE TWO COUNTRIES;
- > WORK TOGETHER TO ENSURE ACCESS TO CARGO BY
 TRANSPORT OPERATORS OF THE TWO COUNTRIES, IN LINE WITH
 RELEVANT REGULATIONS IN FORCE
- > INSTITUTE EFFECTIVE SYSTEMS TO MONITOR THE MOVEMENT OF CARGO THROUGHOUT THE CORRIDOR



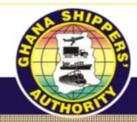


GSA KEY CONTRIBUTIONS

- 4. COLLABORATION WITH THE WEST AFRICA TRADE HUB/ BORDERLESS ALLIANCE
- > THE FOCAL POINT FOR THE WEST AFRICA TRADE HUB (WATH) RESEARCH PROJECT SPONSORED BY THE USAID.
- > THIS PARTNERSHIP WITH WATH IS NOW TRANSFERRED TO BORDERLESS ALLIANCE

SHIPPERS COMPLAINTS UNITS AND BORDER INFORMATION BORDER INFORMATION CENTRES AT THE 3 LAND BORDERS (AFLAO, PAGA & ELUBO) and at KIA





GSA KEY
CONTRIBUTIONS







KEY GSA CONTRIBUTIONS

- 6. WTO TRADE FACILITATION AGREEMENT
- > SENSITIZATION WORKSHOPS
 - > ARTICLE 7: RELEASE AND CLEARANCE
 OF GOODS
 - > PRE-ARRIVAL PROCESSING
 - > ADVANCE LODGING OF DOCUMENTATION
 - > ELECTRONIC PAYMENT FOR DUTIES & TAXES





KEY GSA CONTRIBUTIONS

7. PRE-ARRIVAL SHIPPING INFORMATION
ACCESS TO SHIPMENT INFORMATION FOR PRE-ARRIVAL CLEARANCE PROCESSES

PROVISION OF ACCURATE TRADE AND SHIPPING INFORMATION FOR INFORMED DECISION MAKING

CRITICAL TIMELY INFORMATION TO KEY

STAKEHOLDER Snana Shippers' Authority - Providing Shipping Solutions





KEY CONTRIBUTIONS OF THE GSA TO ACHIEVING THESE OBJECTIVES

8. TRUCK PARKS/LAY BYS ON MAJOR TRANSIT ROUTES - FUTURE

PROJECT IS INTENDED TO
PROVIDE FREIGHT PARKS
WITH HOSTEL FACILITIES FOR
DRIVERS - NKAWKAW,
TECHIMAN AND TAMALE

PROJECT IS EXPECTED TO COMMENCE BY 2017





CONCLUSION

- ☐ TRADE FACILITATION CRUCIAL
- * benefits to investment in port and other infrastructure
- Inefficient trade procedures increase cost of trade
- Creates wedge between price received by producer and price paid by consumer - The "iceberg model"
- * Privides enormous benefits
- Like a rising tide it lifts all boats





THANK YOU



