# TradeNet<sup>®</sup> Upgrade from 4.0 to 4.1



Dialogue Session with STS Tier 2 and 3 companies 29 Sep 2011

# Agenda

- Why Upgrade TradeNet<sup>®</sup>?
- Key Changes affecting TradeNet Permit Requirements for STS Tier 2 and 3 companies
- Common Errors to avoid
- Implementation Schedule

# Why Upgrade TradeNet®?

1) Align to regional and international standards

- Align TradeNet<sup>®</sup> permit fields to WCO Data Model
- Implement World Customs Organisation (WCO)'s HS amendments and ASEAN Harmonized Tariff Nomenclature (AHTN) 2012
- 2) Introduce new Trade Facilitative Measures e.g. Relax some amendment & cancellation rules

# Key Changes affecting TradeNet® Permit Requirements for STS Tier 2 and 3 companies

# Key changes affecting STS Tier 2 and 3 shipments

- A. Implementation of ASEAN Harmonized Tariff Nomenclature 2012 (AHTN 2012)
  - Possible changes to HS codes of your products

- B. Introduction of new permit fields for identifying nature of transactions:
  - Customs Procedure Code (CPC)
  - Processing Codes (PC) 1, 2 and 3

#### For Authorised Economic Operator (AEO) shipments

CPC	PC1	PC2	PC3
AEO	Country Code of country that issues the AEO Number e.g. CA, KR, SG, JP	AEO Number	

#### <u>Note</u>

AEO Numbers are no longer declared:

- in the CA Licence Number field
- with prefix "AEOXX" (where XX refers to the code of the country that issued the AEO Number)

### For Strategic Trade Scheme (STS) Tier 1 shipments

CPC	PC1	PC2	PC3
STS	STS1		

#### <u>Note</u>

In addition, you will continue to declare the same information in your strategic goods Tier 1 permit applications

For Strategic Trade Scheme (STS) Tier 2 shipments				
CPC	PC1	PC2	PC3	
STS	STS2	STS Tier 2 Permit Number		

#### <u>Note</u>

In addition, you will declare the <u>Strategic Goods</u> <u>Product Code</u> in the <u>CA/SC Product Code</u> field instead of the "Trader's Remarks" field of the outward permit application

For Strategic Trade Scheme (STS) Tier 3 shipments				
CPC	PC1	PC2	PC3	
STS	STS3	STS Tier 3 Permit Number		

#### <u>Note</u>

In addition, you will declare the <u>Strategic Goods</u> <u>Product Code</u> in the <u>CA/SC Product Code</u> field instead of the "Trader's Remarks" field of the outward permit application

## For <u>exports</u> of chemicals controlled by NA(CWC) under the Strategic Trade Scheme (STS) Tier 1 Scheme

CPC	PC1	PC2	PC3
STS and CWC	STS1		

#### <u>Note</u>

In addition, you will declare the same information for CWC (E.g. NA(CWC) Licence Number, NA(CWC) Product Code, Concentration) and STS Tier 1 permit applications

For <u>exports</u> of chemicals controlled by NA(CWC) under the Strategic Trade Scheme (STS) Tier 2 Scheme

CPC	PC1	PC2	PC3
STS and CWC	STS2	STS Tier 2 Permit Number	

#### <u>Note</u>:

In addition, you will provide the same information for CWC (E.g. NA(CWC) Licence Number, NA(CWC) Product Code, Concentration) and declare the Strategic Goods product code in the CA/SC product code field.

For <u>exports</u> of chemicals controlled by NA(CWC) under the Strategic Trade Scheme (STS) Tier 3 Scheme

CPC	PC1	PC2	PC3
STS and CWC	STS3	STS Tier 3 Permit Number	

#### <u>Note</u>

In addition, you will provide the same information for CWC (E.g. NA(CWC) Licence Number, NA(CWC) Product Code, Concentration ) and declare the Strategic Goods product code in the CA/SC product code field.

For <u>exports</u> of non-strategic goods, and strategic goods (with approved product code DL5A002) under the Strategic Trade Scheme (STS) Tier 2 Scheme

CPC	PC1	PC2	PC3
STS	STS2	STS Tier 2 Permit Number	

Line item 1: CA/SC Product Code field

DL5A002

Line item 2: CA/SC Product Code field

\*Note: Leave blank in the CA/SC Product Code field in Line item 2 for declaration of <u>non-SGC</u> goods

For <u>exports</u> of non-strategic goods, and strategic goods (with approved product code DL5A002) under the Strategic Trade Scheme (STS) Tier 3 Scheme

CPC	PC1	PC2	PC3
STS	STS3	STS Tier 3 Permit Number	

Line item 1: CA/SC Product Code field

DL5A002

Line item 2: CA/SC Product Code field

\*Note: Leave blank in the CA/SC Product Code field in Line item 2 for declaration of <u>non-SGC</u> goods

## Structure of CPC and PC1, PC2 and PC3

In each permit application, you may declare up to:

- 5 Customs Procedure Codes (CPC)
- 5 sets of Processing Codes (PC)1, PC2 and PC3 for each CPC

1. CPC	1. PC1	1. PC2	1. PC3
	2. PC1	2. PC2	2. PC3
	3. PC1	3. PC2	3. PC3
	4. PC1	4. PC2	4. PC3
	5. PC1	5. PC2	5. PC3
2. CPC	1. PC1	1. PC2	1. PC3
	2. PC1	2. PC2	3. PC3
5. CPC	1. PC1	2. PC2	3. PC3

# Multiple CPC and PC1, PC2 and PC3

E.g. For an export shipment of CWC chemicals approve under STS Tier 2 Scheme, by a STP-Plus exporter to a Japan AEO importer, following will be declared:

	CPC	PC1	PC2	PC3
1.	AEO	JP	123456	
		SG	987654	
2.	STS and CWC	STS2	T2xxxxxP	

# Exports of STS Tier 2/3 shipments involving Inter-gateway movements

- E.g. For exports of STS Tier 2/3 shipments involving the need to move the products from one FTZ to another, coy should declare two <u>separate</u> permit applications as follows:
- 1<sup>st</sup> permit: Inter-gateway transhipment application (Message/Declaration Type: TNP-IGM)
- 2<sup>nd</sup> permit: Outward permit application (Message/Declaration Type: OUT-DRT) without inter-gateway movement

\*Note: Please remember to fill up coy's STS Tier 2/3 permit information accordingly into the respective fields as required under TradeNet 4.1.

# **Other changes**

- Declaration of Strategic Goods Product Codes in "CA/SC Product Code" field instead of "Trader's Remarks" field
  - Do not declare the dots (if any) in between the SGC product codes issued in the approval letter e.g. SGC product code DL6A001.a.1.d should be declared as DL6A001a1d
- Permit No. Prefix will be "XO"
  - For TradeNet export permits approved for STS Tier 2 or STS Tier 3 permits

## Recap

 Coy has approved Tier 3 permit (<u>T3U1234R01P</u>) covering <u>DL5A002</u> and <u>DL3A001.a.10</u>

CPC	PC1	PC2	PC3
STS	STS3	T3U1234R01P	

Line item 1: CA/SC Product Code field

DL5A002

Line item 2: CA/SC Product Code field

DL3A001A10

# **Relaxation of Amendment Rules**

Amendments are allowed to be made for "Exporter Name" without amending the Exporter UEN

Original	Amendment
Exporter UEN = 123456	Exporter UEN = 123456
Exporter Name = ABC Pte Ltd	Exporter Name = ABCD Pte Ltd

# **Common Errors to Avoid**

 Avoid declaring multiple STS Tier 2 permits or/and STS Tier 3 permits within the same TradeNet<sup>®</sup> permit application

СРС	PC1	PC2	PC3
STS	STS2	T2U1234R01P	
	STS2	T2U1234R02P	

CPC	PC1	PC2	PC3
STS	STS2	T2U1234R01P	
	STS3	T3U1234R01P	

# **Common Errors to Avoid**

- 2. Avoid submitting within the same TradeNet<sup>®</sup> permit application:
  - Products approved under different STS Tier 2 permits
  - Products approved under different STS Tier 3 permits
  - Products approved under STS Tier 2 and STS Tier 3 permits

# **Common Errors to Avoid**

- 3. Avoid declaring in 'Processing Code 1" field:
  - spaces in between "STS2" or "STS3" e.g.
    (a) STS\_2
    (b) S\_TS2
    (c) S T S 2
  - space before "STS2" or "STS3" i.e.
    (a) \_STS2
    (b) \_STS3
  - space after "STS2" or "STS3" i.e.
    (a) STS2\_
    (b) STS3\_

# **Common Errors to Avoid (cont'd)**

- 4. Avoid declaring in "Processing Code 2" field:
  - an expired or not yet effective STS Tier 2 or STS Tier 3 permit number
  - a wrong STS Tier 2 or STS Tier 3 permit number for your SGC product codes
- 5. Avoid submitting more than 1 SGC product code for 1 HS item
- Avoid declaring SGC product codes not approved under STS Tier 2 or STS Tier 3 permits

# **Implementation Schedule**

### **Implementation Schedule**

- Implementation of TradeNet<sup>®</sup> Version 4.1:
  ✓ 1 Jan 2012
- Parallel run of TradeNet<sup>®</sup> Versions 4.0 and 4.1:
  ✓ from 1 Dec 2011

## **NO Parallel Run for some transactions**

Big bang cut-over to TradeNet<sup>®</sup> Version 4.1 on <u>**19 Dec 2011**</u>, for transactions, covering:

- Movement of goods for bonding into and releasing from licensed premises (except for Class 2 Yard and Container Freight Warehouses)
- Temporary Import Scheme
- Goods controlled by NA(CWC)

#### Which TradeNet<sup>®</sup> Version to declare in the Dec 2011?

- If your shipments fall under the "big bang cut over" transactions, declare:
   ➢ TradeNet<sup>®</sup> Version 4.0 before 19 Dec 2011
  - TradeNet<sup>®</sup> Version 4.1 effective 19 Dec 2011
- If your shipments do not fall under the "big bang cut over" transactions, your declaring agents may submit either TradeNet<sup>®</sup> Version 4.0 or 4.1 applications

# **Summary of Changes**

#### **TradeNet<sup>®</sup> version 4.0**

 Trader's Remarks: STS Tier 2 or STS Tier 3 Permit Number SGC Product Code

 Permit No. Prefix for exports: e.g. OD, CA, OT, OO

## **TradeNet<sup>®</sup> version 4.1**

- Customs Procedure Code (CPC) : STS or STS and CWC
- Processing Code 1: STS2 or STS3
- Processing Code 2: STS Tier 2 or 3 Permit Number
- CA/SC Product Code: SGC Product Code (issued in letter – to be declared without the dots, if any)
- Permit No. Prefix for exports: XO

# Thank You