A SINGLE WINDOW APPROACH TO OPTIMIZING BLUE ECONOMY

'PAKISTAN SINGLE WINDOW' BRINGING EFFICIENCIES
TO TRADE & TRANSPORT

MARCH, 2022



WHO ARE WE?



- A state-owned, not-for-profit company incorporated with the Securities and Exchange Commission of Pakistan in April
 2020 under Section 42 of the Companies Act, 2017
- Notified as the "Operating Entity" for the PSW system under the Pakistan Single Window Act, 2021
- Offices in Islamabad and Karachi-100 plus strong

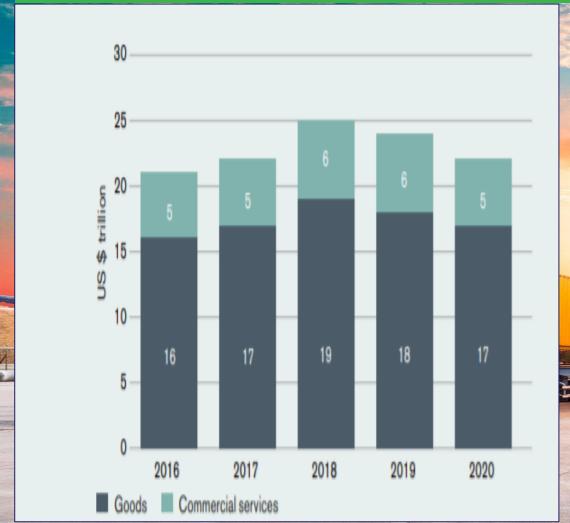
WHAT DO WE DO?

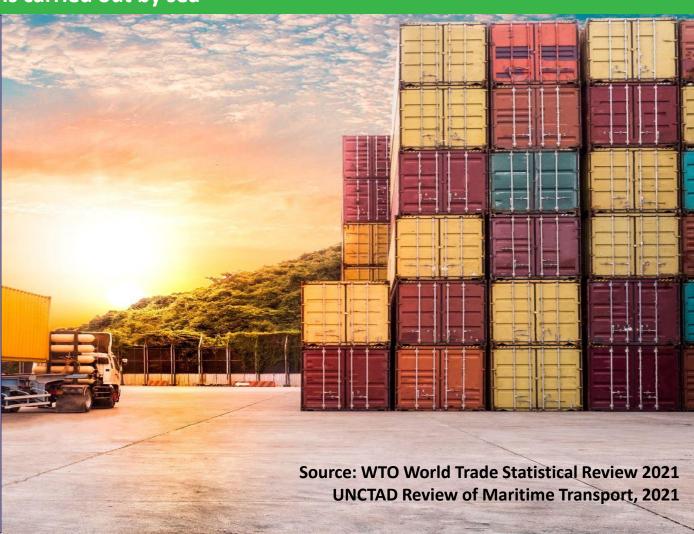
- O Develop, implement, operate and maintain the Pakistan Single Window system and its allied components
- Use technology and innovation for enhancing Pakistan's trade competitiveness
- Positioning ourselves as the lead organization in Trade Tech

GLOBAL TRADE IN GOODS & SERVICES



- Trade in Goods & Services amounted to US \$22 trillion in 2020, a 12% decline compared with 2019
- Trade in Manufactured Goods: 71% (\$12.1 trillion)
- 80% of the volume of international trade in goods is carried out by sea





WHY TRADE FACILITATION FOR EFFICIENT PORTS?



Globally

- International trade generates 28.4 billion documents per annum
- 30% of total time is spent on processing documents
- \$150 billion is lost annually owing to manual methods
- Total trade costs could be lowered by 15.5% for Pakistan by
 - harmonizing trade documents,
 - streamlining trade procedures,
 - making trade-related information available,
 - and using automated processes

Source: Various sources



ELECTRONIC SINGLE WINDOW

A Single Window is a facility that allows parties involved in trade and transport to lodge <u>standardized information</u> and documents with a <u>single</u> entry point to fulfill all import, export, and transit-related regulatory requirements. If information is electronic, then individual data elements should only be <u>submitted once</u>.

ECONOMIC COMMISSION FOR EUROPE

United Nations Centre for Trade Facilitation and Electronic Business (UN/CEFACT)

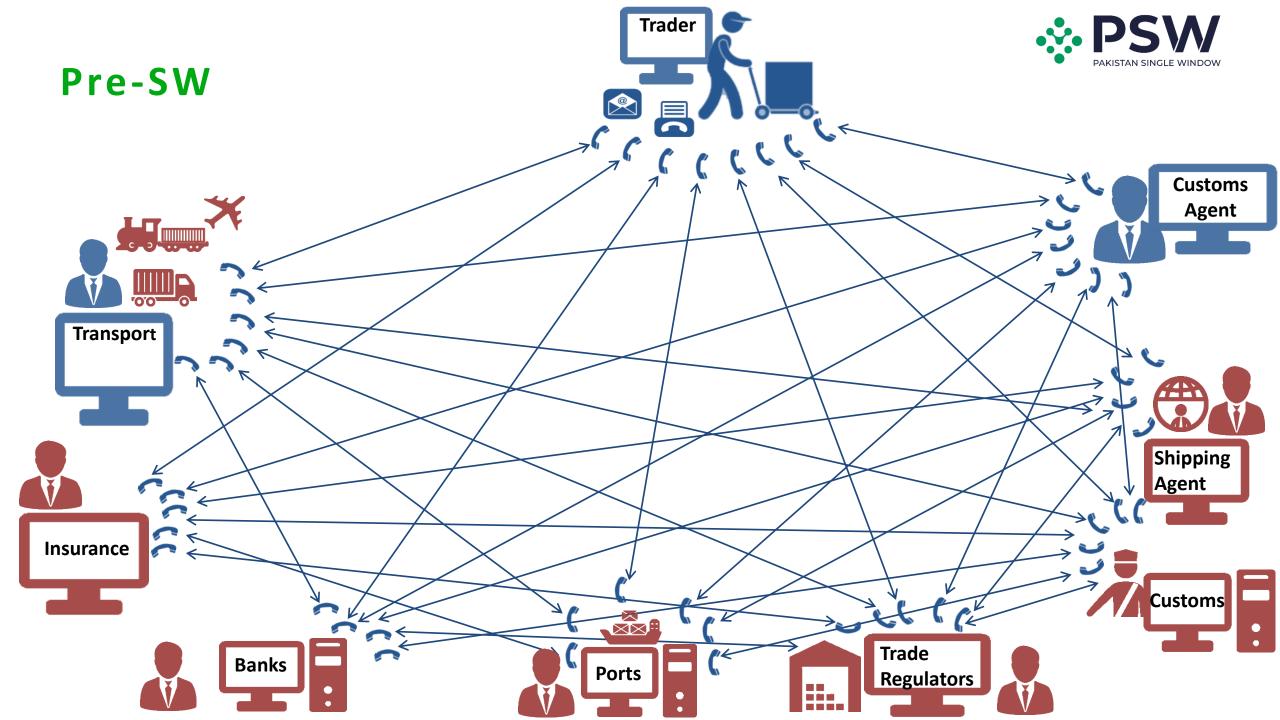
Recommendation and Guidelines on establishing

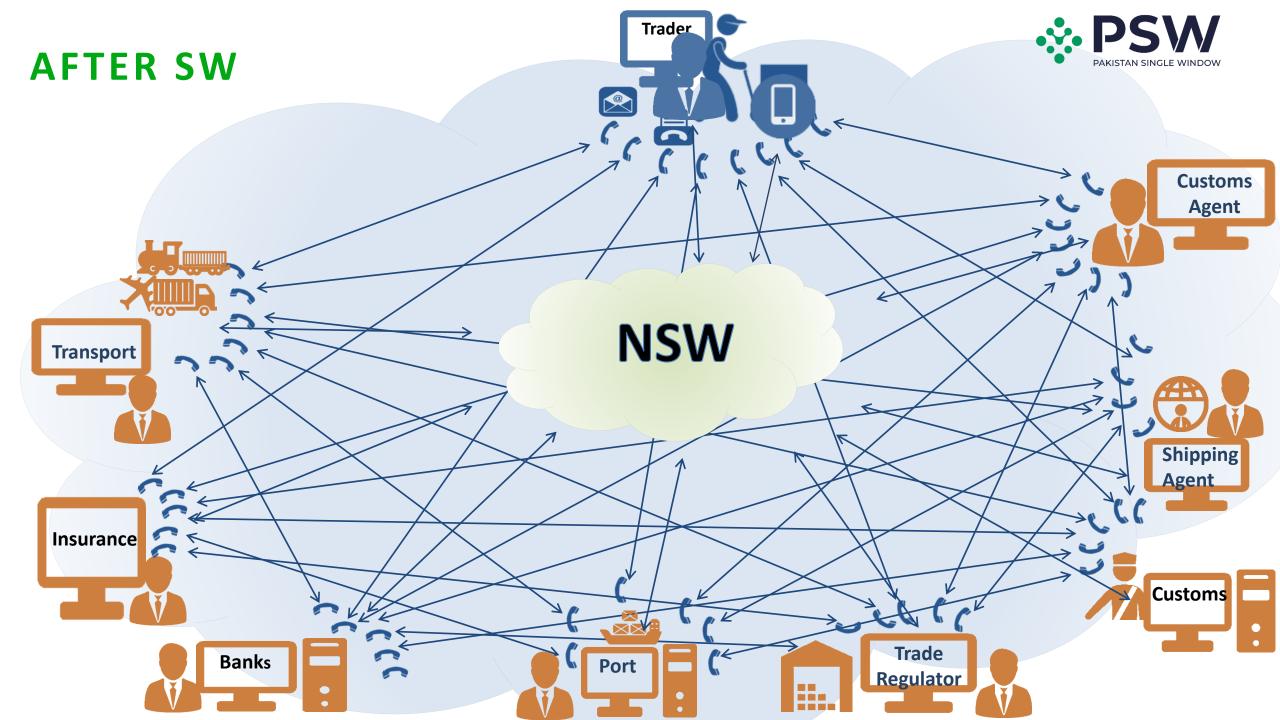
a Single Window

to enhance the efficient exchange of information between trade and government

Recommendation No. 33







PAKISTAN'S CROSS BORDER TRADE LANDSCAPE

75 REGULATORS

\$417 USD AND 9 DAYS FOR IMPORT \$406 USD AND 4.7 DAYS FOR EXPORT

WORLD RANKINGS

108/190	111/190
EASE OF DOING BUSINESS	TRADING ACROSS BORDERS
110/140	95/160
GLOBAL COMPETITIVENESS INDEX	LOGISTICS PERFORMANCE INDEX



- Regulations are applied on:
 - 67% of all import goods declarations (GDs)
 - 12% percent of all exports
 - 100% if State Bank's related Import and Export Forms are taken into account.
- 2.1 million licenses, permits, certifications and other documents issued on 2.4 million TEUs
- Intrusive examinations and sampling by Customs (45%), ANF, and other trade regulators without any risk management and joint inspection mechanism.
- Regulations may be at the pre-importation, post-importation or all stages of process
- Fragmented, complex regulations/procedures mostly based on manual processes
- Consolidated information not available

PAKISTAN SINGLE WINDOW JOURNEY



Assessment

2017

Political ownership Vision Articulation 2017-2020

Foundational Studies

Time Release Study
Project design document
Business process mapping
PCS Roadmap
IRMS roadmap
Legal framework

2021

Governance & Operating Structure

Software design & development

PSW Act
PSW Company
Subscription module
Integration of Banks
OGA integration
PCS design
ACS assessment
IRMS development
TIPP development

2022

Phase 1 roll out

DPP

AQD

FSC&RD

Pakistan Customs

Commercial Banks

Trade Information Portal

PCS development

October 2017

June 2022

CURRENT SERVICES



1

ONLINE EVIDENCE OF IDENTITY AND CUSTOMS REGISTRATION

Integrates 5 departments, eliminates 22 documents and physical visits, reduces times from several days to 30 minutes

2

INTEGRATION OF COMMERCIAL BANKS

Integrates trader bank accounts with PSW, eliminates 1.5 million electronic forms, saves 2.2 days per form

3

E-TRADE WITH DEPARTMENT OF PLANT PROTECTION

Online processing of import permits and phyto-sanitary certificates-aims to reduce dwell time from 10 days to 2



SINGLE DECLARATION

One declaration for all customs and regulatory processes



TRADE INFORMATION PORTAL

Single point access for all import, export, and transit related information

UPCOMING SERVICES



1

E-TRADE

Online processing of licenses, permits, certificates, release orders and other documents, AQD, FSC&RD, PSQCA, and DRAP in Phase 1; lab management system, pre-shipment inspection companies

2

SINGLE REGISTRY FOR TRADE

E-registry for businesses, products, and premises will eliminate multiple registration points for Customs and OGAs

3

INTEGRATED RISK MANAGEMENT SYSTEM

Envisages joint inspections, blue channel facility, and post clearance audits



AIR- AND SEA PORT COMMUNITY SYSTEMS

Integration of all regulatory functions at the port, average time saving of 3 days per consignment, 50 USD per container



WEBOC TRANSFORMATION

Technical and functional upgradation of WeBOC

PSW ECOSYSTEM



EVIDENCE OF IDENTITY

SINGLE REGISTRY

TARIFF FOR TRADE

DIGITAL PAYMENTS

CUSTOMER SUPPORT

CUSTOMS MANAGEMENT SYSTEM

E-TRADE

PORT COMMUNITY SYSTEM

TRADE INFORMATION PORTAL

TRADE REMITTANCE SYSTEM

INTEGRATED RISK MANAGEMENT SYSTEM

> EXPORT PROCESSING ZONES

DATA ANALYTICS

INTERNATIONAL INTEGRATIONS



EFFICIENCY FOR TRADE & TRANSPORT



- Cost and time savings through faster clearances and cargo release
- HS code based electronic integration between customs and regulatory agencies
- o Integrated risk management system-pre-arrival clearances, risk-based inspections, joint inspections, blue channel
- Transparent and predictable processes, access to information, and less bureaucracy
- Digital payments
- Port community systems
- Reducing transactions costs and time to align with regional averages could potentially save:
 - \$ 350 million per year and approximately 140 hours per transaction on imports
 - \$ 80 million per year and approximately 45 hours per transaction.

PSW AS A TRANSFORMATIVE INITIATIVE



- Expected to trigger digital transformation of the trade related public sector entities
- Support efficient handling of port operations and logistics by leveraging technology and innovation
- Trade Tech to get front seat in collaboration with private sector partners for developing value added products
- Big Data/Data Analytics for informed decision making

COLLABORATION

COORDINATION

CONNECTIVITY

SUSTAINABLE DEVELOPMENT OF THE BLUE ECONOMY



Triple Bottom Line Principle

Profit/Economic

Providing port services efficiently Reduce the cost of doing business

People/Social

Well-being of stakeholders including surrounding communities

Planet/Environmental

Efficient use of natural resources

Decreased use of pollutants
Elimination/Reduction of paper documents

