#### **INTRODUCE**

## e-C/O system in KCS



18<sup>th</sup> October 2021 KCS, FTA Implementation Division

#### Context

- **■** Background of adopting EODES
- Operation status of EODES of KCS
- What is EODES?
- Process of EODES
- Type of e-C/O system in KCS
- How EODES works in practice
- How Electronic verification system works in practice
- Advantages and disadvantages of EODES and Electronic verification system
- Benefit of e-C/O system

**♦** Background of adopting EODES

- To reduce logistics cost
- To simplify verification of authenticity of C/O at the stage of Customs clearance
- To reduce burden of verification of formal errors in C/O
  - **☞** Less difficulty in customs clearance

## Operation status of EODES

\* Period : Oct 1, 2020 ~ Sep 30, 2021

#### Number of EODES data exchange

Item	Cases
Data Receipt (CN→KR)	1,599,432
Data Delivery (KR→CN)	281,094
Data Receipt (ID→KR)	46,723
Data Delivery (KR→ID)	58,815

#### Utilization rate of FTA preferential tariff

	Export		Import	
Item	Based on Case	Based on Amount	Based on Case	Based on Amount
Korea-China	38.4	64.6	48.4	84
Korea-Indonesia	33.1	52.5	64.3	87.3

## **♦** What is EODES

■ EODES: <u>Electric Origin Data Exchange System</u>



Certificate of Origin(C/O) is issued, exchanged,

reviewed by electronic system

#### **♦** What is EODES ?

- The before-and-after Procedure regarding C/O
  - < Before adopting EODES >

Issue C/O from issuing authority



Forward the original C/O to importer



Submit original C/O to the Customs authority of the importing party

< After adopting EODES >

Issue C/O from issuing authority



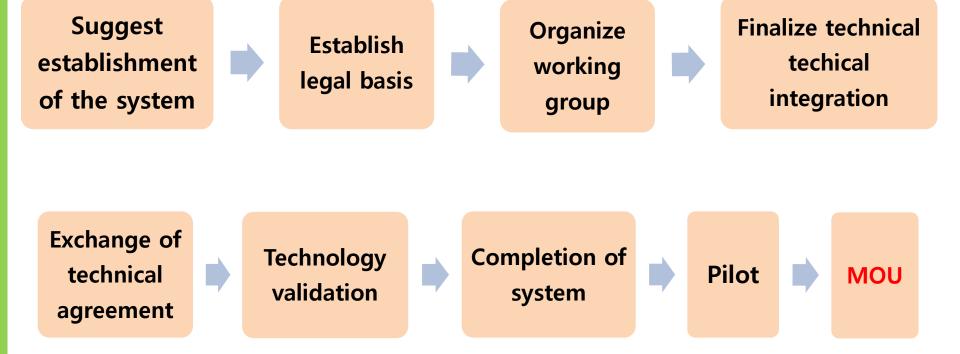
Original C/O forwarding is only for verification, Not for clearance



Not needed

**Simplified** 

### Process of establishment of EODES



## **♦** Type of e-C/O system in KCS

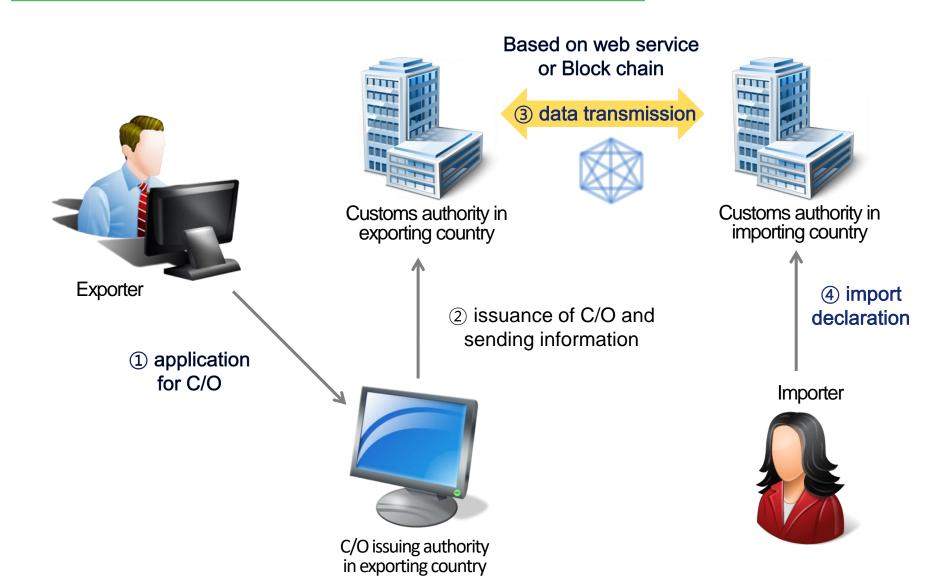
#### **■** EODES

 Exporting customs authority and importing customs authority exchange C/O data electronically

## **■ Electronic verification system**

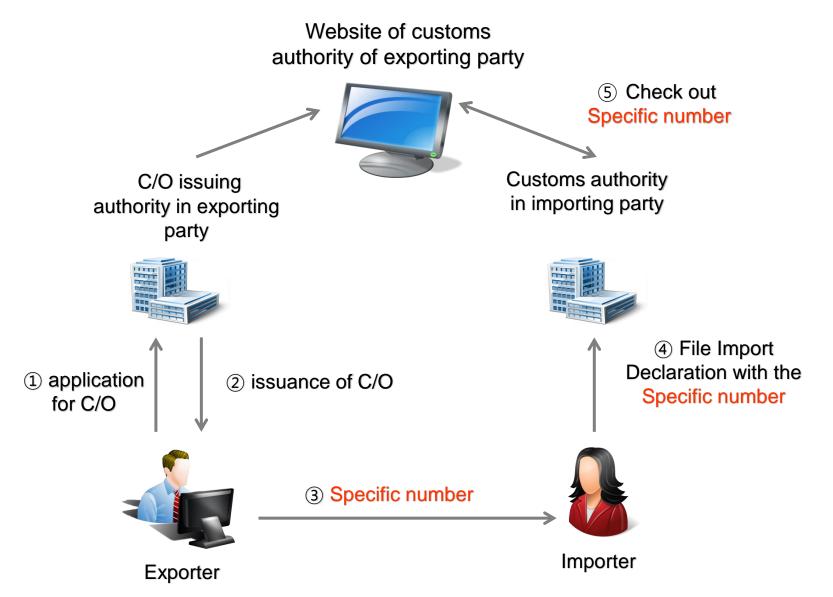
- Customs authority in importing party can access to Electronic verification system of Customs authority of exporting party

## **♦** How EODES works in practice



### **♦**

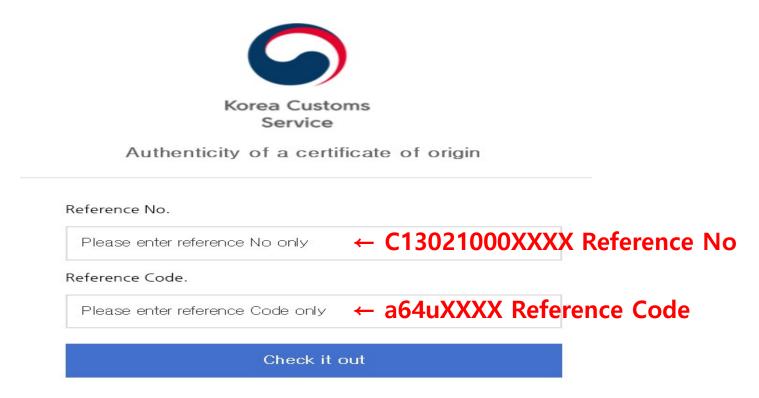
#### How Electronic verification system works in practice



## ♦ How to check out C/O issued in Korea

In case where exporter, importer, customs officials have Specific number, they could check out <u>authenticity of C/O</u> at <a href="https://www.customs.go.kr/co.html">https://www.customs.go.kr/co.html</a>

Electronic verification system of KCS and KCCI are integrated as one System



## ♦ How to check out C/O issued in Korea

Content of all the boxes in a C/O are shown



## **♦** Advantages & Disadvantages of EODES and Electronic verification system

Item	EODES	Electronic Verification System
	<ul><li>Prevent forging</li><li>C/O</li></ul>	<ul><li>Prevent forging</li><li>C/O</li></ul>
Advantages	<ul><li>Reduce logistics</li><li>&amp; administrative</li><li>costs</li></ul>	<ul><li>Reduce logistics</li><li>&amp; administrative</li><li>costs</li></ul>
	<ul><li>Convenience of using</li></ul>	<ul><li>Low-cost for establishment of website</li></ul>
Disadvantages	<ul><li>High-cost for establishment of EODES</li></ul>	Inconvenience of using

## Benefit of e-C/O system

- Higher reliability of C/O
- Quick and Accurate deliverance of C/O
- Access to result how C/O is processed
- Higher FTA utilization rate
- Lower logistics cost

# Thank you!

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