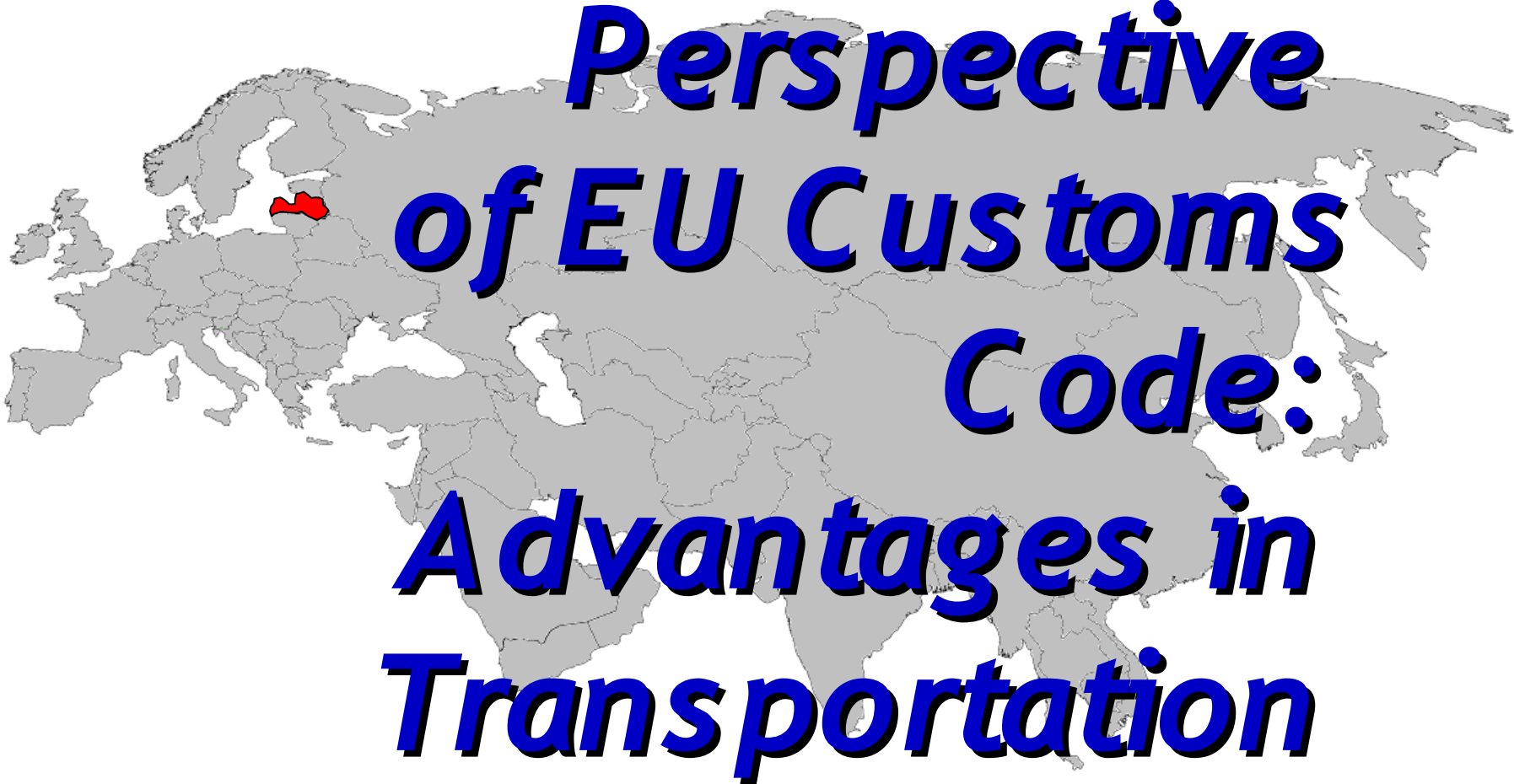



***Latvian
Perspective
of EU Customs
Code:
Advantages in
Transportation
and Logistics***

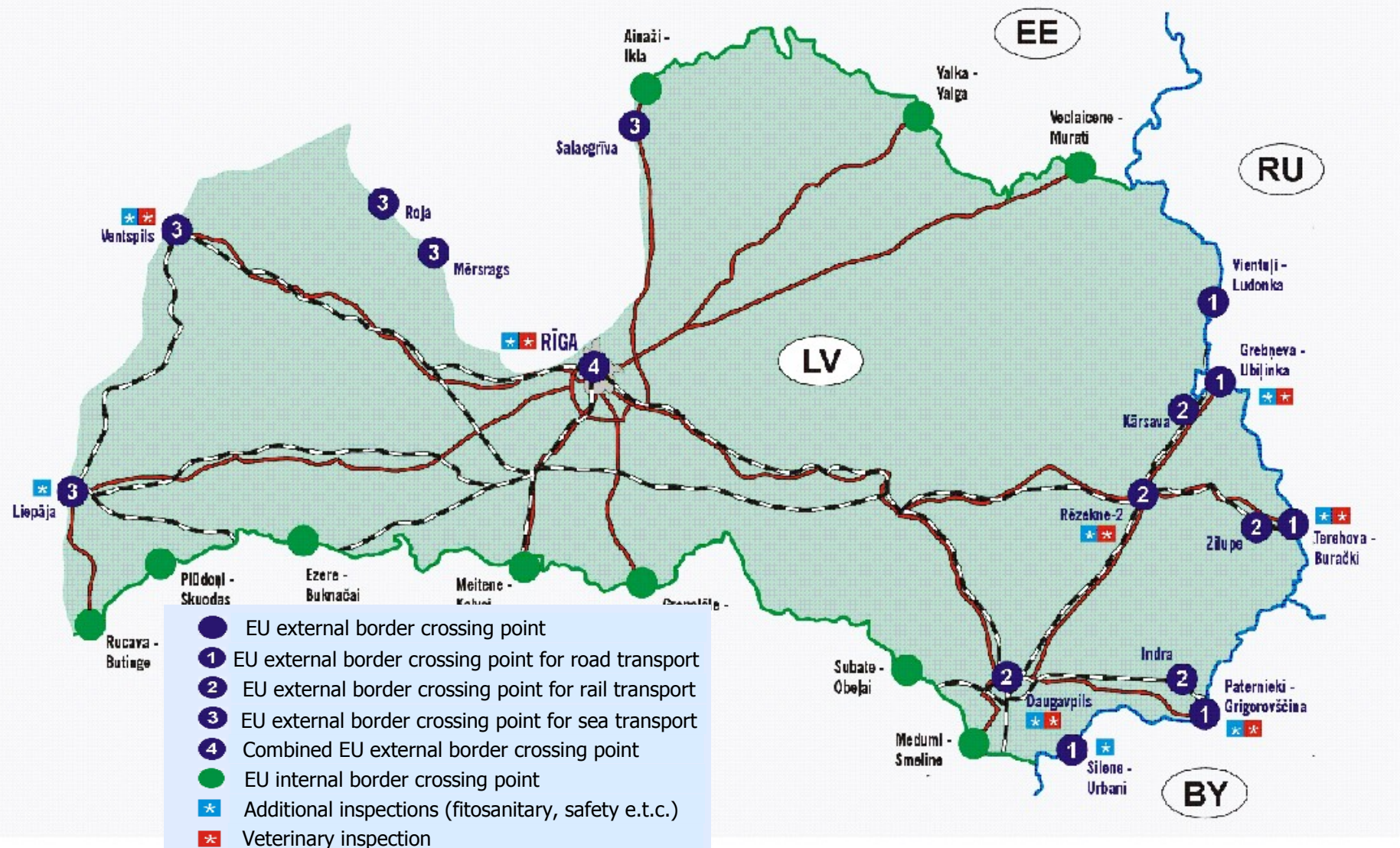


Latvia after joining EU

-  **Abolishment of internal customs borders between EU-25 countries.**
-  **Revision of trade policy towards non-EU countries (mainly quotas system and customs duty).**
-  **Drastic increase of fuel prices.**
-  **Big surplus of transport capacity, especially in road transport (up to 25%).**
-  **New aspects in trade organization with EU countries (especially in VAT and Excise fields).**



Latvia as external border of EU



Latvian Perspective of EU Customs Code: Advantages in Transportation and Logistics
Normunds Krūmiņš, Riga, November 29, 2007

Simplified Customs Clearance

INCOMPLETE CUSTOMS CLEARANCE

The procedure for incomplete declarations shall allow the customs authorities to accept, in a duly justified case, a declaration which does not contain all the particulars required, or which is not accompanied by all documents necessary for the customs procedure in question.

SIMPLIFIED CUSTOMS CLEARANCE

The simplified declaration procedure shall enable goods to be entered for the customs procedure in question on presentation of a simplified declaration with subsequent presentation of a supplementary declaration which may be of a general, periodic or recapitulative nature, as appropriate.

LOCAL CUSTOMS CLEARANCE

The local clearance procedure shall enable the entry of goods for the customs procedure in question to be carried out at the premises of the person concerned or at other places designated or approved by the customs authorities.



Local Customs Clearance

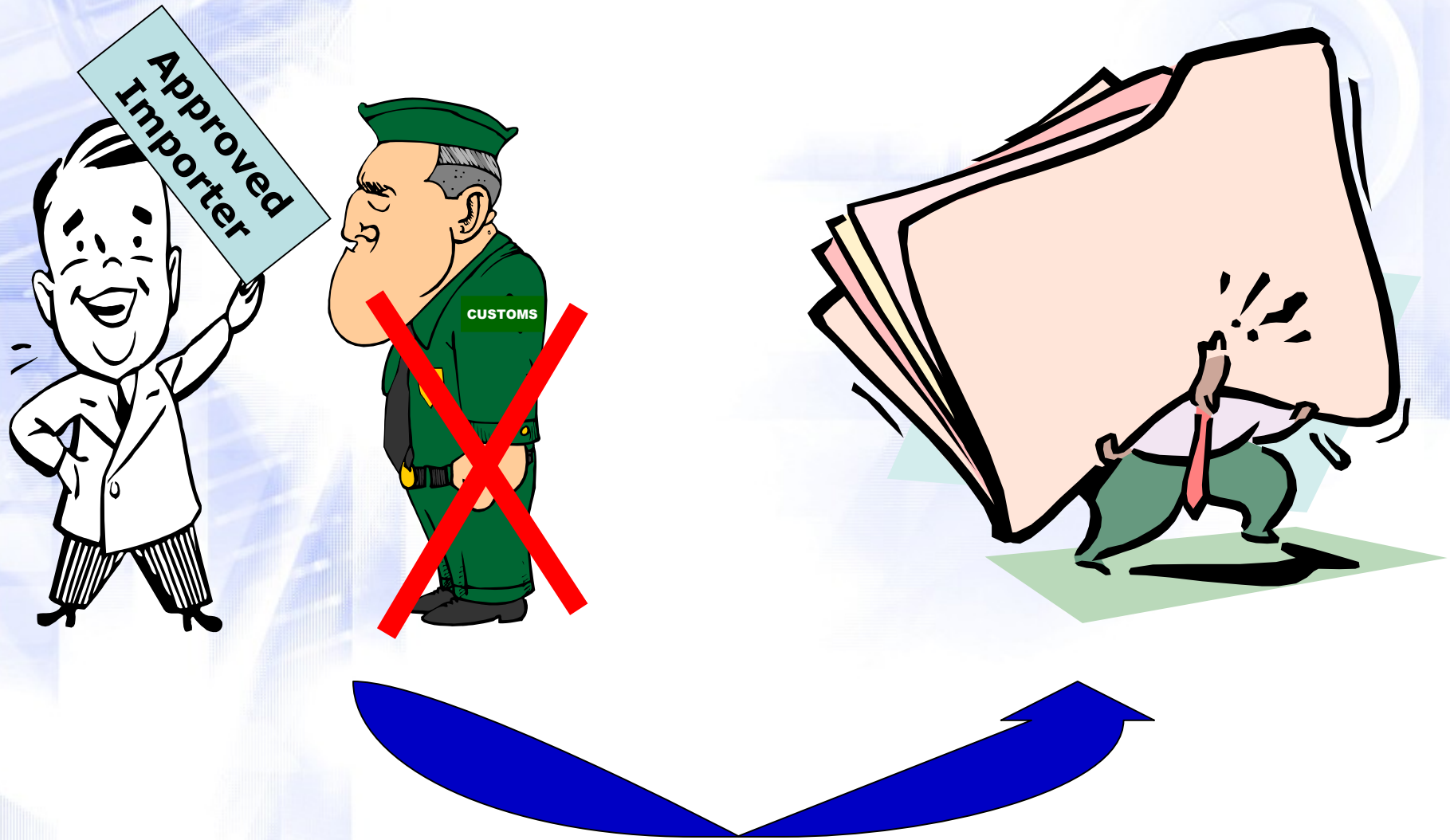
LATVIJAS REPUBLIKA		1 DEKLARĀCIJA	
1 6	2 Nosūtītājs/Esportētājs Nr. 0221 JOST BAUER FOOD INGREDIENS GMBH QUERSTUCKEN 3A NORDERSTEDT, VÄCIJA	3 1	4 Kravas sār. 4 Manifesta Nr. CNR-16/471226 Reģistrācijas Nr. C 101636 13/05/2002
5 1	6 Iepakojumu skaits 28	7 Uzziņas numurs 2002	8 ED195
9 1	10 Pirmās saņemšanas datums 26/06/1995	11 Tirdzniecības valsts DE	12 Vērtības precizējums 463.00
13 1	14 Deklarācijas Pārdevējs Nr. 0004 SIA "Schenker-BTL" Rīga, Bulļu 74	15 Nosūtītāja/Esportētāja valsts Vācija	16 Izcelsmes valsts Vācija
17 1	18 Transportlīdzekļa apraksts izbraucot/iebraucot A/H DD 4048 / A 5463	19 Kont. 0	20 Piegādes noteikumi EXW NORDERSTEDT
21 1	22 Valūta un kopējā summa faktūrā EUR 1401.00	23 Valūtas kurss 0.573000	24 Darījuma raksturs 1
25 1	26 Iepakojuma veids 30	27 Iekraušanas/izkraušanas vieta XXX Vieta netie	28 Finanšu un banku dati 111111
29 1	30 Preču atrašanās vieta 0411 Liepājas ostas MP	31 Preču nosaukums 0411 Liepājas ostas MP	32 Preču Nr. 209954
33 1	34 Izc. valsts kods DE	35 Svārs bruto (kg) 550.00	36 Priekšroc. MFN
37 1	38 Svārs neto (kg) 400.00	39 Kvota 550.00	40 Kopējā deklarācijas iepriekšējais dokuments 0411/D204390
41 1	42 Preces vērtība 1401.00	43 V.M. kods 45	44 Papildu informācija/iesniegta dokumenti/Pievienas un atļaujas
45 1	46 Statistiskā vērtība 1068.07	47 Nodokļu aprēķins	48 Maksājumu termiņa pabeigums
49 1	50 Principāls Nr. 325-INV.24632 : PMD (RIX008172)	51 Paredzamais robežu skārsnošanas iestādes (un valsts)	52 Garantija neder
53 1	54 Vieta un datums: 13/05/2002	55 Deklarētāja pārstāvja paraksts un uzvārds: J.L. WABERGA	56 Zīmogs: 0221 SIA "SCHENKER" MKP

LATVIJAS REPUBLIKA		1 DEKLARĀCIJA	
1 6	2 Nosūtītājs/Esportētājs Nr. 4006328560 VALNES FURNITŪRA SIA Svīves iela 2a, Rīga, LV-1055	3 1	4 Kravas sār. 0
5 1	6 Iepakojumu skaits 1	7 Uzziņas numurs 2002	8 KU
9 1	10 Pirmās saņemšanas datums 12/02/1997	11 Tirdzniecības valsts EE	12 Vērtības precizējums 0
13 1	14 Deklarācijas Pārdevējs Nr. 0221 SIA "Schenker" MKP PARNŪ MNT 139C, TALLINA, IGAUNIJĀ	15 Nosūtītāja/Esportētāja valsts Latvija	16 Izcelsmes valsts Latvija
17 1	18 Transportlīdzekļa apraksts izbraucot/iebraucot A/H 790 ADM/479 BS	19 Kont. 0	20 Piegādes noteikumi EE
21 1	22 Valūta un kopējā summa faktūrā EUR 750.00	23 Valūtas kurss 0.573000	24 Darījuma raksturs 1
25 1	26 Iepakojuma veids 30	27 Iekraušanas/izkraušanas vieta XXX Vieta netie	28 Finanšu un banku dati 111111
29 1	30 Preču atrašanās vieta 0411 Liepājas ostas MP	31 Preču nosaukums 0411 Liepājas ostas MP	32 Preču Nr. 209954
33 1	34 Izc. valsts kods DE	35 Svārs bruto (kg) 550.00	36 Priekšroc. MFN
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41 1	42 Preces vērtība 1401.00	43 V.M. kods 45	44 Papildu informācija/iesniegta dokumenti/Pievienas un atļaujas
45 1	46 Statistiskā vērtība 1068.07	47 Nodokļu aprēķins	48 Maksājumu termiņa pabeigums
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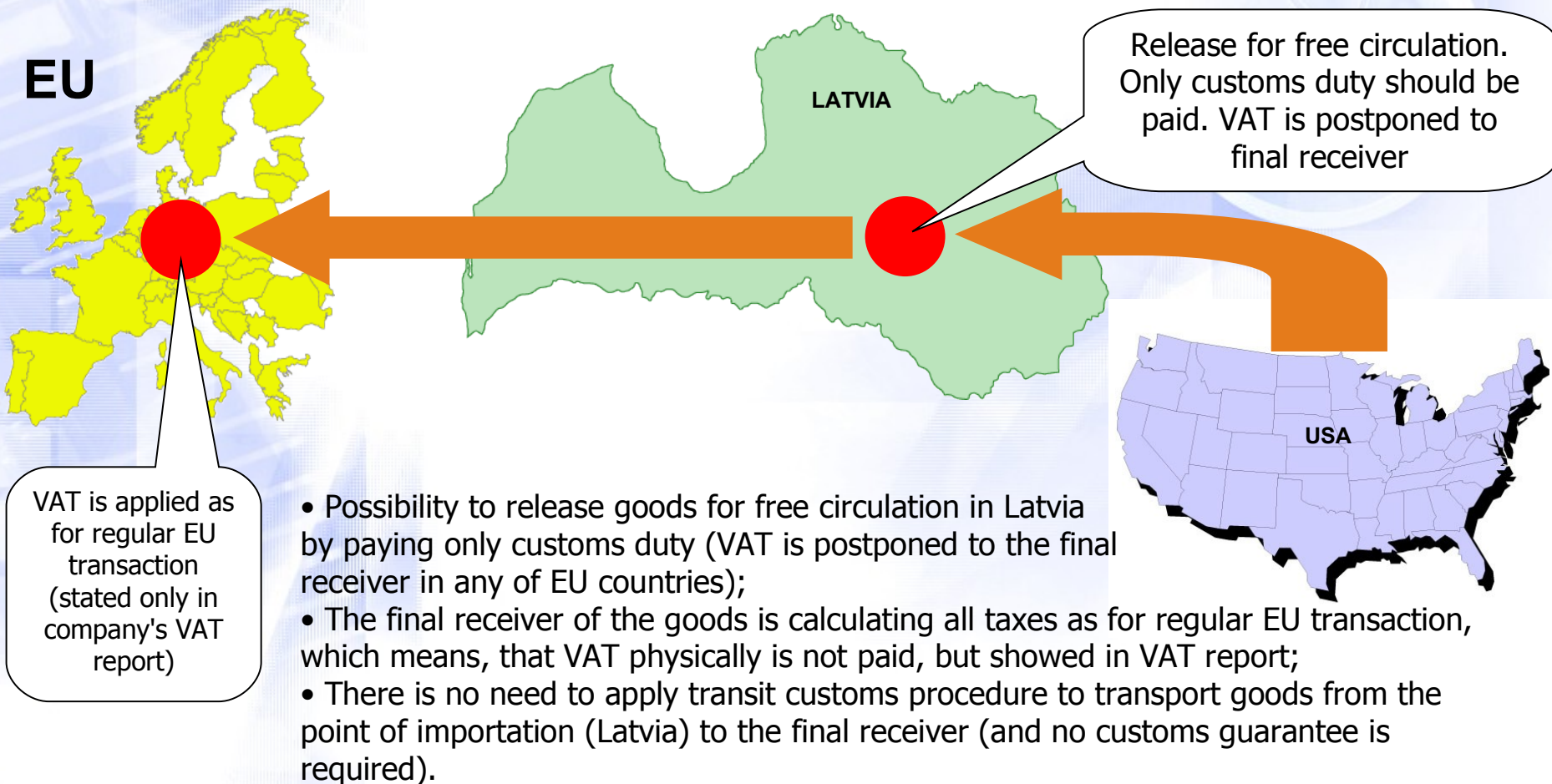
Latvian Perspective of EU Customs Code: Advantages in Transportation and Logistics
Normunds Krūmiņš, Riga, November 29, 2007



Local Customs Clearance



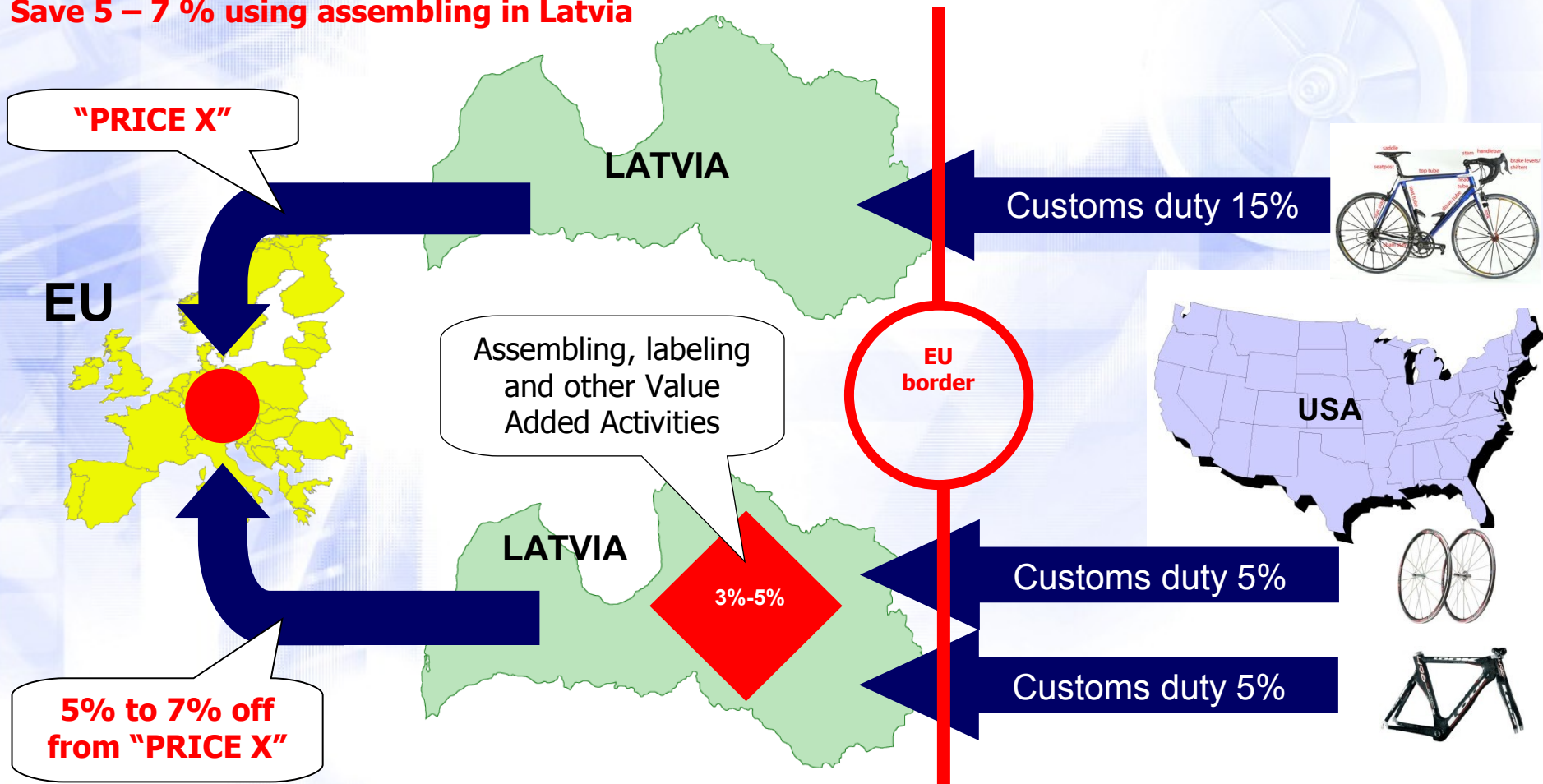
Importation to EU via Latvia



This solution is based on EC Regulations No 2913/92 and No 2454/93, as well as Law on Value Added Tax of the Republic of Latvia (Article 33).

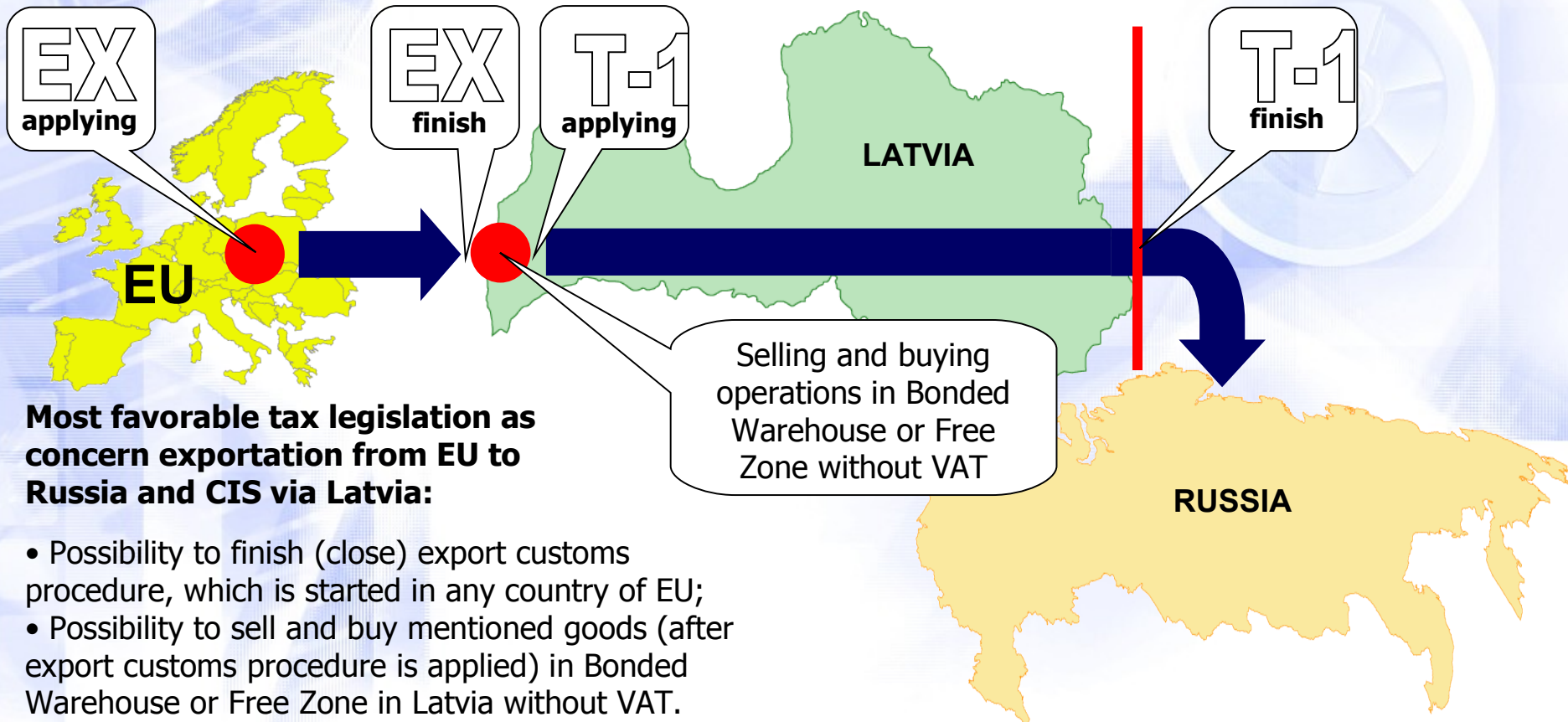
Importation to EU via Latvia

Save 5 – 7 % using assembling in Latvia



This very simple example illustrates only one possibility how any importer can save 5% to 7% out of the total value of his product, by locating his logistics centre or EU distribution warehouse in Latvia.

Exportation to Russia / CIS via Latvia

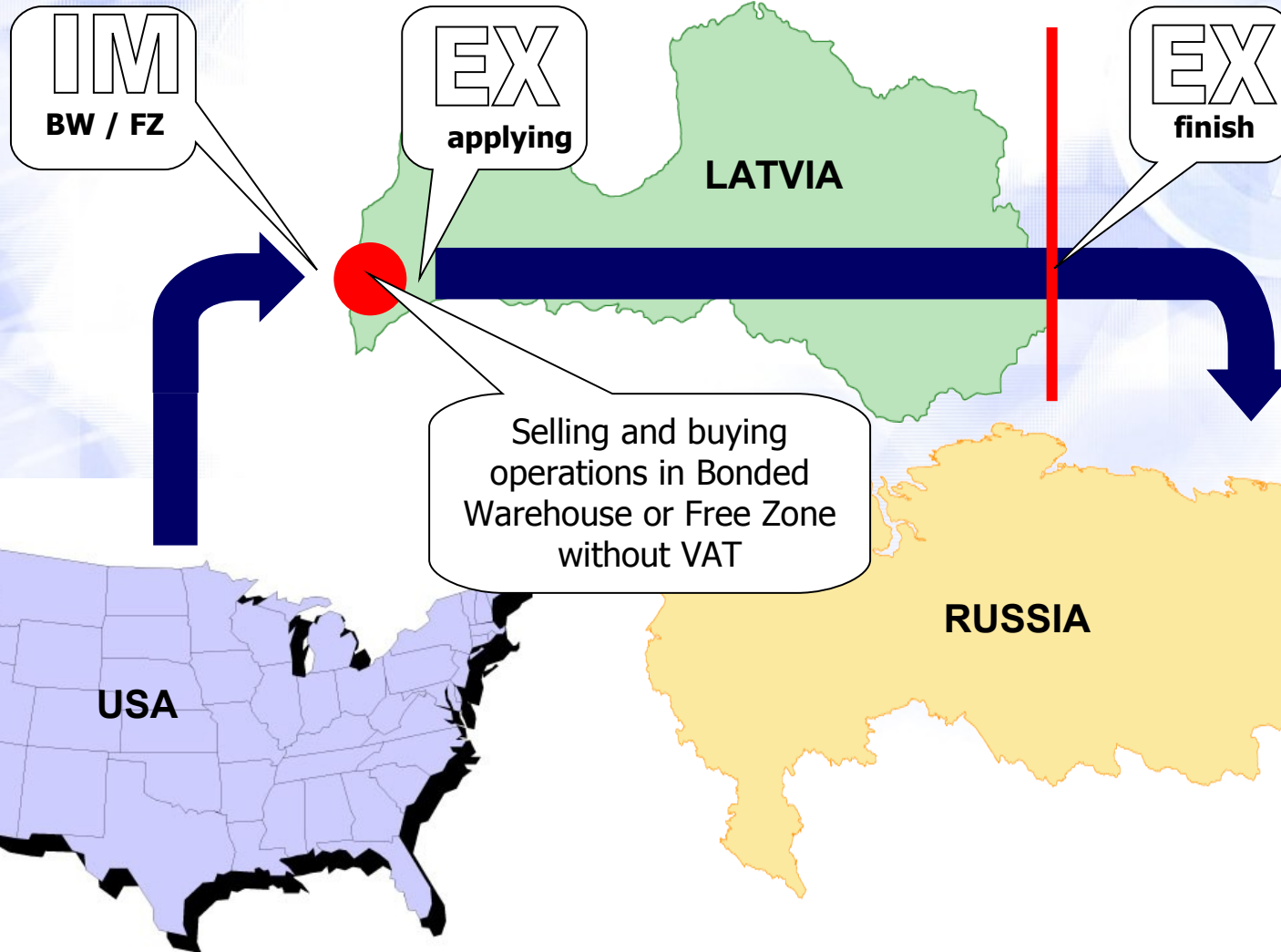


Most favorable tax legislation as concern exportation from EU to Russia and CIS via Latvia:

- Possibility to finish (close) export customs procedure, which is started in any country of EU;
 - Possibility to sell and buy mentioned goods (after export customs procedure is applied) in Bonded Warehouse or Free Zone in Latvia without VAT.
- No obligation for involved companies to be registered as VAT payers in Latvia;
- After described transaction consignment is sent outside EU customs territory by applying transit customs procedure.

This solution is based on EC Regulations No 2913/92 and No 2454/93 (Article 793), as well as Law on Value Added Tax of the Republic of Latvia (Article 3 and 18).

Transit to Russia / CIS via Latvia



Authorized Economic Operator



An Authorized Economic Operator can be defined as an economic operator who is reliable throughout the Community in the context of his customs related operations, and, therefore, is entitled to enjoy benefits throughout the Community.



An AEO certificate provides either an easier admittance to customs simplifications, or it entitles the holder to facilitations concerning security and safety controls. In addition, there are benefits which are open to all categories of AEO, such as, amongst others, fewer physical and document based customs controls (unless other Community legislation prescribes a fixed amount). Economic operators can also request a joint certificate ("customs simplifications" together with "security and safety") comprising all benefits referred to above.



Authorized Economic Operator



An AEO Certificate - Customs Simplifications is issued to any economic operator established in the Community who fulfils the criteria of customs compliance, appropriate record-keeping standards and financial solvency.

The holder of this certificate is entitled to:

- easier admittance to customs simplifications;
- fewer physical and document-based controls;
- priority treatment if selected for control;
- possibility to request a specific place for such control.



An AEO Certificate – Security and Safety is issued to any economic operator established in the Community who fulfils the criteria of customs compliance, appropriate record-keeping standards, financial solvency, and maintains appropriate security and safety standards.

The holder of this certificate is entitled to:

- possibility of prior notification;
- reduced data set for summary declarations;
- fewer physical and document-based controls;
- priority treatment if selected for control;
- possibility to request a specific place for such control



Thank You!
Questions?

