

Single Window and Standardization in case of Korea's uTradeHub

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- Policy and Strategies of uTradeHub
 - Vision and Plan
 - Organization
 - Milestones
 - Model and Services
- uTradeHub and Standardization
 - Summary
 - Business Process within uTradeHub
 - Evaluation and registration process
 - Standardization in Progress : e-B/L



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uTradeHub: Vision and Plan



Vision

e-Trade KOREA, Innovation 2007

A leading e-Trade nation in the 21st century

- Build Internet-based national paperless trade infrastructure
- Innovate on existing trade services and processes
- Lead international cooperation to realize global wide paperless trade
- Reform laws and regulations to accelerate the dissemination of paperless trade



3 Phase Plan

Phase 1

Building Core Infrastructure (2005) Phase 2

Enhancing Infrastructure (2006) Phase 3

Upgrading User Environment (2007)



Initiative: Organization

Networkina

- Foundation
 - Founded in Jan. 2005 in KITA after BPR/ISP Project(Jun. 2004)
- Role : Project Management Office
 - Implementation of 33 tasks from 'e-Trade Korea 2007' roadmap
- Secretariat of National e-Trade Committee MOCIE Korea International KOREA CUSTOMS **Trade Association** National e-Trade KFTC Committee The Korea Federation of Banks **Chair: Prime Minister** Korea paperless **Trade Center** e-Trade Facilitation Committee **Platform** Finance Logistics Marketine Law Global W/G W/G W/G W/G W/G W/G e-TP PM Law Reform e-L/C **RFID** e-MP e-C/O e-TDR e-Nego e-Catalog e-B/L e-LG e-DO Solutions APEC.ASEM Bilateral





- In 1989, Korean government initiated "Comprehensive Trade Automation Plan"
- In 1991, Korea enacted "Trade Automation Act"
- In 1991, Korea Trade Network (KTNET) was established by Korea International Trade Association (KITA)
- In 2003, National e-Trade Committee was established (Chair :Prime Minister)
- ❖ In 2004, BPR/ISP for e-Trade Process Innovation
- ♦ In 2005, World's first e-LC system launched
- In 2006, uTradeHub portal site opened
- In 2007, e-BL system and e-Nego system being developed in uTradeHub service



Korea's uTradeHub

Marketing Information

- e-Market Place
- e-Biz Site
- Credit Evaluation Co.
- Korea Export Insurance Corporation

License & Certificate

- Over 50 Licensing Institutions connected
- KCCI (e-CO)
- Quarantine Station
- Inspection agencies



bolero.net

IdenTrust.

TradeCard'

Foreign

Chamber of Commerce

Bilateral

Connection

Foreign Customs

Overseas

Branch

Foreign Supplier Global

Foreign Buyer

Financial Institution

- KFTC
- Banks
- Cargo Insurance Companies

Logistics

- Shipping Line/ Airline
- Forwarder
- Bonded Warehouse

Customs

- Korea Customs Service
- Customs Broker





uTradeHub Services

- Marketing
 - integrated marketing information hub
- Licensing/Certification
 - licensing/certification procedures required for import/export
- Trade Finance
 - e-LC Service to finance exporters
- Customs Clearance
 - export/import related customs clearance operations via the Internet.
- Logistics
 - Logistics services for traders, shipping lines, forwarders etc.
 - Electronization of BLs
- Payment
 - Paperless presentation of negotiation documents and payment



uTradeHub Services





Standardization

Objective

-To guarantee openness and interoperability of uTradeHub with international standards so that electronic trade documents may be exchanged among related entities domestically and internationally

- For uTradeHub to illustrate best practices of trade facilitation through national single window platform

Domestic & Int'l Standards

Korea

- Guidelines for development of XML Electronic messages(v3.0), Korea Institute for Electronic Commerce (KIEC)
- KIEC XML CC Library, KIEC

Int'l

- -Core Component Technical Specification, UN/CEFACT TMG, 2003
- XML Naming & Design Rules, UN/CEFACT ATG, 2004
- UN/CEFACT Modeling Methodology, UN/CEFACT TMG, 2002



Business Processes in uTradeHub

Insurance

- Export insurance
- Credit Evaluation
- Caro insurance

Requirements Certification

- Import requirement certification (customs director)
- Import requirement certification (recommendation)
- Certificate of Origin

Customs

Customs clearance

Shipping and transportation

- Shipping request
- E-B/L (in progress)
- Cargo delivery
- e-D/O (Master/House)
- Bonded delivery request
- Delivery allocation request

Payment

- Letter of Credit
- e-Negotiation (in progress)



uTradeHub Development & Standardization

uTradeHub Project 1 st - 2 nd Phase ('05-'06)	 Built uTrade Document Repository and electronic LC service system
	 Developed 102 trade related electronic documents in accordance with domestic and international standards
3 rd Phase ('07)	 Began standards registration process for the 102 documents developed in the 1st & 2nd phase (April)
	 Successfully registered uTradeHub documents as Korea's standards
	Developing more trade related documents (eg. e- BL)
	Designing fallback option of e-document to paper (eg. PDF format)
Dissemination (~'08)	 Will move forward to dissemination of uTradeHub domestically and internationally



Standardization Process of uTradeHub

Business Process Analysis and Documents Standardization

Standards Registration

Process Analysis ('05.09)



Document Standardization ('06.01 ~ '06.12)



Standards Registration ('07.04~11)

- ✓ Business ProcessAnalysis
- ✓ Selection of docs for standardization

- ✓ Analysis of Docs
- ✓ CC abstraction
- ✓ DocumentStandardization

✓ Standards registration at Korea EDIFACT Committee (KEC)



Standards Evaluation at KEC

Application

No. of Docs

- Trade: 25
- Financing and payment: 57
- Logistics: 6
- Customs : 6
- Insurance: 8

SG

Standards Group Evaluation

- Accommodating industry specific business requirements?
- Reflecting standardized business process?

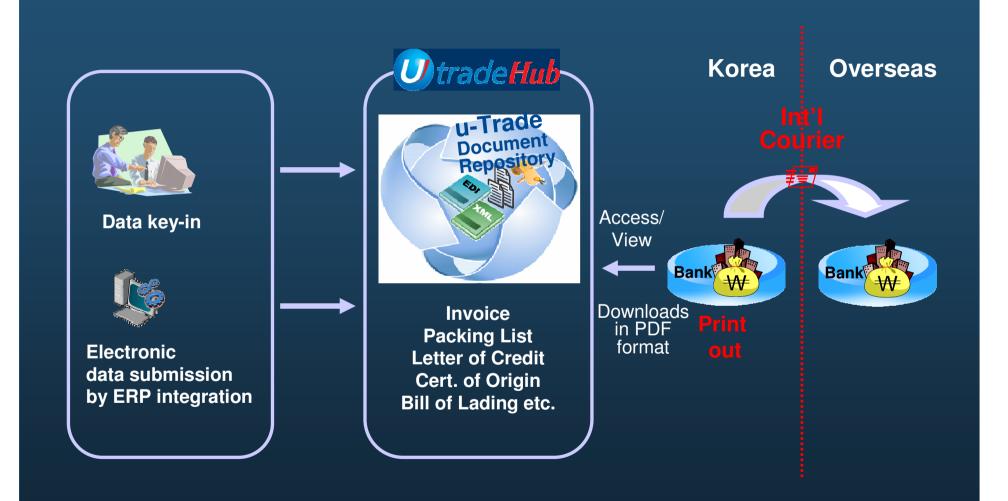
TAG

Technical Assessment Group's Evaluation

- Observing standard guidelines?
- Technologically acceptable/desirable?



Designing Fallback Option to Paper





Fallback option of e-BL

Continued meetings with Industries

 Meetings and seminars with shippers, shipping lines, forwarders, and banks to analyze the business process and define standard process flow for e-Bill of Lading (B/L)

Standardization of document format

 Create print-out format of document by using both XML data and the pre-registered image of signature, chops, logos, covenant etc. of companies.

For 'digital' service

- e-BL to be stored/kept in uTrade Document Repository (Speculated in the eTrade Facilitation Law)
- Title (ownership) of the e-BL to be managed by the Title Registry (Speculated in the Commercial Law)
- Authenticity Supported by PKI (electronic data) or 2D barcodes (printout)





Final Points

Lesson learned

- Continuously meet with industries
- Make them review and comment on the process and documents
- → Continuous consultation and reflection of industry opinions made it relatively easy for uTradeHub Docs to be registered as Korean standards

uTradeHub

- Implements domestic and international standards
- Ready to discuss and test interoperability and exchangeability with other national single window systems



Thank You!

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