



Trade Monitoring and Export Control

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Export Control 101



- **Monitoring versus Controlling**
- **Different organizational cultures require different approaches**
 - Revenue collection versus control
- **Historical aspect - attempts to close the latest loophole**
- **Fractured system due to different purposes - overlap**
- **Membership different for each regime - still entities such as EU has one common system**
- **Lists are implemented individually and classified independently**
 - Just as an example EU-US

Trade monitoring - the solution?



- **Finding trade patterns**
 - Identifying who looks for what on a larger scale
 - Post factum verification for the future
- **Finding the right definition**
 - Can new definitions or sub sections solve the problem of identification
- **Goal - which audience?**
- **The implementers and their need for assistance**
 - Licensing, customs and prosecutorial system
- **Can it be done - has it been done?**
 - The case of China - a ten digit HS code

Summary of discussion



- **Presentations from different perspectives**
 - The background to export control, public health and food and agriculture sector, the CWC, environmental protection and customs issues
- **Comments heard**
 - A new environment for export control - new trade patterns, concerns and behavior
 - Growing trade - loss of overview
 - The lack of verification mechanisms makes bio sphere vulnerable
 - Not hamper prior commitments, such public health
 - Synergy effects - great need for discussion and inter organizational coordination
 - How to weigh awareness and practical application of it at the border
 - Need to have relevant updates of the HS - harmonization in time and between countries
 - Lessons learned from the CWC - a joint data base?
 - Lack of penalties coordination easy to get away with it
 - Can you prioritize sensitive items?
 - The absence of borders - ITT and Free Zones
 - The importance of data mining and statistics
 - The plethora of lists and the need for unified classification

Challenges



- **Different classification requirements**
 - HS and export control lists differ even in categories
- **No universality**
- **Conflicting missions between institutions**
- **Lack of interest - turf wars**
- **Balanced focus**
- **Practical implementation**
- **The need for speed...**

Opportunities



- **Creating a global pattern - better use of data**
- **Facilitation of risk analysis**
- **Harmonization of lists**
- **Better oversight**
- **Lessons learned for others**
- **More comprehensible system**
- **The need for speed...**

Next steps



- **Bridging the technology divide - Lessons learned as a teacher and a student**
- **Striving for universalisation of lists in a globalised world**
- **Export, import and transit**
- **Case studies!**
- **Focus on implementers; licensing officers, customs, etc**
 - **Customs**
 - Why stop a shipment?
 - Risk analysis
 - Suspicion or red flags - crucial to have well functioning HS
 - Training and good working conditions
 - How stop a shipment?
 - Training in classification
 - Equipment
 - Legal authority
- **Continuing the dialogue and information sharing**