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Generalized System of Preference (GSP)

Countries and economies under Japan's Generalized System of Preference (GSP)

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Japan Customs, cooperating with businesses and government authorities around the world, achieves its Missions



The Customs and Tariff Bureau and Japan Customs have carried through three missions; ensuring safe and secure society through effective law enforcement at the border, collecting customs duties and domestic consumption taxes appropriately and fairly, and facilitating trade, including faster customs procedures.

Under expansion of covid-19 and a distribution system becomes more important, Japan Customs has been trying to provide appropriate and prompt Customs clearance with a sense of tension.

All of these should lead towards the sound development of world trade.

Effective enforcement at the border, leading to peoples' security and safety, is one of the important missions for Japan Customs. In addition to the control of methamphetamine, cannabis, other illicit drugs and firearms and terrorism- related materials, Japan Customs has further enhanced its control at the border over smuggling of intellectual property rights (IPR) infringing goods, counterfeit securities and stolen automobiles.

Appropriate and fair collection of customs duties and domestic consumption taxes are also an important mission. In FY2023 (April 2023 to March 2024), the revenue collected by Japan Customs is \mathbb{Y}13.1trillion, which is nearly equivalent to 16.9% of tax and stamp revenues.

Japan Customs is striving to collect duties and taxes appropriately and fairly as a national tax collecting

Furthermore, international distribution has become further sophisticated and diversified in recent

years and it is another important mission for customs to ensure security and facilitation of trade at the same time. In order to meet this difficult challenge, Japan Customs, following the SAFE Framework of Standards to secure and facilitate global trade of World Customs Organization (WCO) and in cooperation with other countries, has developed partnerships with private companies and implemented the Authorized Economic Operator (AEO) program.

Under the AEO program, Japan customs approves operators with excellent compliance and grants them benefits such as simplified customs procedures.

Japan Customs has realized the advanced customs clearance system with state-of-the-art IT technologies as an infrastructure to support various customs activities. Japan Customs has also worked on research and development of new equipment and focused on training customs officials to develop them into talents who can fulfill domestic and foreign demands of the new era.

The Customs and Tariff Bureau, as an authority responsible for customs legislation and administration, is contributing to international trade negotiations.

Japan has promotes strategically and expeditiously the economic partnership negotiations ("Follow up on the Growth Strategy" (Cabinet Decision on June 21th, 2019). Based on this policy, the Customs and Tariff Bureau, together with other relevant ministries, is negotiating with various countries to conclude EPAs and is strengthening a multilateral trading system under the

World Trade Organization (WTO) .

At the same time, the Customs and Tariff Bureau is actively participating in and promoting the measures led by the WCO to further harmonize and standardize the customs procedures and to promote international cooperation between foreign customs.

Japan Customs will celebrate the 150th anniversary in November 2022 since "Unjosyo" was renamed to the "Zeikan" and the Customs was officially established.

With the dawn of a new era, Japan Customs is aiming for being the most advanced Customs in the world with by medium-to long-term vision of customs administration "SMART Customs Initiative 2020", which is meet the expectations of the public 20–30 years from now.

Japan Customs will further enhance customs capacity building activities, which have been carried out for a long time, mainly in Asian countries.

In order to respond to changes in domestic and international socioeconomic situations while reflecting various stakeholders'views as much as possible, the Customs and Tariff Bureau and Japan Customs are committed to making utmost efforts to accomplish its missions by further enhancing cooperation with other government agencies and foreign customs authorities.

June 2022

Customs and Tariff Bureau Ministry of Finance, Japan

Over 2 tons of illicit drugs seized for two years in a row for the first time.



In 2024, the total seizure number of illicit drugs's showed an increase to 1,020 (up 24% YOY), while the total seizure amount's showed a decrease to approx. 2,579kg (down 6% YOY). The total seizure amount of illicit drugs exceeded 2 tons for two years in a row for the first time, which was the third largest record in history and that situation is significantly serious. And the seizure number of cannabis and narcotics was the highest record in history.

- *1: The term "Illicit drugs" refers to methamphetamine, cannabis, opium, narcotics (heroin,cocaine, MDMA, etc.), psychotropic substances and designated substances.
- *2: Tablet-type illicit drugs are not included.
- *3: Only fixed amount of each seizure case is added to the total amount. The same applies hereinafter.
- *4: The term "Cannabis" includes THC products and cannabis stipulated as "narcotics" under the amended Cannabis Control Act and Narcotics and Psychotropics Control Act which have been effective since December 12, 2024. THC products mean liquids or sweets etc. which contain THC (tetrahydrocannabinol), harmful ingredients of cannabis.

Massive seizure of illicit drugs



Approx. 531kg of methamphetamine was seized from sea cargo -container arriving from Mexico.

In April 2024, Yokohama Customs



Case ② » Ship to Ship Trade Approx. 178kg of cocaine which

Approx. 178kg of cocaine which had been transferred ship-to-ship at sea off the coast of Chiba Prefecture was seized at a fishing port in Tateyama, Chiba Prefecture.

 \mid In May 2024, Yokohama Customs etc \mid



Case (3) » Air Cargo

Approx. 59 kg of methamphetamine was seized from air cargo -plastic containers for blueberries- arriving from Mexico.

| In Octobar 2024, Yokohama Customs etc.



Case (4) » Air Passenger

Approx. 11 kg of methamphetamine was seized from belongings of a passenger -cloth bags etc.-arriving at Fukuoka Airport from Thailand.

| In March 2024, Moji Customs



Case (5) » Air Passenger

Approx. 16 kg of cannabis plants was seized from belongings of a passenger -a suitcase-arriving at Narita International Airport from Thailand.

| In September 2024, Tokyo Customs



Case 6 » Int

Approx. 3 kg of ketamine was seized from international mail -a water purifier- arriving from the Netherlands.

| In September 2024, Nagoya Custom



The seizure number of gold smuggling was 493/ the seizure amount was approx. 1,218kg

In 2024, the seizure number of gold* smuggling was 493 (up approx.2.3 times YOY), and the seizure amount was approx. 1,218kg (up approx. 4 times YOY), both of which increased. Because of the rapid increase in the number of foreign tourists visiting Japan and the soaring price of gold, the number and the seizure amount of gold smuggling case are increasing, so Japan customs will continue to implement strict border control.

*: The term "gold" includes gold bullion and other processed gold products.

Clever methods of concealment



Approx. 160 kg of gold bullion was detected from air cargo -plastic pallets- arriving from Hong Kong.

| In January 2024, Osaka Customs |



Case ② 》 Ship to Ship Trade

Approx. 40 kg of gold bullion traded offshore off the coast of Ehime prefecture was detected at the floating pier in Imabari city, Ehime prefecture.

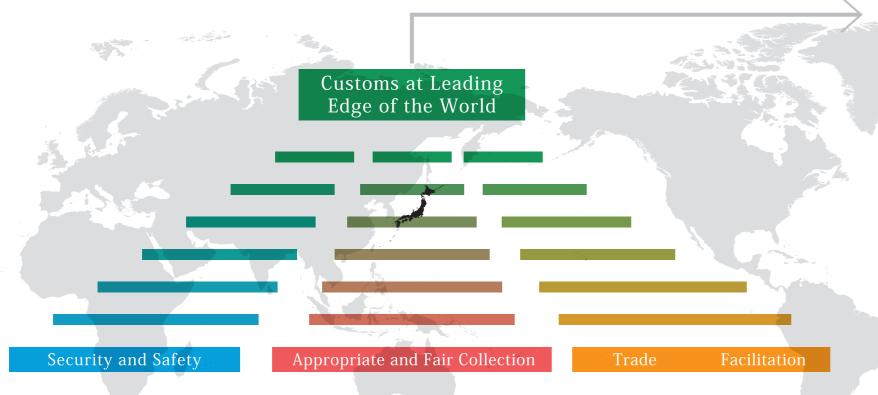
In November 2024, Moji Customs



Mission of Japan Customs

Goal: Customs at the Leading Edge of the World

Japan Customs aims to be a leading agency of the world to realize sound development of trade and a safe and secure society.







Three Missions of Japan Customs

Realizing a safe and secure society

Realizing the safest country in the world by prioritizing prevention of smuggling of firearms, illicit drugs and other harmful goods and curtailing terrorist activities in the country

Collecting customs duties and domestic consumption taxes appropriately and fairly

Collecting customs duties and domestic consumption taxes appropriately and fairly as a tax collecting agency accumulating about \$13.1 trillion, which is nearly equivalent to 16.9% of tax and stamp revenues.

Further facilitating trade procedures

To further facilitate customs procedures while ensuring security in international distribution

Maintain and strengthen the multilateral trading system through trade negotiations like EPAs (Economic Partnership Agreements), and contribute to economic growth in Japan.

Measures to Realize Three Missions

Installing state-of-the-art inspection equipment

Researching and studying leading-edge technologies to detect illicit drugs with high accuracy while installing more effective inspection equipment with existing technologies

Cooperation with other government agencies

Strict enforcement across the government as a whole in close cooperation and information exchange with relevant government agencies

Cooperation with private enterprises

Advancing international trade facilitation by building partnerships with private enterprises

Further application of ICT

Realizing further simplified and efficient import/export procedures and better services for traders by applying advanced ICT for customs clearance systems

Cooperation with foreign customs authorities

Improving quality of customs operation by enhancing partnership with foreign customs authorities through customs mutual assistance agreements

Promoting trade

Realizing Customs three missions through trade negotiations like EPAs, which deal simplification and harmonization of Customs procedures, Customs cooperation and information exchange.

VISION

medium- to long-term vision of customs administration

SMART Customs Initiative



the Customs and Tariff Bureau and Japan Customs must work to improve the sophistication and efficiency of our customs operations, improve convenience for our users, and meet the expectations of the public 20 30 years from now.

Aiming for the world's most advanced customs (smart customs) 「SMART Customs Initiative 2020」(June 2020)

under the following four keywords

Solution

Aim to ensure more appropriate and prompter customs clearance by providing solutions to improve compliance and convenience in customs procedures for trade-related businesses, travelers, and others.

Multiple-Access

Aim to expand and strengthen information-sharing with relevant agencies and traderelated businesses to further implement both facilitating trade and strengthened border control.

SMART

Resilience

Aim to maintain and develop customs administration while ensuring the convenience of customs procedures in preparation for changes in social structures and disaster risks.

Technology&Talent

Actively incorporate AI and other cutting-edge technologies into our customs operations and aim to enhance operations by finding new ways to make customs procedures convenient and to implement more effective, efficient, and sophisticated enforcement. Alongside the use of cuttingedge technologies, we aim to train personnel, review our operations, and improve the work environment.

take initials from four keywords [SMART]

「Action Plan 2022 for the Realization of SMART Customs」 (November 2022)

Upgraded the measures set forth in the "Initiative" by incorporating new measures to respond to the environmental changes and needs.

1 New

environmental changes

(1) Changes in international commercial and logistics flows

Rapid increase in small package express import shipments due to the expansion of

(2) Emerging Needs

- ①Appropriate Export Control
- (2) Facilitation of Import Procedures
- ③Utilization of Bonded Areas
- 4 Promotion of International
- Cooperation
- **5** Responding to Digitization

(3) Advances in

Technology Sophistication of Smuggling Modus Operandi

Finding new needs and

Identification of new needs

and seeds



a happy future for each and every citizen

