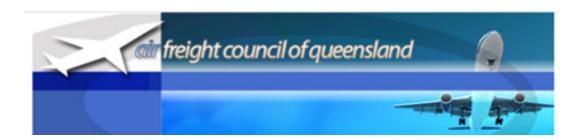


## SEA FREIGHT COUNCIL OF QUEENSLAND

# TRAINING MANUAL FOR EXPORTERS



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### **Executive Summary**

Exporting is the process, which delivers your product or services to a consumer or client in a foreign market. The principles, practices, and techniques of domestic and international marketing have much in common. A company, which is successful in its market segment in Australia, should have the basic abilities and qualities to be successful in an export market. The biggest threat to potential success is to make the assumptions that the key factors, which determine your success in Australia, will be the same in an export market.

The purpose of this manual is to give exporters an accurate and detailed explanation on many of these international trade activities in which they will become involved as their overseas sales increase.

The manual covers air and sea freight, packing, packaging, classification of dangerous goods and speciality industries such as wine, works of art, and cosmetics. Documentation governs the whole area of export practice. It is therefore vital to ensure the accuracy of your export documentation. Missing or incorrectly completed documents can impact on your export order across the supply chain.

Correct documentation reduces the chance of delay in shipment and delivery, minimises customs clearance problems and, importantly, serves as evidence of ownership. In this manual the five sets of documentation required for successful exporting are clearly explained.

Naturally, no exporting transaction is successful until the exporter receives payment. This manual will discuss the intricacies of contracts, finance and preparation and, in particular, Incoterms 2000 and methods of payment whether that be bills of lading or documentary collections. But with any commercial transaction there are risks associated. Various ways to manage these are outlined.

Effective transportation of an exporter's goods or services is vital to the success of the final transaction. This manual explains many of the acronyms and terminology used in air and sea freight. A complete understanding of the transportation modes is imperative for successful exporting.

Most successful exporters use the services of a freight forwarder and a customs broker, who are vital to the operations of successful exporting companies. An explanation is given in this manual of the roles of both freight forwarders and customs brokers.

The manual has been compiled with the expert assistance of freight forwarders and is a valuable guide to any company wishing to move into the export market.

### **1** Contracts, finance and preparation

There are many preliminary issues to take into account and decisions to make before starting to export. Seeking professional advice is invaluable before committing to contracts and financial agreements. While exports can generate high profits for a company, a sound financial base is essential to minimise the risk of investing in overseas projects. Thorough preparations, as well as highly committed management, are crucial to a company's export success.

### 1.1 Quoting and Incoterms

Quoting in export transactions requires clearly stated terms and conditions to avoid uncertainty and to deal with unexpected circumstances. Quoting must define accurately what is included in the total price, the agreed method of payment and currency used in the transaction, as well as the type of transport.

Choosing the method of payment is influenced by many considerations, among which are; type of goods and its value, country of destination and possible exchange restrictions, and length and nature of the relationship between the exporter and the importer. The mode of transport is essential to include in a quote or a contract.

Freight quotes are often given in USD, AUD or both (e.g. local charges in AUD and freight charges in USD). The correct use of Incoterms is an essential requirement for every shipment as it defines each party's risk and responsibilities.

#### Incoterms

Incoterms 2000 are the standard trade definitions most commonly used in international contracts. The three letter acronyms indicate which party is responsible for the different costs and functions, as well as the value of which duty or tax should be calculated. A detailed description of each Incoterm is provided in the *International Chamber of Commerce*'s publication 'Incoterms 2000'. The named place and the edition of INCOTERMS must be stipulated for it to be valid, e.g. "FOB SINGAPORE INCOTERMS 2000". The following points are worth noting;

- Incoterms are of themselves not associated with the terms of payment of a contract of sale.
- Incoterms are concerned with the rights and obligations of the parties involved in the delivery of goods in an export sale, however, they do not cover the contract of carriage.
- As Incoterms do not cover all aspects of a contract of sale, using standard sales contracts is recommended to cover all possible scenarios (such contracts available at <u>www.iccwbo.org</u>).

Many factors may affect the choice of Incoterm, such as the level of development (infrastructure, transport routes and the quality of port/airport services) and protectionist policies in the country of destination.

More details on Incoterms are provided in Appendix 6.1 and 6.2.

#### For more information on Quoting and Incoterms:

 Incoterms 2000 are the official rules for the interpretation of trade terms. It is strongly recommended that this book is used as an Incoterm reference. Incoterms 2000 can be obtained from <u>http://www.iccwbo.org</u>

### **1.2** Finance

Starting to export will require financial investments and commitment as well as impose risks on your company. Many additional aspects need to be taken into account before establishing business in overseas markets. Austrade suggests the following steps to be taken to address financial issues<sup>1</sup>:

- Discussing your plans with the international department of your bank to ensure that you are in a position to finance your export investigations and market entry.
- Gaining an understanding of the advantages and disadvantages of various international payment methods and the terms used in international trade.
- Discussing costing for export with your accountant, including the issue of marginal costing.
- Determining transport and insurance costs with help from a customs broker or forwarding agent who will also help establish packaging needs (and costs).
- Developing an understanding of options for quoting buyers for export business. Common quotation modes will include FOB (free on board) and CIF (cost of goods plus insurance and freight).
- Where possible, applying for tax concessions on approved projects. This assists the companies win contracts against international bids.

#### **1.2.1 Export incentives**

There are a number of schemes offered by government bodies to assist exporters. Following is a brief outline of some of the more commonly used schemes.

#### **Duty Drawback**

The Duty Drawback system enables exporting companies to obtain refunds of Customs Duty paid on goods which have been imported and which are subsequently exported.

Drawback is payable when:

- the goods are exported in the same condition as when imported
- the goods are subjected to a process or treatment after importation and then exported
- the imported goods are incorporated into other goods that are exported

<sup>&</sup>lt;sup>1</sup>Austrade 2005: Preparing your business for export - <u>http://www.austrade.gov.au</u>

#### Tradex Scheme

The Tradex Scheme provides relief to exporting companies via an up-front exemption from Customs duty and GST on imported goods intended for reexport or to be used as inputs to exports. The Scheme removes the need to 'drawback' these charges after export.

Eligibility for entry into the Scheme extends to persons or organizations who intend to import goods, whether these are to undergo industrial processing or not, and which either:

- comply with the requirements of Australia's Duty Drawback Regulations; or
- are included in an exempt class of goods (goods that are exempt from compliance with the Duty Drawback Regulations); and

in respect of these goods, they must be:

- exported within one year after their importation; and
- subject to appropriate record-keeping and accounting systems until they are exported.

#### Export Market Development Grants (EMDG)

The Export Market Development Grants (EMDG) Scheme is designed to assist Australian residents in the overseas marketing of their goods, services, and industrial property or know how, which are substantially of Australian origin. Its aim is to encourage Australian exporters to seek out and develop overseas markets for goods and specified services.

Claimants are eligible for a grant of 50% of the eligible promotional expenditure incurred in a grant year in excess of a \$15,000 minimum threshold (first time applicants can combine two years expenses). The minimum grant is \$5,000, and the maximum is \$150,000.

#### New Exporter Development Program (NEDP)<sup>2</sup>

The New Exporter Development Program (NEDP) is focused on delivering initiatives aimed at identifying and developing Queensland's potential exporters and assisting them to become sustainable exporters. The Queensland Government in cooperation with Austrade offers a package of services designed to assist small and medium sized companies develop their business overseas and make their first export sale. The Queensland Government has partnered with Austrade in the integrated service delivery of initiatives to assist potential new exporters. The Air and Sea Freight Councils of Queensland and industry associations are also partners in the delivery of NEDP programs.

The Queensland Government delivers business assistance through the Trade Division and an extensive network of regional State Development and Innovation Centres and Queensland Government Trade and Investment Offices. These offices provide practical business solutions to client's business development needs and will assist clients to become new and sustainable exporters.

<sup>&</sup>lt;sup>2</sup> This information is extracted from Queensland Government's website. See this site for more facts.

#### Free Trade Agreements

Australia's Free Trade Agreements (FTAs) with various countries offer new opportunities of market access to many exporters, although some agreements are still only in the initial stage. Australia has signed FTAs with New Zealand, Singapore and the United States and Thailand. Negotiations on an Australia-ASEAN-New Zealand FTA are scheduled to start in 2005. Additionally, there are ongoing feasibility studies with Japan, as well as negotiations with China, Malaysia and UAE (United Arab Emirates). Due to the negotiations and recently implemented agreements, detailed information on each country and professional advice should be sought close to the time of export.

#### For more information on export incentives:

- <u>Austrade's website provides a guide to export grants, trade events,</u> <u>export opportunities etc</u>: <u>http://www.austrade.gov.au</u> - go to 'For Australian Exporters'
- <u>AusIndustry's website displays a list of various grants, concessions, incentives, funds and programs that companies can apply for; some of which are industry specific</u>: <u>http://www.ausindustry.gov.au</u> go to 'AusIndustry products'
- Information about Australia's Free Trade Agreements can be accessed on Department of Foreign Affairs and Trade's website http://www.dfat.gov.au or http://www.fta.gov.au
- Queensland Government's website provides information on grants, incentives and the Export Awards: <u>http://www.export.qld.gov.au/</u>
- Trade consultants are invaluable in the process of obtaining grants

#### **1.2.2 Methods of payment**

An export offer of sale should stipulate the terms of payment. The four main methods of payment are listed below, but it should be noted that variations may be encountered.

#### **Pre-Payment**

With this method, payment is remitted to the seller prior to the shipment of goods. Documents relating to the shipment are forwarded by the seller directly to the buyer and not through the banking system.

#### **Documentary Credits / Letter of Credit**

A documentary credit is a (conditional) promise of payment issued by a bank. It provides a degree of certainty of payment as the financial standing of an individual or firm is replaced by the financial standing of a bank. The bank ensures that all terms and conditions have been met and payment is made in accordance with the terms of the credit.

#### **Documentary Collections**

\* Documents Against Payment

Using this method, the exporter retains control of the goods until payment is received. The exporter presents shipping documents to his bank with instructions to release the documents only after the buyer's payment.

#### \* Documents Against Acceptance

Using this method, the exporter loses control of the goods and relies on the buyer's credit standing for payment of the bill on its maturity date. The exporter presents shipping documents and a bill of exchange (Draft) to his bank, and the funds are remitted to the exporter upon the buyer's payment at maturity of the draft.

#### **Open Account**

Selling on open account involves payment at some future, unspecified time after the goods have been delivered. As with the pre-payment term, documents relating to the shipment are forwarded by the seller direct to the buyer and not through the banking system.

#### 1.2.3 Risk and risk management

#### Types of risk

International trading has a reasonably high level of risk due to geographical distances and varying economic, political and cultural conditions.

<u>Credit risk</u> is the risk of the seller not receiving payment for the goods, due to fraud, insolvency or the buyer's unwillingness to accept the goods. It can be reduced by; choosing the correct payment method, checking the financial strength of buyer, and arranging credit risk insurance.

<u>Exchange risk</u> occurs when the value of currencies increase or decrease between the time of quotation and the time of settlement. The risk can be reduced by; entering into a forward exchange contract, conducting a foreign currency account, offsetting export receivables against import payables, or selling in Australian dollars.

<u>Transfer risk</u> occurs when the buyer is prevented by currency or trade controls in his country from settling his financial obligations to the supplier. The risk can be reduced by; arranging prepayment and transfer risk insurance.

<u>Transit risk</u> occurs when goods are transported overseas. Goods may be stolen, lost or damaged in transit. The risk can be reduced by; ensuring packaging and packing comply with the mode of transport and with carrier's recommendations/regulations, and consulting marine insurance agencies.

<u>Country risk – political and legal</u> – arises for many different reasons, such as changes in government regulations, political instability, differences in law, and the level of corruption. It can be reduced by; consulting trade indemnity insurance companies and/or Austrade for specific country risk assessment, and consulting export credit insurance agencies.

Organizational risk occurs through lack of expertise and knowledge within the organization, and/or cultural differences between the exporter and the buyer. It can be reduced by ensuring the following aspects of your **and** the buyer's organizations function to a satisfactory level; the interrelationships among people, knowledge, tasks, technology, as well as organizational goals.

\*\*\*\*\*\*

Export Finance and Insurance Corporation (EFIC) is Australia's export credit agency. It has sold its short-term credit insurance business but still offers Medium-term Payment Insurance (2 years or longer) as well as Political Risk Insurance. For short-term credit insurance, one of the following organizations can be contacted; Atradius and QBE Insurance Group.

\*\*\*\*\*\*

#### Assessing export risk

It is recommended that the following aspects be taken into consideration when assessing exporting risk<sup>3</sup>:

#### Product/industry attributes

- Perishability guality can be Specifically manufactured for challenged
- Conversion cycle affects the payment terms a buyer may need
- End use of product

#### The market/country

- Currency convertibility
- Political stability
- Import controls

#### Your buyer

- Financial position
- Trading history

- buyer/country affects resale
- Your buyer's expertise in your product
- Banking stability
- Legal system
- Debt default/reschedule
- Market reputation
- Previous defaults

#### 1.2.4 Marine Insurance

The contract terms (Incoterms) will determine whether you are responsible for the transit insurance of the goods.

Modern vessels and transportation systems have reduced many of the hazards that existed in the past. However, freight is still exposed to serious damage or loss and transit insurance remains an essential component of good risk management.

There are three main types of policies that may be arranged; single transit, open policy and annual policy.

<sup>&</sup>lt;sup>3</sup> Austrade New Exporter Coaching Clinic

- Single Transit insures each shipment separately.
- **Open Policy** covers every shipment within the terms and limits of the policy, operates from an agreed date and continues until cancelled by the shipper or the insurance company.
- **Annual Policy** provides automatic cover for all shipments specified by the policy. Unlike an open policy, the annual policy expires at the end of 12 months and must be renewed.

Marine insurance can be obtained from several different sources; directly from your insurance company, from insurance agents and from insurance brokers.



#### 1.2.5 Costing

An export transaction brings about many extra costs in comparison to a domestic sale. In general, export costing should include the following;

- **Cost of production**, e.g. administration, labour, manufacturing (additions and modifications to products), financing and transportation costs.
- **Cost of distribution,** e.g. packaging, packing, labelling and marking (special requirements according to importing country regulations), local

transport, insurance, international freight costs, overseas landing costs, customs clearance and duty, and, finally, delivery to the importer and overseas agent's commissions.

- **Cost of marketing,** e.g. travel/accommodation, communication, translation, promotion, professional fees and agency costs.
- **Currency costs,** e.g. foreign currency charges/bank charges, foreign exchange risk, and protection against exchange rate fluctuations.
- **Credit costs**, e.g. cost of providing credit (time to manufacture, transport, time to receive payment), credit risk insurance costs, bank charges and guarantees.
- **Special costs;** occasionally special costs are applicable to certain industries.

Using a costing sheet is advisable to ensure all costs are included in order to produce a correct quotation.

### 1.3 Packing and packaging

Specific packaging and marking requirements exist in many foreign countries. It is essential that exporters are fully aware of these requirements before the goods are exported from Australia. Where and how the goods will be transported is an important consideration when deciding on type of packaging and packing. The package, pallet, and container should be fully utilised, both to be cost effective and to protect the goods.

It is important that the exact contents of each package are recorded when packing, and a detailed **packing list** given to the buyer with other documents. There are also minimum **labelling and marking requirements** for each destination country. Information regarding these requirements must be obtained before exporting the goods. Some products used in packing goods (e.g. wood or straw) may require **quarantine approval or treatment**. Certain goods, such as chemicals, may be obliged to be marked with **hazardous labels**.

See Appendix 6.3 for more information on packing and packaging, and Appendix 6.4 for details on dangerous goods classes.

### 2 Documentation

The amount of documents required for a shipment can be quite daunting for a new exporter. While there are initiatives to transfer more of this information electronically, many documents are still required as hard copies. The correct and timely completion of documents is crucial to many aspects of the delivery. This ensures the safety of the goods, avoidance of delays, and prevention of overpayment or underpayment of duty.

### 2.1 Australian Government documents

#### Export Declaration Number (EDN) for Customs

All export shipments from Australia with an FOB value of AUD 2000.00 or more must be cleared for export by the Australian Customs Service. This function is generally carried out by your freight forwarder. It involves the electronic reporting to Customs of specific details such as; exporting vessel/aircraft, port of discharge and destination, description of goods and AHECC - the Australian Harmonized Export Commodity Classification (used to classify goods).

The Australian Customs Service issues an **Export Declaration Number (EDN)** which must be clearly stated on all transport documents accompanying the goods as the cargo will not be accepted without it.

#### Export permits

Certain classes of goods exported from Australia, especially primary produce and foods, require application to be made to a number of Government departments before they can be exported. Up-to-date information on this can be obtained from Australian Customs or a freight forwarder.

#### AQIS documents

Australian Quarantine and Inspection Service (AQIS) controls and assists export of goods from Australia. Required documentation varies depending on the nature of your product, packaging, packing etc. <u>AQIS' quarantine and export services</u> provide detailed information on these regulations.

#### Dangerous Goods Declaration

A declaration must be completed by the exporter for shipments of dangerous goods. It must state that the goods are; properly classified and packed, marked, labelled, and are in a satisfactory condition for transportation. Dangerous Good Declaration forms exist in different formats.

For more information on Australian Customs' role in export, see Section 4.

### 2.2 Commercial documents

#### **Purchase order**

The purchase order is a request from the buyer to the seller requesting supply of specified goods. It can be a request by telephone, or a request in writing, transmitted by mail, facsimile or e-mail. On receipt of the order request it is important to check details to ensure that all requirements can be met.

#### **Order confirmation**

On receipt of the buyer's order, the seller should issue confirmation of his ability and willingness to supply the items ordered. Ideally, confirmation should be on the supplier's letterhead or document, re-stating all the information pertinent to the order and agreeing to supply as ordered.

#### **Pro-Forma invoice**

A sample invoice provided by an exporter prior to shipment advising the buyer the price, quantity, weights and measurements and description of the goods to be despatched. The pro forma invoice thus acts as a contractual offer, which when accepted by the receipt of a purchase order from the buyer, completes the principal legal requirements for the formation of a contract of sale.

#### **Commercial invoice**

The document presented by the seller to the buyer for payment of the goods. A good international commercial invoice should contain all the information about the consignment e.g. a complete description of the goods, unit and extended prices, net and gross weights, cubic measurements, terms of sale and payment (Incoterms), plus any other clauses or information required by the terms of a documentary credit or importing authorities.

#### Bill of exchange (or bank draft)

An unconditional order used by exporters to obtain some security of payment for the goods when dealing with overseas buyers. The exporter as Drawer draws the Bill on the importer (Drawee) who pays at a fixed time to the Payee (normally the exporter's bank). The Bill normally accompanies documents through the banking system and is then referred to as a documentary Draft.

#### **Packing list**

Packaging and marking must be in strict accordance with the order and, if applicable, the Documentary Credit. The packing list should make reference to; buyer's order, seller's invoice, number of packages, contents and shipping marks of each package, and container and seal number.

A "Packing and Weight Note" may be required by the buyer. In this case the document should include the net and gross weights plus measurements of each package. The packing list should not show unit prices or invoice value.

#### Marine insurance certificate or policy

Marine insurance certificates can be prepared by the exporter's insurance company or broker. Such certificates are normally in a standard aligned format to match the aligned documentation system. Normally claims must be capable of being settled at destination. Therefore the certificate or policy should be negotiable, so the buyer can make the claim. This is done by endorsing the reverse of the certificate / policy with the exporter's company stamp and signature i.e. " blank endorsement".

### 2.3 Transport documents

#### Shipper's Letter of Instruction (SLI)

Document provided by the exporter to the freight forwarder or carrier to communicate the relevant requirements for the completion of the shipping documents. It contains declarations relating to Dangerous Goods and Security and must be signed by the exporter. The SLI normally accompanies the goods to the forwarder's premises. By providing clear instructions, the exporter avoids time consuming, unnecessary communication and has a written record of instructions given.

#### Forwarding Instruction / Interim Receipt

These documents are only used for sea freight. They are usually the same document, thus will be explained accordingly.

The Forwarding Instruction / Interim Receipt is prepared by the exporter or the freight forwarder and is supplied to the shipping company to enable preparation of the Bill of Lading. If the Forwarding Instruction / Interim Receipt is used to deliver cargo to a wharf or container terminal, it must show the Export Declaration Number (EDN) as well as any relevant permits.

#### Bill of Lading (B/L)

The bill of lading is the transport document commonly used for sea freight shipments. It is a legal document under which cargo is accepted for carriage on board a vessel. It acts as a receipt acknowledging that the goods have passed from the exporter into the care of the carrier (ship owner or shipping company). The Bill of Lading serves two purposes:

- It is a document of title to the goods. The consignee may take delivery of the goods at destination, or transfer them to another person by endorsement of the Bill of Lading; and
- It is evidence of the contract of affreightment between the exporter and the carrier

On it will appear virtually all the information contained in the Interim Receipt / Forwarding instruction.

The shipping line issues a "Master" Bill of Lading which covers the full container. Other Bills of Lading are "house" Bills of Lading issued by freight forwarders. "House" Bills of Lading cover individual shipments which may have been loaded with other exporters shipments into one container packed / consolidated by the freight forwarder.

#### Pre-Receival Receival Advice (PRA)

The PRA replaces the previous ERA (Export Receival Advice). The main difference is that the PRA is electronic, whereas the ERA was a paper version. A Pre-Receival Advice for each container is prepared by the exporter or the forwarding agent before delivery of the goods to the wharf. The PRA shows details regarding the container and contents and must bear a valid Customs Authority Number (CAN) or state an exemption code. The PRA is presented electronically to the Container Terminal or Stevedore. This information is then validated against the shipping line's booking list as well as details registered with Australian Customs.

#### Air Waybill (AWB)

This document is a waybill (consignment note) for transport by air. It is issued by the airline, its agent or a freight forwarder as a receipt for the goods and as a contract of affreightment. It is however, NOT a document of title and is not negotiable. As for bills of lading, the air waybill issued by the airline or its agent is referred to as a "master" air waybill, and a waybill issued by a forwarder on its own form to each individual exporter for their goods in a consolidation is called a "house" air waybill.

#### 2.4 Importing country documents

#### Import Licence

Customs or other government authorities in many countries apply restrictions (or prohibitions) on certain imported goods to assist development or protect specific industries. To avoid delays, additional costs, and the possibility of having to return the goods to Australia, exporters must fully investigate the generic import restrictions applicable to the destination country, and any restrictions applicable to their specific products.

#### **Quarantine Declaration and Fumigation Certificate**

Quarantine Declarations and Fumigation Certificates must be presented in accordance with the requirements of the individual destination country. Details of overseas country quarantine requirements can be obtained from reputable freight forwarders or from the Austrade website.

#### **Certificates of origin**

A certificate of origin is a document issued by the Chamber of Commerce and similar organizations, which certifies the goods described to be the stated (normally national) origin. It is often required by importing customs authorities as part of the inwards clearance procedures, for instance to grant preferential tariff treatment.

#### 2.5 Sending samples overseas

Many exporters are requested to send samples to an overseas buyer before an export transaction can be concluded. Provided the value of the sample is less than \$2000 it does not have to have an Export Customs Approved Number (CAN). If the samples are small enough and light enough they can be sent through Australia Post or with one of the international couriers like DHL or FedEx. Exporters should ensure that the relevant description of the goods is ample and clearly indicates what it is and that the dangerous good declaration is complete. A commercial invoice must accompany the goods but it is important that this commercial invoice is filled out completely and accurately. Exporters should not use terms like "sample only of no commercial value". Check with your international courier.

#### ATA Carnét

A Carnét is an international Customs document that is used for the temporary duty/tax free entry of goods eligible under international conventions. It is effectively, a passport for eligible goods in the countries that subscribe to the relevant conventions. A Carnét consists of a number of exportation and importation voucher pages, and like a passport, the document is progressively signed, stamped and acquitted by the relevant Customs administration on arrival and departure of the goods. As the Carnét is designed to facilitate cross-border movement of the goods by replacing normal customs documents, formal import and export entry declaration documents are not required.

The primary condition is that the goods must be exported from the country of temporary import within 12 months of importation. Failure to comply will result in duties being payable to the government concerned. Payment of the sum demanded is effected by the issuing Chamber of Commerce, who in turn deduct the amount from the security deposit lodged with them by the Carnét holder at the time of issue.

The Carnét eliminates the need to lodge deposits or bonds with Customs in the countries of temporary importation. Conveniently, like a passport, it is fitted with the necessary pages to provide for customs stamping and signing at each port of importation and exportation. It is an important aid to exporters who send overseas samples or other goods for display and return.

The Australian Customs Service manual on this subject states that an ATA Carnét can be used for the temporary admission of goods into countries that are signatories to the relevant conventions, where the goods meet the terms of one of the following Customs Conventions:

- Exhibitions, Fairs and Events
- Commercial samples and advertising material
- Scientific equipment
- Professional equipment
- Welfare material for Seafarers
- Pedagogic (educational) material
- Facilities for touring
- Containers

ATA Carnéts cannot be used for private motor vehicles another Carnét known as an FIA/AIT Carnét is required for this.

#### Which goods are allowed to travel on an ATA Carnét?

- Goods for International exhibitions, conferences and lectures and events
- Commercial samples and advertising equipment and materials
- Jewellery, opals, diamonds
- Scientific equipment and equipment for use by surgeons, zoologists, archaeologists
- Musical instruments, theatrical costumes
- Professional sound and television equipment
- Photography equipment and materials
- Equipment for testing and maintaining machinery
- Personal laptop computers for business use only

#### Procedure to obtain an ATA Carnét

To secure a Carnét an application form must be completed. Although a fax copy of this application is acceptable in order to help facilitate the preparation of the Carnét, the original form, duly signed, must be produced when collecting the Carnét. This is because the signed application form constitutes an undertaking on the part of the applicant (see application for further conditions).

The undertaking imposes the following requirements upon the Carnét holder:

- 1. the goods must be returned to the country of issue
- 2. if they are not repatriated, the Carnét holder is liable for applicable duties and taxes to the Customs authorities in the country of importation

#### Describing Goods

All goods must be clearly described and where possible photos and all catalogues must be provided. Items that are not easily described or identified such as jewellery, camera equipment should be accompanied y photographs, serial nos.

#### Protecting the ATA Carnét document

To prevent loss, the Carnét should at no time accompany the goods unattended. The Carnét should at all times remain in the possession of the Holder unless being used by the Customs Broker/Forwarder in the customs clearance process. If being cleared other than by the Holder a letter of authority should accompany the Carnét.

In the case of goods moving by air, it is usual for the Carnét document to be attached to the Air Waybill and sent in a document pouch on the same aircraft as the cargo.

#### Right to refuse issue

The Chamber of Commerce reserves the right, at all times, to refuse to issue a Carnét to any applicant.

#### ATA Carnét Costs

The approximate cost of an ATA Carnét depends on the total export value, the number of countries per trip, its origin, and any transiting countries, is approximately \$250-500. Check with your Chamber of Commerce or Forwarding agent.

#### Steps in sending samples overseas

#### Step 1.

Investigate any special requirements for target market

#### Step 2.

Prepare sample for dispatch – take care with packing requirements as sample may need to be returned

#### Step 3.

Arrange dispatch with Forwarder or Courier and ensure estimated arrival times are communicated to your prospective client

#### Step 4.

Unless prior arrangements made to the contrary, ensure the goods are Customs cleared and delivered so that your prospective client does not incur any expense

#### Step 5.

Seek appraisal and feedback from your prospective client

Ref: Street Smart Guide to International Trade & Transportation R Burke 2003

#### 2.6 Special documents to trade or industry

There are several documents and certificates relevant to trade and industry. Information regarding these can be sought from sources such as Australian industry associations, the importing country's government departments, Austrade, and freight forwarders. Examples of such certificates are;

- Health Certificates/ Quality certificates (food & meat industry, hides & skin industry)
- Certificates of conformity a statement that goods meet contract specifications, when the contract, or the industry in the importing country,

demands

- Halal Certificates required by certain buyers to certify animals have been killed in accordance with religious beliefs and are disease free
- Special certificates (SGS)
- Laboratory analysis certificates

#### For more information on Documentation:

- For specific up-to-date country information go to Austrade: http://www.austrade.gov.au/
- For customs requirements go to Australian Customs Service: http://www.customs.gov.au/site/page.cfm
- For quarantine requirements go to AQIS under the Australian
  Department of Agriculture, Fisheries and Forestry:
  http://www.affa.gov.au/content/output.cfm?ObjectID=3E48F86-AA1A 11A1-B6300060B0AA00014&contType=outputs
- Freight forwarders are experts in the documentation process of the export transaction

### **3** Transportation

There is a myriad of sea freight and airfreight services available from Australia. On many routes there are several airlines/shipping lines offering transportation; hence rates are often competitive. There are also a range of different container services available. The nature of your goods and the urgency of the delivery will determine which is best for your shipment. Characteristics of sea freight and airfreight are described below; as are the different containers sizes and services.

### 3.1 Sea freight

Sea freight is normally used for non-perishable and/or large consignments. Transport by sea is typically inexpensive per unit; however, it is normally much slower than airfreight. Five to six weeks sailing time is not unusual, and transhipments frequently experience delays. Weather conditions can cause loss and damage to cargo, especially to non-containerised and LCL cargoes. Therefore packaging and packing the goods sensibly is crucial to ensure it reaches its destination in a good condition.

There are mainly two sizes of shipping containers, 20 foot (6.1 m) and 40 foot (12.2 m). The only difference between the two is the actual length. Both containers are generally available as a dry container, a refrigerated container, an open top container and a flat rack container. However, if you require a special type of container it is wise to check availability in advance because certain types are not always available in Australia. <u>See exact measurements of each in Appendix 6.5.</u>

#### 3.1.1 LCL – Less than Container Load

An LCL is a consignment, which by itself, is insufficient to fill a container. The exporter will normally deliver the cargo to a container depot or freight forwarder for consolidation with similar small consignments until there is sufficient volume for a full container.

LCL rates are normally charged on the volume (1m) or weight (1000kg), whichever results in the higher revenue. Most goods are charged on volume, with dense products (e.g. minerals and liquids) charged on weight. The volume is determined by multiplying the minimum dimensions of length, width and height. Cylinders are calculated diameter multiplied by diameter multiplied by height, i.e. the charge is for the square they occupy.

Shipping LCL cargo is generally riskier than shipping FCL. Increased handling of the goods may make it vulnerable to damage or theft. However, good packaging and professional packing services by the freight forwarders will reduce or eliminate this risk. Both packing and unpacking of LCL shipments normally happen at a separate packing depot where staff are used to handling all kinds of cargo.

Although there is a great demand for LCL refrigerated services across Australia, there are few such services available. This is mainly due to cross contamination and temperature compatibility issues, which makes refrigerated LCL very expensive. Goods that need refrigeration must therefore be sent either as FCL cargo, or, in the case of small shipments, as airfreight.

#### 3.1.2 FCL – Full Container Load

An FCL shipment is a consignment completely filling one container normally travelling from the shipper's premises to the consignee's premises, usually on one Bill of Lading and intended to be unpacked by the consignee.

FCL rates are charged on a base rate (normally USD) plus surcharges. Local wharf charges are usually charged in the local currency. An example of this is the following;

- Ocean Freight USD
- Security USD
- Bunker Adjustment Factor USD
- Terminal Handling AUD
- Port Service Charge AUD
  - LoadOn/LoadOff AUD
  - Bill of Lading Fee AUD

If goods are transhipped there could be additional destination port charges, as well as an onforward charge (usually in USD). When comparing freight rates it is important to make sure that you are comparing like with like, as some rates for instance include the Bunker Adjustment Factor (BAF) in the base freight.

FCL shipments offer far greater security and maintain the integrity of the product. The main reason for this is that FCL normally travels 'door to door' whereas LCL is handled many times before final delivery to the buyer.

Refrigerated FCL services are available to most destinations from Australia. Most refrigerated containers can keep stable temperatures between –25 and +25 degrees Celsius; however, some shipping lines offer equipment that can keep even lower temperatures.

#### 3.1.3 Break-bulk and Out-of-Gauge (OOG)

Loose cargo is often referred to as 'Break-bulk cargo'. This is generally rated in the same manner as LCL cargo (refer Section 3.1.1). Many types of cargo are not compatible with the typical cellular ships, in which case using the break-bulk service is necessary. These ships carry equipment to lift and move heavy and awkward cargo. Break-bulk services are available to many destinations.

OOG or Out-of-Gauge is cargo which is loaded into an open top container or flat rack where any of the dimensions of the cargo extend beyond the parameters of the container. Because this causes protrusion into adjacent cells a surcharge is applied. The quantum of this surcharge depends on how many slots are compromised and also varies from trade to trade.

#### For more information on sea freight and containers:

- Port of Brisbane Corporation: <u>http://www.portbris.com.au/</u>
- Sea Freight Council of Queensland: <u>http://www.seafreightcouncils.com.au/</u>
- Australian Maritime Safety Authority: <u>http://www.amsa.gov.au/</u>
- Freight forwarders and shipping lines can provide details and advice on containers

#### 3.2 Airfreight

Airfreight is generally the most expensive mode of transport. Since it is by far the fastest option, it is usually the best solution for perishables and cargo that is required urgently. Airfreight is usually very reliable, and major delays are infrequent. Consignments tend to be small, although charter of a freighter is fairly common for certain types of cargo (see Section 3.2.3).

To rate airfreight charges, the unit weight and/or volume must be established. The airlines base their rates on the higher of the two. The volume is measured as a volumetric kg (1 kg = 6000cc). Most countries use kg as the weight unit, however, one should be aware that pounds are sometimes used in the USA. However, this would only affect the domestic sector as all International rates under IATA (International Air Transport Association) regulations must be expressed per kg. It is also possible to get rates for a full pallet or container. Additionally, there are often several surcharges applicable. Fuel and security surcharges are common, though the rate fluctuates.

In cases where one exporter utilises a full container, loading the container can be done either at the exporter's or freight forwarder's premises. However, strict regulations with regard to weight and security generally require loading to be done by professionals. <u>See Appendix 6.6 for exact measurements of containers.</u>

#### 3.2.1 Unitised

Freight forwarders usually collect cargo from different shippers and consolidate the goods into full container units. The full container is then shipped as one unit to the receiving agent overseas. At the destination, the container is collected by the agent, unpacked at his premises, then delivered to the consignee or made available for collection.

The International Logistics and Freight Forwarding Manual<sup>4</sup> lists the following pros and cons of unitised airfreight:

Consolidation services provide several benefits for shippers and airlines:

<sup>&</sup>lt;sup>4</sup> Burke, R. 2004. International Logistics and Freight Forwarding Manual. (2004, p.89-90)

- The airline operates more economically and efficiently if they can receive built up unit loads as opposed to receiving many small shipments from a multitude of shippers.
- The lower cost structure involved means the airline can offer a much lower freight price than normal to the consolidation forwarder. The forwarder can then offer a lower price to the shipper than what would otherwise be available directly from the airline.
- The consolidation method can provide a greater degree of safety and security against pillage when compared to moving loose cargo through airport handling systems.
- A dedicated forwarder will usually have a greater interest in the client's cargo than will an airport ground handler. This reduces the risk of damage or loss due to incorrect stowage, misplacement or misdirection of the goods.

However, consolidation services can be slower than higher cost direct airline services due to various factors (such as more agents handling the cargo, customs etc). This is not necessarily the case though; with efficient handling by forwarders and agents, consolidated cargo can reach its destination within the same time frame as full container loads.

#### 3.2.2 Loose

Certain types of goods, among which are hazardous cargo, live animals, and refrigerated cargo, are not suitable for consolidation. Other cargo is going to destinations without or with infrequent consolidated services. In both cases, the cargo is lodged as loose packages. The airline may load the packages into a container or pallet, or they will place the goods in an area with other loose packages.

Prices for loose cargo are often similar or the same as for consolidated cargo. Exporters should bear in mind that the safety and security may be inferior. However, flexibility is greater with loose cargo consignments because some consolidation services only operate on certain dates.

#### 3.2.3 Charter

Common chartered freighters in and out of Australia are McDonnell Douglas MD-11 and Boeing 747, of which the latter offers more space and allows a higher maximum weight. However, maximum capacity varies depending on different conditions (such as the distance to destination). These freighters are generally used for livestock (including horses and cattle), perishable, expensive and fragile items, and when there are no scheduled services to particular destinations. The freighter services offer main-deck capacity for transport of over-sized shipments. Freighter aircraft are available for charter services to most major cities worldwide.

Smaller aircraft (such as the 727 and Belfast) are available for smaller loads to closer destinations. Additionally, there are some of the Russian specialised Heavylift aircraft available for much larger consignments.

Charters are usually arranged by freight forwarders or through charter brokers. They make sure all the necessary arrangements are taken care of to ensure a safe travel for the goods and compliance with commercial and government requirements.

#### For more information on airfreight and containers:

- <u>Airfreight Council of Queensland</u>: <u>http://www.australianairfreight.com/secondp.htm</u>
- Australian Airport Association AAAL: http://www.aaal.com.au/
- International Air Transport Association IATA: http://www.iata.org/index.htm
- Freight forwarders and airlines can provide details and advice on containers

### 4 Australian Customs' role

**Australian Customs**' role in exports is, briefly, to<sup>5</sup>;

- ensure that all goods being exported from Australia are entered as required
- administer controls on behalf of Permit Issuing Agencies (PIA) on the export of restricted goods and to prevent the export of prohibited goods
- gather information regarding the nature and volume of exports to assist government and industry in policy and decision making.

Another important aspect is to protect the reputation of Australian products abroad by controlling the quality of exports.

The information below is provided by Australian Customs Service. Further details can be obtained in their <u>'Customs Guide to Importing and Exporting'</u>.

#### Goods subject to export controls

An exporter must apply to the appropriate government department or agency for a permit or licence to export where goods are subject to export controls under customs or any other Commonwealth legislation.

#### **Customs AHECC Classification System**

While duty is not generally payable on exports, goods must still be classified on an export entry using the Australian Harmonized Export Commodity Classification (AHECC).

#### **Export statistics**

Data relating to exports is passed to the Australian Bureau of Statistics (ABS) for use in the compilation of detailed export statistics.

#### Examination of export cargo and documents

Goods intended for export and related documents may be examined by authorised officers at premises other than a place of export, only with the consent of the occupier of the premises and prior to the goods coming under Customs' control.

#### Retention and production of documents and records

The owner of the goods, or those who hold themselves to be the owner of the goods, must keep all relevant commercial documents for a period of five years.

#### GST and exported goods

At the supply of goods for export is generally GST-free, the Australian Taxation Office (ATO) requires exporters to keep appropriate records to verify that goods have been exported.

<sup>&</sup>lt;sup>5</sup>Australian Institute of Export. 2000. *Export Handbook*. College of International Business (Ch. 2)

### 5 Freight forwarders' & customs brokers' roles

Freight forwarders' and customs brokers' role in the export transaction is, in short, to manage the logistics operations between the exporter and buyer. They have close relationships with Customs, carriers, ports and terminals, as well as a network of agents and warehouses overseas. This ensures compliance with regulations and efficient transportation. A freight forwarders' purchasing power means they can offer lower prices for the exporter, which ensures cost-effective transportation of your goods.

The range of services offered by these companies varies from company to company. It is crucial to take this into account before choosing one to assist with your transactions. Your company's needs must match the services provided, and one should bear in mind that the forwarder's and/or broker's reputation should be valued higher than the cost. Choosing a cheap forwarder and/or broker may not be the best, and could eventually cause additional costs and delays to your transaction.

The services mentioned below are commonly offered by freight forwarders and customs brokers, although not all companies offer every single one.

- Give advice on the most appropriate mode of transport and the most suitable carrier
- Give advice on packaging, packing, labelling and marking requirements
- Take care of the documentation process
- Assist with customs and quarantine clearance
- Have up-to-date information on any changes in regulations, prices, extra charges and procedures
- Ensure compliance with domestic and foreign trade regulations
- Offer training sessions in export procedures

Some forwarders and brokers offer consultancy services to assist exporters or potential exporters in assessing and accessing foreign markets.

- Assess & monitor companies' export transactions
- Minimise financial impediments
- Maximise any opportunities for financial assistance

There is a large quantity of companies offering freight forwarding and customs broking services in Queensland. A comprehensive, though not exhaustive, list is provided in Appendix 5.8 - 'Resources and further information'. Many of these are of high quality, however, one should check a company's reputation before going into business with them.

### 6 Appendices

6.1 LIST OF INCOTERMS 2000 AND DETAILED EXPLANATIONS ...... ERROR! BOOKMARK NOT DEFINED. 6.2 VARIATION OF INCOTERMS AND US PRACTICE ..... ERROR! BOOKMARK NOT DEFINED. PACKAGING / PACKING / PALLETS ...... ERROR! BOOKMARK NOT DEFINED. 6.3 6.4 DANGEROUS GOODS CLASSES ..... ERROR! BOOKMARK NOT DEFINED. SEA FREIGHT CONTAINERS...... ERROR! BOOKMARK NOT DEFINED. 6.5 6.6 AIRFREIGHT CONTAINERS ...... ERROR! BOOKMARK NOT DEFINED. 6.7 COMMONLY USED INTERNATIONAL TRADE TERMS . ERROR! BOOKMARK NOT DEFINED. 6.8 RESOURCES AND FURTHER INFORMATION ......ERROR! BOOKMARK NOT DEFINED. INDUSTRY SPECIFIC INFORMATION ...... ERROR! BOOKMARK NOT DEFINED. 6.9 6.9.1 Guide to Exporting Wine..... Error! Bookmark not defined. Boat Building ...... Error! Bookmark not defined. 6.9.2 6.9.3 Guide to Exporting Cosmetics.... Error! Bookmark not defined. 6.9.4 Guide exporting Works of to Art.....Error! Bookmark not defined.

### 6.1 List of Incoterms 2000 and detailed explanations

#### EXW - Ex works (named place)

"Ex-works" means that the seller fulfils his obligation to deliver when he has made the goods available at his premises (i.e. works, factory, warehouse, etc.) to the buyer. In particular, the seller is not responsible for the loading operations at his premises. The buyer is responsible for clearing the goods for export. The buyer bears all costs and risks involved in taking the goods from the seller's premises to destination. This term represents the minimum obligation to the seller. It should not be used when the buyer cannot carry out, directly or indirectly, the export formalities. In such circumstances, the FCA term should be used.

#### FCA - Free Carrier (named place)

"Free Carrier" means that the seller fulfils his obligation to deliver when he has handed over the goods, cleared for export, into the charge of the carrier named by the buyer at the named place or point. If no precise point is indicated in the contract, the seller may select the point at the place of delivery which best suits his purpose.

#### FAS - Free Alongside Ship (named port of shipment)

"Free Alongside Ship" means that the seller fulfils his obligation to deliver when the goods have been placed alongside the vessel at the named port of shipment. This means that the buyer has to bear all costs and risks of loss of or damage to the goods from that moment. The FAS term requires the seller to clear the goods for export. This term can only be used for sea or inland waterway transports.

This is a reversal from previous INCOTERMS versions which required the buyer to clear the goods for export.

#### FOB - Free On Board (named port of shipment)

"Free on Board" means that the seller fulfils his obligation to deliver when the goods have passed over the ship's rail at the named port of shipment. This means that the buyer has to bear all costs and risks of loss of or damage to the goods from that point. The FOB term requires the seller to clear the goods for export. The seller is also responsible for paying all loading costs and other charges payable before the FOB point to the extent that they are not included in the freight charges.

#### CFR - Cost and Freight (named port of destination)

"Cost and Freight" means that the seller must pay the costs and freight necessary to bring the goods to the named port of destination but the risk of loss or damage to the goods, as well as for any additional costs due to events occurring after the time the goods have been delivered on board the vessel, is transferred from the seller to the buyer when the goods pass the ship's rail in the port of shipment. The CFR term requires the seller to clear the goods for export. This term can only be used for sea or inland waterway transport.

#### CIF - Cost, Insurance and Freight (named port of destination)

"Cost, Insurance and Freight" means that the seller has the same obligations as under CFR but with the addition that he has to procure marine insurance against the buyer's risk of loss of or damage to the goods during the carriage. The seller contracts for insurance and pays the insurance premium. The buyer should note that under the CIF term the seller is only required to obtain insurance on minimum coverage. The CIF term requires the seller to clear the goods for export. This term can only be used for sea or inland waterway transport.

#### DES - Delivered Ex Ship (named port of destination)

"Delivered Ex-Ship" means that the seller fulfils his obligation to deliver when the goods have been made available to the buyer on board the ship uncleared for import at the named port of destination before discharging. The seller has to bear all the costs and risks involved in bringing the goods to the named port of destination. This term can only be used for sea or inland waterway transport.

#### DEQ - Delivered Ex Quay (named port of destination)

"Delivered Ex-Quay" means that the seller fulfils his obligation to deliver when he has made the goods available to the buyer, not cleared for import, on the quay (wharf) at the named port of destination. The buyer has to bear all risks and costs including duties, taxes and other charges of clearing and delivery the goods. This term can only be used for sea or inland waterway transport. *This is a reversal from previous editions of INCOTERMS which required the seller to arrange for import clearance.* 

#### DDU - Delivered Duty Unpaid (named place of destination)

"Delivered Duty Unpaid" means that the seller delivers the goods to the buyer, not cleared for import, and not unloaded from any arriving means of transport at the named place of destination. The seller has to bear the costs and risks involved in bringing the goods thereto, other than, where applicable, any "duty" (which term includes the responsibility for and the risks of the carrying out of customs formalities, and the payment of formalities, customs duties, taxes and other charges) for import in the country of destination. Such "duty" has to be borne by the buyer as well as any costs and risks caused by their failure to clear the goods for import in time. This term may be used irrespective of the mode of transport.

#### DDP - Delivered Duty Paid (named place of destination)

"Delivered Duty Paid" means that the seller delivers the goods to the buyer, cleared for import, and not unloaded from any arriving means of transport at the named place of destination. The seller has to bear all the costs and risks involved in bringing the goods thereto including, where applicable, any "duty" (which term includes the responsibility for and the risks of the carrying out of customs formalities and the payment of formalities, customs duties, taxes and other charges) for import in the country of destination. However, if the parties wish to exclude from the seller's obligations some of the costs payable upon import of the goods (such as value-added tax: GST, VAT), this should be made clear by adding explicit wording to this effect in the contract of sale. This term may be used irrespective of the mode of transport.

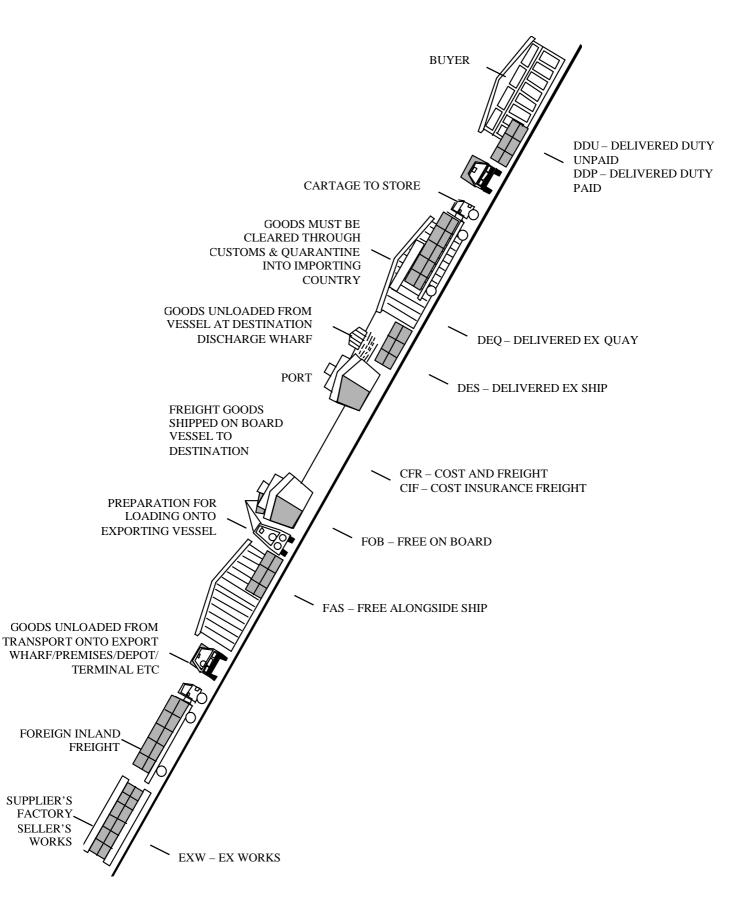
#### Modes of transport and the appropriate INCOTERM 2000

• Any mode of transport:

#### EXW, FCA, CPT, CIP, DAF, DDU, DDP

• Sea transport:

FAS, FOB, CFR, CIF, DES, DEQ



### 6.2 Variation of Incoterms and US practice<sup>6</sup>

#### **Obsolete Incoterms and terms that are not Incoterms**

The below list shows some of the terms still in use that are obsolete Incoterms or not Incoterms, and could cause incorrect billing etc if mistaken for Incoterms 2000.

- C&F (Cost & Freight still used in American Uniform Commercial Code) / CNF (Cost & Freight) / CF (means the same as C&F in the American Uniform Commercial Code)
- FCR (Free Carrier) was changed to FCA in 1990
- **FOA** (means FOB Airport)
- **FOB Truck** (Free on Board Truck)
- FOB Seller's Works (Free on Board Seller's works)
- FOB Airport (Free on Board Airport also known as F.O.A.)
- FOB Destination (Free on Board Destination)
- FOR (Free on Rail) / FOT (Free on Truck)
- LIS (Landed into Store) / FIS (Free into Store)

#### US practice – The Uniform Commercial Code

The Incoterm FOB means 'Free on Board a vessel at a named port of shipment'. The seller has to bear all of the risks and costs in the goods until they have passed over the ship's rail and are loaded on board the vessel. However, the FOB terms is provided with several different meanings under US practice (the Uniform Commercial Code).

The provisions of the US Uniform Commercial Code, as they relate to the FOB clause are as follows:

"(1) Unless otherwise agreed the term FOB at a named place, even though used only in connection with the stated price, is a delivery term under which:

- (a) when the term is FOB the place of shipment, the seller must at that place ship the goods in the manner provided in this Article (Section 2-504) and bear the expense and risk of putting them into the possession of the carrier; or
- (b) when the terms is FOB the place of destination, the seller must at his own expense and risk transport the goods to that place and there tender delivery of them in the manner provided in this Article (Section 2-503)
- (c) when under either (a) or (b) the term is also FOB vessel, car or other vehicle, the seller must in addition at his own expense and risk load the goods on board. If the terms is FOB vessel the buyer must name the vessel and in an appropriate case the seller must comply with the provisions of this Article on the form of the bill of lading (Section 2-323)."

<sup>&</sup>lt;sup>6</sup> Adapted from International Logistics & Freight Forwarding Manual by Russell Burke

### 6.3 Packaging / packing / pallets<sup>7</sup>

#### $\rightarrow$ Consider the issues and plan for contingencies:

- The type and nature of the goods
- The modes of transport
- Hazards the goods may encounter on
  the journey, or at destination
- The dimensions and weight limits of containers, other unit devices, and road vehicles that will carry the cargo

# $\rightarrow$ Choose the type of packaging to be used, and where applicable, the kind of pallet or other medium to be used for lifting and handling.

#### The packaging and pallets must:

- Be fit for the journey and capable of enduring all the hazards, stresses and handling methods they will encounter.
- Be compatible with the handling equipment en-route. This includes the handling equipment the cargo will encounter in storage and handling terminals, warehouses and depots.
- Be compatible with the transportation equipment en-route, such as trucks, rail vans, boats, barges, ships and aircraft. In some cases, very large, heavy, fragile, or otherwise unusual cargo, this exercise, may involve extensive enquiry.
- Be suitable for and compatible with the weight and dimensional limits of shipping containers and aircraft ULD's (Unit Load Devices).
- In the case of cargo that cannot be carried in containers, or which, due its size, must be carried on the deck of a vessel, or inside a R/O–R/O vessel, there must be extra care taken to protect the cargo against the elements.
- Satisfy the requirements of the customer.

#### $\rightarrow$ From the above considerations, the following should be chosen:

- The most suitable outer package
- The type of desiccant you will use to control moisture
- The waterproofing methodology
- The type of cushioning and bracing material to be used avoid plant derived materials if possible
- The most suitable kind of pallet or other method of facilitating lifting and handling, and avoid wood wherever possible because of the quarantine, health and environmental implications.

#### $\rightarrow$ Take special note that:

- Dangerous goods packaging is regulated by law
- If using wooden packaging, ensure it is free of bark, pests and soil residues, and will meet quarantine & health requirements of exporting & importing countries.
- If exporting product in second-hand units, check to ensure the packages are sound and clean, and remove any old markings and labels

#### $\rightarrow$ Control moisture effects and waterproof where necessary

- $\rightarrow$  Stow the goods properly within the package
- $\rightarrow$  Seal and secure the packages
- $\rightarrow$  Mark and label clearly
- $\rightarrow$  Consolidate the packages onto pallets or into units

- The possibility of theft
  - The importing country laws
  - The cost

<sup>&</sup>lt;sup>7</sup> Text adapted from Burke, R. 2004. International Logistics and Freight Forwarding Manual, Chp. 7

### 6.4 Dangerous Goods Classes

Class	Name	Example	Labels
1	Explosives	Fireworks Amunition	EXPLOSIVE 1
2	Gases	LPG Nitrogen Methyl bromide	FLAMMABLE GAS 2 2 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1
3	Flammable liquids	Petrol Turpentine Paint Paint thinners	FLAMMABLE LIQUID 3
4	Flammable solids (spontaneously combustible substances, water reactive)	Hay Safety Matches Celluloid	LLMMABLE BOID BOODUSTEE 1
5	Oxidizing substances, organic peroxides	Pool Chlorine Hydrogen peroxide Ammonium nitrate	OXIDIZING AGENT 5.1
6	Toxic (poisonous) and infectious substances	Weedicide Pesticide Rat poison Hospital waste	INFECTIOUS SUBSTANCE NAME AND
7	Radioactive materials	Radioactive isotopes	RADIOACTIVE   RADIOACTIVE   7 7
8	Corrosives	Caustic soda Acids	CORROSIVE
9	Miscellaneous dangerous goods	Bitumen Molten candle wax	DANGEROUS BANGEROUS GOODS

### 6.5 Sea freight containers

#### **General Purpose**

Inside length	Inside width	Inside height	Door width	Door height	Capacity	Tare height	Maxi cargo
Standard 20' Go	eneral Purpose (G	P)					
19' 4"	7' 8"	7' 10"	7' 8"	7' 6"	1,172 Cft	4,916 Lbs	47,900 Lbs
5.900 m	2.350 m	2.393 m	2.342 m	2.280 m	33.2 Cu.m	2,230 Kgs	21,770 Kgs
Standard 40' Ge	eneral Purpose (G	<b>P</b> )					
39' 5"	7' 8"	7' 10"	7' 8"	7' 6"	2,390 Cft	8,160 Lbs	59,040 Lbs
12.036 m	2.350 m	2.392 m	2.340 m	2.280 m	67.7 Cu.m	3,700 Kgs	26,780 Kgs



m

#### Refrigerated

0								
Inside length	Inside width	Inside height	Door width	Door height	Capacity	Tare height	Maxi cargo	
20' Reefer								
17' 8"	7' 5"	7' 5"	7' 5"	7' 3"	1,000 Cft	7,040 Lbs	45,760 Lbs	
5.425 m	2.275 m	2.260 m	2.258 m	2.216 m	28.3 Cu.m	3,200 Kgs	20,800 Kgs	
40' Reefer						, 0	, 0	
37' 8"	7' 5"	7' 2"	7' 5"	7'0"	2,040 Cft	10,780 Lbs	56,276 Lbs	
11.493 m	2.270 m	2.197 m	2.282 m	2.155 m	57.8 Cu.m	4,900 Kgs	25,580 Kgs	
40' Reefer (Hig	(h Cube)							
37'11"	7'6"	8' 2"	7' 6"	8' 0"	2,344 Cft	9,900 Lbs	57,561 Lbs	
11.557 m	2.294 m	2.500 m	2.294 m	2.440 m	66.6 Cu.m	4,500 Kgs	25,980 Kgs	

#### **Open Top**

Inside length	Inside width	Inside height	Door width	Door height	Capacity	Tare height	Maxi cargo
20' Open Top		-		-		-	_
19' 4"	7' 7"	7' 8"	7' 6"	7' 2"	1,136 Cft	5,280 Lbs	47,620 Lbs
5.894 m	2.311 m	2.354 m	2.286 m	2.184 m	32.23 Cu.m	2,400 Kgs	21,600 Kgs
40' Open Top						-	-
39' 5"	7' 8"	7' 8"	7' 8"	7' 5"	2,350 Cft	8,490 Lbs	58,710 Lbs
12.028 m	2.350 m	2.345 m	2.341 m	2.274 m	65.5 Cu.m	3,850 Kgs	26,630 Kgs



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#### **Flat Rack**

Inside length	Inside width	Inside height	Door width	Door height	Capacity	Tare height	Maxi cargo
20' Flat Rack							
18' 5"	7' 3"	7'4"	-	-	-	5,578 Lbs	47,333 Lbs
5.620 m	2.200 m	2.233 m	-	-	-	2,530 Kgs	21,470 Kgs
40' Flat Rack							
39' 7"	6' 10"	6' 5"	-	-	-	12,081 Lbs	85,800 Lbs
12.080 m	2.438 m	2.103 m	-	-	-	5,480 Kgs	39,000 Kgs
20' Flat Rack co	ollapsible						
18' 6"	7' 3"	7' 4"	-	-	-	6,061 Lbs	61,117 Lbs
5.618 m	2.208 m	2.233 m	-	-	-	2,750 Kgs	27,730 Kgs
40' Flat Rack co	ollapsible (Stak Be	ed)					-
39' 7"	6' 10"	6' 5"	-	-	-	12.787 Lbs	85,800 Lbs
12.080 m	2.126 m	2.043 m	-	-	-	5,800 Kgs	39,000 Kgs

Platform
----------

Platform							STE STORE	
Inside length	Inside width	Inside height	Door width	Door height	Capacity	Tare height	Maxi cargo	
20' Platform 19' 11"	8' 00"	7'04"		_	_	6.061 Lbs	52,896 Lbs	
6.058 m	2.438 m	2.233 m	-	-	-	2,750 Kgs	24,000 Kgs	
40' Platform						,	,	
40' 00"	8' 00"	6' 5"	-	-	-	12,783 Lbs	86,397 Lbs	
12.18 m	2.400 m	1.950 m	-	-	-	5,800 Kgs	39,200 Kgs	



Container details provided by Mediterranean Shipping Company (MSC)



# 6.6 Airfreight containers













#### ID CODE:

U.S. Domestic Code: Aircraft Types & Main/Lower Decks: Rate Class: Internal Volume: Limiting Internal Dimensions: Maximum Gross Weight: Tare Weight:

#### **ID CODE:**

U.S. Domestic Code: Aircraft Types & Main/Lower Decks: Rate Class: Internal Volume: Limiting Internal Dimensions: Maximum Gross Weight: Tare Weight: **ID CODE:** U.S. Domestic Code: Aircraft Types & Main/Lower Decks: Rate Class: Internal Volume:

Limiting Internal Dimensions: Maximum Gross Weight: Tare Weight:

#### ID CODE:

U.S. Domestic Code: Aircraft Types & Main/Lower Decks: Rate Class: Internal Volume: Limiting Internal Dimensions: Maximum Gross Weight: Tare Weight:

#### **ID CODE:**

U.S. Domestic Code: Aircraft Types & Main/Lower Decks: Rate Class: Internal Volume: Limiting Internal Dimensions: Maximum Gross Weight: Tare Weight:

> ID CODE: U.S. Domestic Code: Aircraft Types & Main/Lower Decks: Rate Class: Internal Volume: Limiting Internal Dimensions: Maximum Gross Weight: Tare Weight:

#### AA2, AAP

LD-9 All 747's &767 &AB3, Lower Deck 5 10.6 m3 (374 cu ft) 208 x 302 x 152 cm, (82 x 119 x 60 in) 4626 kg (10200 lb)

#### AMP

All 747's &767 &AB3, Lower Deck 2BG 11.4 m3 (403 cu ft) 229 x 302 x 152 cm, (90 x 119 x 60 in) 4626 kg (10200 lb) 266 kg (587 lb) **AAU** LD-29 All 747's, Lower Deck 5W 14.5 m3 (511 cu ft) 208 x 302 x 152 cm, (82 x 119 x 60 in) 4626 kg (10200 lb) 260 kg (573 lb)

#### AQA, AQ6

M-1 747 Freighter, Main Deck 2 17.5 m3 (619 cu ft) 229 x 305 x 229 cm, (90 x 120 x 90 in) 6800 kg (15000 lb) 330 kg (728 lb)

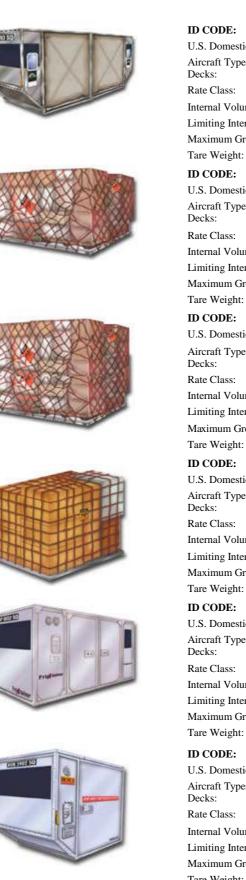
#### AKN, AVN, AVA, AVE, AKE

LD-3 All 747's & 767 &AB3, Lower Deck 8 4.3 m3 (153 cu ft) 140 x 147 x 152 cm, (55 x 58 x 60 in) 1587 kg (3500 lb)

#### AVC, AVJ, AKC

LD-1 All 747's & 767, Lower Deck 8 4.84 m3 (171 cu ft) 140 x 147 x 152 cm, (55 x 58 x 60 in) 1587 kg (3500 lb)

(Container details provided by Airfreight Council of Queensland)



DLF, DQF U.S. Domestic Code: LD-8 Aircraft Types & Main/Lower 767, Lower Deck 6A Internal Volume: 7.2 m3 (253 cu ft) Limiting Internal Dimensions: 140 x 233 x 152 cm, (55 x 92 x 60 in) Maximum Gross Weight: 2449 kg (5400 lb) 128 kg (282 lb) P1P, PAG, PAP, PAJ (Small) U.S. Domestic Code: LD-7 Aircraft Types & Main/Lower All 747's &767 &AB3, Lower Deck 2CInternal Volume: Limiting Internal Dimensions: Maximum Gross Weight: 4626 kg (10200 lb) 110 kg (242 lb) P1P, PAG, PAP, PAJ (Large) U.S. Domestic Code: M-1 Aircraft Types & Main/Lower 747 Freighter, Main Deck 2CInternal Volume: Limiting Internal Dimensions: Maximum Gross Weight: 6800 kg (15000 lb) 110 kg (242 lb) P6P, PMC U.S. Domestic Code: M-1 Aircraft Types & Main/Lower 747 Freighter, Main Deck 2HInternal Volume: Limiting Internal Dimensions: Maximum Gross Weight: 4626 kg (10200 lb) 110 kg (242 lb) **RAP** (Refrigerated Container) U.S. Domestic Code: Aircraft Types & Main/Lower All 747's &767 &AB3, Lower Deck 5 Internal Volume: 9.6 m3 (339 cu ft) 208 x 305 x 147 cm, (82 x 119 x 60 in) Limiting Internal Dimensions: Maximum Gross Weight: 4626 kg (10200 lb) 400 kg (880 lb) **RKN (Refrigerated Container)** U.S. Domestic Code: Aircraft Types & Main/Lower All 747's & 767 &AB3, Lower Deck 8 Internal Volume: 3.6 m3 (127 cu ft) Limiting Internal Dimensions: 140 x 147 x 152 cm, (55 x 58 x 60 in) Maximum Gross Weight: 1587 kg (3500 lb) Tare Weight: 210 kg (462 lb)

(Container details provided by Airfreight Council of Queensland)

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# 6.7 Commonly used international trade terms

The following trade terms are comprehensive but not complete. For terminology which is not fully understood or cannot be found in this section, refer to your freight forwarder or export adviser.

#### ACCEPTANCE

The act of the Drawee to a Bill of Exchange (Draft) of signing the reverse of the Draft as accepting to pay the specified amount on the stated due date. On completion the Drawee becomes the Acceptor. *(See Bill of Exchange)* 

#### ACCEPTANCE CREDIT

A Documentary Credit which requires a term Bill of Exchange (Draft) as a condition of the Credit. It is common practice for the beneficiary of the Credit to discount the Draft for prompt payment.

#### AD VALOREM DUTY

A duty rate levied by importing authorities as a percentage rate of the value of the consignment as stated in the Commercial Invoice.

#### ADVANCE PAYMENT GUARANTEE/BOND

An unconditional bank guarantee provided by the party receiving advance payments that the payments will be returned if they do not perform according to the contract terms for which they have received the advance payment.

#### ADVISING BANK

A bank, normally located in the beneficiary's country, that advises the beneficiary of the opening of a Documentary Letter of Credit in the beneficiary's favour without commitment to payment under the terms of the Credit.

## AFFREIGHTMENT (CONTRACT OF)

The contract of carriage between the Ocean/Air carrier and the shipper. It is evidenced by the conditions printed on the reverse of the original Bill of Lading or Air Waybill.

#### AIR WAYBILL (AWB)

A **<u>non-negotiable</u>** consignment note used to cover the transport of goods as air cargo (airfreight). Original Air Waybills specify the conditions of carriage on the reverse. (See Affreightment above)

## ALIGNED ELECTRONIC DOCUMENTATION

A term used to describe commercial documents conforming to the "United Nations Layout Key for Trade Documents" format, and prepared on a personal computer by specialised software. Common data "flows through" from one document to the identical locations and fields on other export documents, eliminating the need for repetitive typing and checking.

#### 'ALL RISKS' (AR)

A term used in transport insurance and normally represented on modern insurance policies and certificates by the Institute Cargo Clause (A). Unfortunately it does not cover all risks and additional premiums are required

to cover, for example, war risks, strikes and riot damage.

## **ATA CARNET**

An abbreviation for the French/English 'Admission Temporaire/Temporary Admission'. The Carnet is an international customs document that allows temporary entry into a country duty-free for the purpose of exhibition or display. The document is issued by Chamber of Commerce who guarantee that payment of duty will be made to local customs should the goods not be re-exported against the provision of a bond by the carrier of the Carnet.

#### **B.A.F.** (Bunker Adjustment Factor)

A surcharge added to the freight according to the cost of ship fuel oil. Sometimes combined with the CAF to give one combined adjustment factor of 'BAF/CAF'. (Also see CAF below)

#### **B.S.C.** (Basic Service Charge)

The mount arrived at by multiplying the number of shipping units by the Basic Service Rate. (See below)

#### **B.S.R** (Basic Service Rate)

The rate levied by the shipowner for the carriage of the shipper's cargo. When multiplied by the number of shipping units (either 1 cubic metre or 1,000 kilograms) which ever is the greater, result in the BSC. *(See above)* 

#### **B.S.R.A (Basic Service Rate Additional)**

The fee levied for Australian port charges (including wharfage and stevedoring charges) by some shipping companies as part of the freight calculation when paid on the shipper's behalf to the Port Authorities.

## BILL OF EXCHANGE (OR DRAFT)

An unconditional order used by exporters to obtain some security of payment for their goods when dealing with overseas buyers. The exporter as Drawer draws the Bill on the importer (Drawee) who pays at a fixed time to the Payee (normally the exporter's bank). The Bill normally accompanies documents through the banking system and is then referred to as a documentary Draft. It is normally drawn in duplicate and can be made negotiable by endorsement. It is also frequently used in Documentary Credits.

#### BILL OF LADING (B/L)

A transport document issued by the shipping company as a receipt for the shipper's cargo. It also serves as evidence of the transport contract and a 'document of title' (ownership of the goods). The B/L is normally issued in sets of two or three originals, one of which must be surrendered to the shipping company at destination to obtain possession of the goods.

#### **BOLERO (Bill of Lading Electronic Registration Organisation)**

Originally a system for transmission of electronic bills of lading. It is now being expanded by SWIFT into an electronic platform for the transmission of all trade documents.

## **BOYCOTT CERTIFICATE**

Some Middle East countries request this document for use in their boycott of

Israel. It is normally issued by the shipping company/airline to certify that the carrying vessel or aircraft is not Israeli owned and will not call at Israeli ports or airports nor is on the Arab Israeli Boycott Blacklist.

# BOYCOTT CLAUSE (COMMERCIAL INVOICE / CERTIFICATE OF ORIGIN)

Letters of Credit to the Middle East may contain such a clause. It encourages the boycott of Israel and Israeli products. The clause requires the exporter to make a statement to the effect that the company is not Israeli owned or uses Israeli origin materials.

## CAD – CASH AGAINST DOCUMENTS

Normally taken to be the arrangement whereby a seller despatched the consignment and sends the documents to the buyer who pays the value of the consignment on receipt. Sometimes used in a documentary collection with a sight Draft accompanying the documents.

## C.A.F. (Currency Adjustment Factor)

A factor applied to freight calculations to compensate the shipping company for currency fluctuations, which exceed certain agreed parameters. Sometimes combined with BAF to give one combined BAF/CAF factor. (Also see B.A.F. above)

## CARGO/WHARF SHED

Goods are held in these areas, adjacent to the loading berth, after receipt from the shipper and prior to being loaded aboard the carrying vessel.

## CARRIER (INCOTERMS 2000 DEFINITION see FCA)

Any person who, in a contract of carriage, undertakes to perform or to procure the performance of transport by rail, road, air, sea, inland waterway or by a combination of such modes. If the buyer nominates a person other than a carrier to receive the goods, the seller is deemed to have fulfilled his obligation to deliver the goods when they are delivered to that person.

## CARTAGE

The charge levied by carriers for the carriage of goods by road.

## **CERTIFICATE OF INSPECTION**

A document certifying as to the quality, quantity, price, condition and conformity of a consignment. The certificate may be required as part of the importing country's import regulations when it will form part of the Pre Shipment Inspection procedures (PSI). This type of document is frequently required under the terms of documentary letters of credit.

## CERTIFICATE OF ORIGIN (C of O)

A document issued by the Chamber of Commerce and similar organisations, which certifies the goods described to be the stated (normally national) origin. The document must be signed by an authorised signatory of the exporter's company and the Chamber of Commerce to be valid. It is often required by importing customs authorities as part of the inwards clearance procedures, for instance to grant preferential tariff treatment.

# C & F, CNR, C + F - COST AND FREIGHT

These are all non-standard terms meant to represent Cost and Freight. They have now been replaced by the universally accepted Incoterms abbreviations of CFR (Cost and Freight) or CPT (Carriage Paid To) and should on no account be used believing them to be Incoterms.

## CHARTER PARTY

A contract under which a charterer agrees to hire the use of a ship or part of a ship from a shipowner. On some occasions the charterer issues his own bills of lading referred to as Charterparty bills of lading, which are subject to the conditions of the Charterparty. When it is intended to use such documents under a documentary letter of credit, there are special requirements for their acceptance stated in 'UCP 500'.

## CLAUSED, 'FOUL' OR 'DIRTY' BILL OF LADING

A Bill of Lading containing clauses that qualify the admission that the goods were receive, or shipped, in good order or condition, e.g. 'leaking drums'. Dirty bills are not normally acceptable to banks under the terms of Letters of Credit, unless allowed by the credit. (*Refer UCP 500*)

## CLEAN BILL OF LADING

One which does not contain any clauses qualifying the admission that the goods were received or shipped in good order and condition.

## CLIP-ON UNIT (COU)

Equipment that is attached to a refrigerated container (reefer) to maintain the appropriate temperature while the reefer is on land and hence not attached to a ship's refrigerating system.

## **COLLECT CHARGES**

This term covers a variety of charges collected by the carrier on behalf of the shipper. For instance in airfreight movement these charges are added to those on the AWB to cover the carrier for the additional costs incurred in obtaining reimbursement of the freight costs from the consignee. *(Collection Fee)* 

## COLLECTING BANK

Normally the bank acting as an agent for the seller's bank in collecting payment or acceptance of a term Draft from the buyer to be forwarded to the seller's bank (the remitting bank).

## **COMBI-SHIP**

A ship designed to carry both conventional and containerised cargo.

## **COMMERCIAL INVOICE**

The document presented by the seller to the buyer for payment of the goods. A good international commercial invoice should contain all the information about the consignment e.g. a complete description of the goods, unit and extended prices, net and gross weights, cubic measurement, terms of sale and payment (Incoterms), plus any other clauses or information required by the terms of a documentary credit or importing authorities.

## CONFERENCE (OR SHIPPING CONFERENCE)

A group of shipping companies/lines, which have formed an association to offer regular liner services at agreed rates on specific routes, normally offering loyalty rebates to signatories of conference agreements. Non-conference lines may offer cheaper rates but without the guarantee of regular departures.

#### **CONFIRMING BANK – CONFIRMED LETTER OF CREDIT**

An exporter's local bank adds its irrevocable undertaking to pay according to the terms of the letter of credit to a credit issued by a foreign bank and thus *confirms* it. This bank thus becomes known as the *confirming bank* and will charge a *confirmation fee* for its services. Exporters will normally request this additional safeguard if they have a concern that the issuing bank may default on payment, particularly where there is political or financial unrest in the country of the issuing bank or the standing of the bank is unknown.

## CONSULAR INVOICE

An invoice covering a shipment of goods certified by the consul of the country for which the merchandise is destined. This may be the exporter's commercial invoice, sometimes accompanied by a certificate of origin, which has been 'legalised' by the consul's stamp for a fee. The invoice is required by the importing country's authorities to determine import duty and to ensure 'dumping' is not taking place.

## CONTAINER

A metal box normally measuring either 20 feet or 40 feet x 8 feet x 8 feet 6 inches (or 9 feet 6 inches) built to ISO (International Standards Organisation) standards. It is constructed with doors at one end and is used for stowing cargo for shipment on special-purpose container vessels. Includes any equipment used to unitise cargo, e.g. all types of containers and/or flats, whether ISO rated or not, including trailers, swap bodies, RO/RO equipment, igloos – applies to all modes of transport. *(See TEU, RTEU, FEU, RFEU)* 

## **CONTAINER DEPOT**

An area incorporating storage sheds and loading facilities where goods are received for loading into containers on behalf of shippers not possessing the facility at their own premises. (*Refer Less than Container Load – LCL*)

## CONTAINER SEAL

A device capable of being passed through apertures on the container door and pushed into a non-return mechanism in such a way that it provides evidence of tampering should unauthorised persons attempt to open the container once the seal has been applied. Seals are numbered, and the number is shown on the Bill of Lading and other transport/commercial documents.

#### **CONTAINER SHIP**

A special-purpose vessel constructed to carry containers in vertical cells in the holds, and stacked four or more high on 'deck'. Hence they are also referred to as 'Cellular vessels'. Pure container vessels can normally only be loaded or unloaded at a container terminal. They do not have on-board cranes, or derricks, with which to unload them, as do conventional vessels.

#### CONTAINER TERMINAL

A berth using specially designed, land-based equipment, for loading container vessels. The containers are delivered by road, rail, sometimes direct or via the container depot.

#### CONVENTIONAL BERTH

A berth suitable for handling conventional vessels and some roll-on/roll-off ships. Loading and discharge is by use of the ship's derricks or land-based equipment.

#### CONVENTIONAL OR BREAKBULK CARGO

Cargo not shipped in a shipping container.

#### CONVENTIONAL SHIP

A vessel designed with conventional holds and derricks/cranes for cargo handling. They have the advantage of being able to use most types of berthing facilities but have the disadvantage of being very labour intensive. As such they have, to a large extent, given way to container and roll-on/roll-off vessels.

#### CORRESPONDENT BANK

A bank that performs certain operations on behalf of another bank, usually in a different country. Correspondent banks hold deposits with each other, and accept and collect items on a reciprocal basis. It is through networks of correspondent banks that trade banks are able to service and support international business transactions. Banks issuing documentary letters of credit will normally do so through their correspondent bank in the beneficiary's country and not necessarily through the beneficiary's bank. The correspondent bank then becomes the advising bank.

#### **CRONER'S REFERENCE BOOK FOR EXPORTERS – 'Croners'**

A publication issued in the United Kingdom providing information about the location of the country, principal ports, population, currency, time zone, voltage, documentary requirements, information required for quoting and packaging requirements. It can be obtained in electronic format for ready access on personal computer.

#### DEADFREIGHT

A penalty charge levied by shipowners against shippers that book space and fail to deliver the cargo without notifying the carrier. This type of fee is normally only charged when vessels are continually fully booked and the shipowner loses revenue by the shipper's failure to cancel the space in good time.

#### **DELIVERY ORDER – D/O**

An order normally addressed to a terminal superintendent or warehouse manager, releasing specified cargo to a particular person or company. Frequently issued by shipping company offices after receipt of an original Bill of Lading from an importer or his customs broker and presentation of a clear inward customs clearance. Can also be issued in airfreight consolidations where the de-consolidating agent receives the cargo against the master air waybill and issues each individual consignee in the consolidation with a delivery order for their cargo only.

#### DEMURRAGE

Additional charges levied by a shipowner or carrier when a specified period for loading or unloading has been exceeded. Frequently container in Charterparty contracts to avoid lengthy delay in unloading. Also charged to users of containers who exceed the free period allowed for unloading. Normally the demurrage will then be charged at a fixed daily rate.

#### DISCREPANT DOCUMENTS, DISCREPANCY

A term used in documentary credit operations. It refers to documents presented under a Credit that do not confirm to the terms and conditions of the Credit. These are generally as the result of an error, contradiction, omission or variance with another document (nonconformity). The negotiating bank has a fiduciary duty to the issuing bank not to make payment against discrepant documents, unless the issuing bank issues an amendment or the applicant agrees to accept the discrepant documents.

## DOCUMENTARY LETTER OF CREDIT

An advice issued by a bank, authorising the payment of money to a named party (the beneficiary – normally the exporter) against delivery by the beneficiary of specified documents evidencing the shipment of described goods. The terms of the Credit must be strictly complied with if the exporter is to receive the protection and the funds available under the terms of the Credit. (See Discrepant Documents above)

#### DRAFT

(See Bill of Exchange)

## DUMPING

The practice of selling a product in an overseas market at an unfairly low price i.e. one that is lower than the cost in the domestic market for a sale on similar terms, in order to gain a competitive advantage over local suppliers. Dumping is considered an unfair trade practice under World Trade Organisation (WTO) agreements. Where dumping is proven, a prohibitive duty rate will be levied on the offending goods.

## EURO (EUR) – European Currency Unit

The common currency unit developed by the states of the European Union for use in most EU countries with effect from 1 January 2002.

## **EDI – ELECTRONIC DATA INTERCHANGE**

The computer-to-computer transmission of electronic documents (purchase orders, invoices etc.) formatted in an agreed standard such as EDIFACT.

## E.T.A.

Estimated time of arrival (of an aircraft or vessel at destination).

#### E.T.D.

Estimated time of departure (of an aircraft or vessel from the port/airport of departure).

#### FREIGHT OF ALL KINDS (FAK)

The collective term given to a full container load of a large variety of small consignments; at least five items where no one item exceeds 6000 kilograms.

#### FULL CONTAINER LOAD (FCL)

A consignment completely filling one container normally travelling from the shipper's premises to the consignee's premises, usually on one Bill of Lading and intended to be unpacked by the consignee.

#### FORTY FOOT EQUIVALENT UNIT (FEU)

A container twice the length of the normal 20 foot equivalent unit (TEU). (See Container above)

#### FORWARDING INSTRUCTION

A document initially introduced for container cargo delivery, but now in widespread use. It is normally a multi-page form, which allows copies to be issued to customs, container depot staff, shipping company staff and the haulier. The document is used to advise the shipping company of the shipper's requirements for completing the Bill of Lading and also acts as an interim receipt and advice to customs of the ECN.

#### FREIGHT

The common name for the monetary consideration paid by the shipper to the carrier for the transport of the shipper's goods. Can also be used to describe the goods themselves.

#### FREIGHT FORWARDER

Organisations that are expert in the international movement of goods, respective documentation and procedures. First-time exporters would be wise to consider using the services of a freight forwarder.

#### FORWARDER'S or HOUSE BILL OF LADING

A document often issued by freight forwarders acting as consolidators of export LCL cargo. Forwarders obtain the B/L for the full container from the carrier and, in turn, issue the individual LCL shippers with a Bill of Lading on the forwarder's letterhead for their respective shipments. NB: Forwarder's Bills of Lading may not be acceptable under the terms of Letters of Credit unless specifically allowed and must be signed as agents for the carrier and stating the carrier's name.

#### **GROSS WEIGHT**

The total weight of a package including the weight of the contents and the weight of the packing materials. (See Net Weight and Tare Weight)

#### HALF HEIGHT

A container one half the normal height. (See Container above)

#### HAZARDOUS CARGO

Generally taken to mean cargo classed as dangerous by the International Maritime Dangerous Goods Code (IMDG). In Australia this is contained in the Dangerous Goods Act, which specifies labelling, handling and stowing regulations and is controlled by the Department of Transport. The International Air Transport Association (IATA) controls air cargo.

## HEAVY LIFT

Cargo which is especially heavy, requiring special care and equipment during loading, transit and unloading. Cargo of this kind normally attracts an additional surcharge over and above the freight rate for similar type of cargo, but of normal weight.

## HOUSE AIR WAYBILL (HAWB)

An Air Waybill issued by consolidators to shippers as receipt for their respective consignment in lieu of the Master Air Waybill issued to the consolidator for the total consolidation.

## IATA – INTERNATIONAL AIR TRANSPORT ASSOCIATION

An air transport industry association headquartered in Geneva Switzerland comprising in excess 230 airlines from 130 countries. It has a wide range of responsibilities, which include passenger and cargo rate structures, financial, legal, technical medical, hazardous goods transport and traffic regulation.

## **IBCC – INTERNATIONAL BUREAU OF CHAMBERS OF COMMERCE**

An International Chamber of Commerce administered network of Chambers of Commerce, which administers the ATA Carnet system for temporary duty-free admission of samples and exhibition goods.

## **INCOTERMS 2000**'

A document issued by the International Chamber of Commerce, Paris containing 13 internationally accepted trade terms. The responsibilities of buyer and seller are stated clearly and unambiguously. Copies of Incoterms may be obtained from national Chambers of Commerce or the International Chamber of Commerce (ICC) Paris, France.

## **INSTITUTE CLAUSES**

Internationally accepted clauses prepared by the Institute of London Underwriters which are common to most Insurance Certificates/Policies. The Institute Cargo Clauses (A, B and C) provide different levels of protection in descending order of cover from A (sometimes referred to as 'All Risks') to C as the least form of cover, suitable mainly for bulk cargoes. Additional cover is provided for such risks as War, Strikes, Riots and Civil Commotions (SRCC), Theft, Pilferage and Non-Delivery (TPND) and similar standard clauses for the payment of an additional premium. (*Refer also to SRCC and TPND*)

## **INTERIM RECEIPT ('MATE'S RECEIPT')**

A receipt for cargo given by the carrier to the shipper indicating receipt of the goods pending the issue of the Bill of Lading, and subject to the same terms and conditions as the B/L. It is surrendered to the carrier in exchange for the B/L. Adverse comments regarding the condition of the goods or packing can render the receipt 'claused' or 'dirty', which in turn will be transferred to the Bill of Lading. (See also Forwarding Instruction and Claused Bill of Lading)

## **ISSUING BANK**

The issuing bank is normally the buyer's bank that issues the documentary

letter of credit on instructions from the buyer in favour of the beneficiary. Also sometimes referred to as 'the opening bank'.

## LESS THAN CONTAINER LOAD (LCL)

A consignment, which by itself is insufficient to fill a container. The exporter will normally deliver the cargo to a container depot or freight consolidator for consolidation with similar small consignments until there is sufficient for a full container load (FCL).

## LETTER OF INDEMNITY

A document used to obtain delivery of goods from a shipping company if the Original Bill(s) of Lading is/are not available e.g. lost by shipper, or not received by consignee. The shipping company will require the company requesting the indemnity to be joined in indemnifying them by their bank. This is normally achieved by the bank issuing a Bank Guarantee to the shipping company indemnifying them against wrongful release and promising to pay any outstanding freight or disbursement costs due against the B/L. The indemnity will be required for at least double the value of the cargo, and in some countries three times the value.

#### LIFT-ON/LIFT-OFF FEES (LO/LO)

The costs incurred in handling FCL containers at the terminal/depot. Normally charged as a component of the freight cost charged by the shipping company for the carriage of the goods.

#### MULTI-MODAL/COMBINED TRANSPORT BILL OF LADING

A document used for the door-to-door transport concept combining sea, land and air transport. One B/L covers either the entire journey (FCL movement) or alternatively, container depot to container depot (LCL movement). This is opposed to the 'ocean' or port-to-port concept, where the B/L covers only the transit between the named ports of loading and discharge.

## **NEGOTIABLE DOCUMENT**

A written document that can be used to transfer the rights embodied in it by mere delivery (in the case of instruments made out to bearer), or by endorsement and delivery (in the case of instruments made out to order). Some documents, such as the Bill of Exchange or cheque, are negotiable unless their negotiability is explicitly excluded, while the Bill of Lading is negotiable only if made negotiable by the shipper.

#### **NET WEIGHT**

The weight of the contents of a package, excluding the weight of the packing. *(See Gross Weight and Tare Weight)* 

## NVOCC

An abbreviation for **N**on Vessel **O**wning **C**ommon **C**arrier. Freight forwarders / Consolidators lease space from carriers for carriage of their clients' cargoes – they neither own nor charter ships upon which their cargoes are shipped. The LCL cargo is consolidated for individual shippers in the carrier's container and shipped under the carrier's Bill of Lading issued to the NVOCC who, in turn, issues House Bills of Lading to the individual shippers. (See House Bill of Lading)

#### OPEN POLICY (OP)

A type of insurance policy intended to cover an indefinite number of future shipments. The insurance contract remains in force until cancelled. Under the open policy, individual successive shipments are periodically reported or declared to the insurer and automatically covered on or after the inception date. Open policies can provide efficiency and savings for all parties concerned, especially when the insured conducts a significant volume of highly similar transactions.

#### **OPEN TOP (CONTAINER)**

A container constructed without the normal metal top to allow the shipment of unusual shaped cargo. Normally supplied with a tarpaulin top to protect the contents after stowage of the goods.

#### **OPTIONAL DISCHARGE**

A B/L claused to allow the discharge of the cargo at one of several ports at consignee's option. Normally encountered in bulk commodity trade.

#### PACKING LIST / WEIGHT NOTE / PACKING SPECIFICATION

A document issued by the exporter providing details of the contents of each individual package together with dimensions, cubic measurement and net and gross weights.

#### PERFORMANCE BOND / UNCONDITIONAL BANK GUARANTEE

A bond or bank guarantee, which has been issued as security for one party's performance (normally used in large government contracts). If that party (the principal) fails to perform the beneficiary under the bond/guarantee may obtain payment. In the case of the unconditional bank guarantee, the beneficiary merely advises the bank that he wishes to draw on the guarantee without having to prove default. Some performance bonds demand that the beneficiary submit a statement to the effect that the principal is in default in order to be paid.

#### **PRE-SHIPMENT INSPECTION (PSI)**

An inspection of contract goods, prior to shipment, to ascertain their quality, quantity, price or condition. Importers may insist in PSI, requiring the exporter to furnish a certificate of inspection (commonly issued by neutral internationally respected organisations such as SGS or Bureau Veritas), so that the importer is assured of receiving the contracted goods. Government agencies may require inspection certificates as regards price, so as to prevent parties from under or over invoicing in an attempt to pay lower duties or evade foreign exchange regulations. They are frequently used to establish the correct duty rate and pre-prepare the import customs entry.

#### PRO FORMA INVOICE

A sample invoice provided by an exporter prior to shipment advising the buyer the price, quantity, weights and measurements and description of the goods to be despatched. The pro forma invoice thus acts as a contractual offer, which when accepted by the receipt of a purchase order from the buyer, completes the principal legal requirements for the formation of a contract of sale. It is intended that the commercial invoice finally submitted with the goods should exactly replicate the pro forma invoice so that the buyer receives no surprises. Importers may also require formal pro forma invoices to establish import licences, foreign exchange permission and letters of credit in some countries.

## PSC / APCA

An abbreviation for Port Service Charge Additional/Australian Port Charge Additional. (Also see Wharfage)

#### **REFRIGERATED CONTAINER ('REEFER')**

A container designed to carry goods that require maintenance at low temperatures, from cool to freezing. Refrigeration may be either mechanical, which means receiving power supply from a clip-on unit or the vessels power supply or by expendable refrigerant (dry ice, liquefied gasses etc). (See also COU and INTEGRAL UNIT)

## RFEU

Refrigerated Forty-foot Equivalent Unit. (A refrigerated 40' Container or equivalent)

#### **RO/RO BERTH**

A berth designed specifically for the processing of roll on/roll off ships – not all RO/RO vessels require such a facility, as some are able to use a conventional berth. (*Refer RORO vessel below*)

#### RTEU

Refrigerated Twenty-foot Equivalent Unit. (A refrigerated 20' Container or equivalent)

#### ROLL-ON/ROLL-OFF VESSEL ('RORO')

A vessel specially constructed to allow the loading of cargo by units, which drive on board under their own power, using a bow or stern door or ramp, e.g. forklifts, container straddle carriers or normal road haulage vehicles (semitrailers). Such cargo is normally containerised or palletised but any type of cargo may be handled. Loading is normally by means of a bow or stern ramp lowered from the vessel. These vessels normally require specially constructed berths to allow berthing at the correct angle for the lowering of the ramp.

## SHIPPER'S LETTER OF INSTRUCTION (SLI)

This is a document provided by the exporter to the airfreight forwarder as an instruction for the completion of the Air Waybill. The SLI normally accompanies the goods to the forwarder's premises.

## SEA WAYBILL

The sea transport document that has similar functions to the Air Waybill in that it is a non-negotiable consignment note evidences the contract of carriage and is a receipt for the goods.

#### SHORT FORM BILL OF LADING

A simplified Bill of Lading, frequently without the conditions of carriage printed on the reverse, which carries a reference to or an abbreviation of the carrier's full Bill of Lading or carriage instruction.

## SIDE-LOADER

A road vehicle fitted with specialised equipment for container handling. Normally used when the exporter needs to load an FCL container 'on the ground'. The empty container is delivered to, and the packed container collected from, the exporter's premises by the side-loader.

#### SIGHT DRAFT

A Bill of Exchange (or Draft) drawn at 'sight' and payable on presentation, or 'on demand'. (Also refer Term Draft)

## **'STALE' BILL OF LADING**

A Bill of Lading presented to a bank for negotiation with other shipping documents more than 21 days after the shipment date on the Bill of Lading, or dated later than the expiry date for shipment allowed by a documentary letter of credit.

## **STANDBY LETTER OF CREDIT**

This document is similar in operation to the unconditional bank guarantee. Primarily used in USA, its origin lies in the fact that in the 1800's American legislation did not allow the issue of bank guarantees. The standby credit was resorted to as a method of circumventing the legislation. Under a standby credit the beneficiary usually obtains payment by presentation to a bank of draft and a statement that the principal is in breach of contract. A standby credit may be issued subject to the terms of UCP 500. Quite frequently standby credits are used to back up extended payment terms. The exporter will grant the buyer say 90 day terms subject to a standby credit issued to the exporter as beneficiary. Should the buyer default in payment at the end of the 90 day period, the exporter has the right to draw down on the standby credit, which is paid unconditionally.

## **STC – SAID TO CONTAIN**

A term used by shipping companies on bills of lading to limit their liability as they cannot establish the declared contents of packages shown on shipping instructions by shippers. Also sometimes shown as 'Shippers Load and Count' (S&C).

## SRCC

An internationally accepted term used by banks as an abbreviation for Strikes, Riots, and Civil Commotions Clause. Can appear within a Letter of Credit in the abbreviated form (SRCC) under insurance requirements. Refer Institute Clauses, Commonly replaced by 'Institute Strike Clauses (Cargo)' on Insurance Certificates/Policies.

## STRIPPING AND STUFFING

The act of unloading or loading (respectively) goods into a container.

# SWIFT – Society for Worldwide Inter-bank Financial Telecommunications

An organisation established by the international banking community initially for international electronic funds transfer and transmission of secure documentary letters of credit. Has now initiated the Bolero system for the transmission of electronic documentation and bills of lading. (*Refer to*  BOLERO)

## T.A.C.T. – THE AIR CARGO TARIFF RULES AND RATES

IATA publication providing information on air cargo rates. Air consolidators will normally be able to provide rates below the TACT rate. Also provides information on documentation requirements for air transport to overseas destinations, methods of preparing Air Waybills, customs formalities at airports and similar valuable information regarding the movement of air cargo.

## TANK CONTAINER

A 20-foot container frame, containing a tank suitable for the transport of bulk liquids.

## TARE WEIGHT

The weight of the packaging only, to which has to be added the net weight (of contents) to arrive at the total gross weight of the package. (See also Net and Gross Weights)

## TENDER OR BID BOND

An unconditional bank guarantee provided by a company responding to an invitation to tender (normally for large government projects). The bond is normally set as a percentage of the contract price say 2-3% and is required to discourage frivolous bids. Consequently, if a company bids, is awarded the contract but fails to execute the contract, the bond will be drawn down to compensate for the administrative costs in re-instating the tender.

## **TERM DRAFT**

A Bill of Exchange (or Draft) demanding payment at a fixed future date, or specified period after sight or the stated date on the Draft e.g. 30 days after Bill of Lading date, 30 days after sight, 90 days after invoice date. Such drafts are also referred to as usance drafts (usance being the period of credit allowed).

## THC – TERMINAL HANDLING CHARGE

The charges assessed for the use of container terminal facilities when processing container shipments. When using the multi-modal Incoterms it is advisable to specify precisely which party will be responsible for THC at the loading and discharge ports.

#### TPND

An internationally accepted term used by Banks as an abbreviation for Theft, Pilferage and Non-Delivery. Can appear within a Letter of Credit in the abbreviated form (TPND). *(Refer Institute Clauses)* 

## TRANSHIPMENT

The transfer of goods at intermediate ports or airports, and the changing of vessels or aircraft, to allow the goods to reach a destination not served by a direct service from the originating country.

## TRANSPORT TERMINAL

A railway terminal, a freight station, a container terminal or yard, a multipurpose cargo terminal or any similar receiving point.

## TWENTY FOOT EQUIVALENT UNIT (TEU)

A shipping term describing a piece of cargo or package taking up the space that a standard 20 foot container would occupy. Can also be used to measure the carrying capacity of container vessels. E.g., if a vessel is said to have a capacity of 4000 teu's it indicates that it is able to carry roughly equivalent to  $4000 \times 20$ ' containers.

# UCP500 – UNIFORM CUSTOMS & PRACTICE FOR DOCUMENTARY CREDITS

Issued by the International Chamber of Commerce, Paris. This publication sets out standard rules governing international documentary credit practice. UCP attempts to fill in the 'grey' areas where credits are not specific in their instructions. Documentary credits that are subject to UCP will bear a statement to that effect. NB. Not all credits are subject to UCP. The current publication, International Chamber of Commerce Publication No. 500 sets out Uniform Customs and Practice for Documentary Credits (1983 Revision).

#### UNCITRAL – United Nations Commission on International Trade Law

UNCITRAL is a UN agency based in Vienna, Austria specialising in the development of model legal instruments and conventions in the area of international trade law. Probably its most notable success being the 1980 Vienna Convention on the International Sale of Goods (CISG) or more generally known as VSC or Vienna Sales Convention. (See VSC)

## VSC – 1980 Vienna Convention on the International Sales of Goods

Normally referred to as the Vienna Sales convention or just VSC, this international treaty was signed by approximately 45 nations. It amounts to a virtual commercial code for international sales transactions (excluding contracts for services, securities, electricity). Parties may opt out of coverage by the VSC by explicitly stating so in the contract of sale.

## WAREHOUSE TO WAREHOUSE CLAUSE

A term quite often used in documentary credit insurance requirements. Referred to as the Transit Clause in the A, B and C Institute cargo clauses, it normally covers transit from the seller's warehouse to the buyer's warehouse and for a maximum of 60 days after discharge. There are provisos to this cover and it is advisable to read the Transit Clause to understand their ramifications.

## WHARFAGE

A charge levied by Port Authorities on goods loaded on to a vessel over a wharf. If is a charge for the use of the port facilities such as storage sheds, forklifts and cranes. Wharfage may be paid direct to the Port Authorities but is quite often included in the freight rate and paid on the shipper's behalf by the shipping company. (*Also see APC and BSRA*)

# 6.8 Resources and further Information

The **Export Handbook** 2005 (by the Australian Institute of Export) is recommended reading for a detailed account of issues facing an exporter. It can be obtained from: <u>www.aiex.com.au</u>

**International Logistics and Freight Forwarding Manual** by Russell Burke is an excellent and detailed description of freight forwarding. It can be obtained at <u>www.wcbm.com.au</u>

**Austrade** is an invaluable source of information and assistance for exporters. Much information is available at <u>www.austrade.gov.au</u>

The appropriate **industry association** is normally another good source of information for the exporter. See list of industry associations below.

**AusIndustry**'s website displays a list of various grants, concessions, incentives, funds and programs: <u>www.ausindustry.gov.au</u> - go to 'AusIndustry products'

Queensland Government - <u>www.qld.gov.au</u> \*Department of State Development and Innovation: <u>www.sdi.qld.gov.au</u> \*Commerce Queensland: <u>www.commerceqld.com.au</u>

\*Trade and International Operations Division: www.export.gld.gov.au/

Information about Australia's **Free Trade Agreements** can be accessed on Department of Foreign Affairs and Trade's website <u>www.dfat.gov.au</u> or <u>www.fta.gov.au</u>

**Incoterms 2000** contains the official rules for the interpretation of trade terms, and this book should be used as an Incoterm reference. It can be obtained from <u>www.iccwbo.org</u>

#### LINKS TO RELEVANT STATE AND FEDERAL GOVERNMENT ORGANIZATIONS

Agriculture Advancing Australia (AAA): www.daff.gov.au/aaa Airfreight Council of Queensland: www.australianairfreight.com AusAID: www.ausaid.gov.au Australian Airport Association - AAAL: www.aaal.com.au/ Australian Bureau of Statistics: www.statistics.gov.au Australian Bureau of Statistics: www.statistics.gov.au Australian Competition and Consumer Commission (ACCC): www.accc.gov.au Australian Customs Service: www.customs.gov.au \*Customs' information centre: information@customs.gov.au \*Cargo support desk: cargosupport@customs.gov.au Australian Government: www.australia.gov.au Australian Government Regional Information Service: www.regionalaustralia.gov.au Australian Government – Small Business: www.smallbusiness.gov.au

Australian Maritime Safety Authority: www.amsa.gov.au/ Australian Quarantine and Inspection Service (AQIS): www.agis.gov.au Australian Securities and Investments Commission (ASIC): www.asic.gov.au Australian Taxation Office: www.ato.gov.au Business Entry Point: www.business.gov.au Commerce Queensland: www.commercegld.com.au Department of Agriculture, Fisheries and Forestry: www.daff.gov.au Department of Foreign Affairs and Trade: www.dfat.gov.au Department of Industry, Tourism and Resources: www.isr.gov.au Department of Transport and Regional Services: Regional Partnerships: www.regionalpartnerships.gov.au Department of Environment and Heritage and Environment Australia: \* www.deh.gov.au / www.environment.gov.au \* www.biodiversity.environment.gov.au/wildlife Export Finance and Insurance Corporation (EFIC): www.efic.gov.au Food Standards Australia New Zealand (FSANZ): www.foodstandards.gov.au Food technology research and services: http://www.dpi.gld.gov.au/food

Grantslink: www.grantslink.gov.au

Great Barrier Reef Marine Park Authority: www.gbrmpa.gov.au Invest Australia: www.investaustralia.gov.au Levies Management Unit (DAFF): www.daff.gov.au/levies National Residue Survey: www.nrs.gov.au New Industries Development Program (NIDP): www.daff.gov.au/agribiz Office of the Gene Technology Regulator: www.ogtr.gov.au Queensland Department of Primary Industries and Fisheries: www.dpi.gld.gov.au **Queensland Government:** \* www.qld.gov.au \* www.sdi.gld.gov.au (Department of State Development and Innovation) \* www.smartsmallbusiness.gld.gov.au/gobis \* www.smartsmallbusiness.qld.gov.au/smartlicence www.fairtrading.gld.gov.au Queensland Rural Adjustment Authority: www.graa.gld.gov.au Queensland Transport: www.transport.gld.gov.au Rural Industries Research and Development Corporation (RIRDC): www.rirdc.gov.au Safe Food Queensland: www.safefood.qld.gov.au

Sea Freight Council of Queensland: www.seafreightcouncils.com.au/

Therapeutic Goods Administration (TGA): <u>www.tga.gov.au</u>

Wheat Export Authority (WEA): <u>www.wea.gov.au</u>

#### LINKS TO OTHER USEFUL ORGANIZATIONS AND INTERNATIONAL ORGANIZATIONS

APEC tariff database: www.apectariff.org Asia-Pacific Economic Cooperation (APEC): www.apecsec.org.sg Atradius credit insurance and credit management company: www.atradius.com.au Ausmeat: www.ausmeat.com.au Australian Business Limited: www.australianbusiness.com.au Australian Environmental Labelling Association: www.aela.org.au Australian Institute of Export: www.aiex.com.au/ AusVet Animal Health Services: www.ausvet.com.au Business Council of Australia (BCA): www.bca.com.au Codex Alimentarius, FAO/WHO Food Standards: www.codexalimentarius.net Commonwealth Scientific and Industrial Research (CSIRO): www.csiro.au Custom Brokers & Forwarders Council of Australia Inc: www.cbfca.com.au/ European Union On-Line: www.europa.eu.int Export Magazine (Australian Institute of Export): www.exportmagazine.com.au Food and Agriculture Organization of the UN: www.fao.org International Air Transport Association - IATA: www.iata.org/index.htm International Business Culture Guides: www.executiveplanet.com International Chamber of Commerce: www.iccwbo.org International Enterprise Singapore: www.iesingapore.gov.sg Japan External Trade Organization: www.jetro.go.jp Maritime Global Net: www.mglobal.com National Association of Testing Authorities (NATA): www.nata.asn.au New Zealand Ministry of Agriculture and Forestry: www.maf.govt.nz QBE Insurance Group: www.gbe.com.au Standards Australia: www.standards.com.au UK Department of Environment, Food and Rural Affairs: www.defra.gov.uk UK Food Standards Agency: www.food.gov.uk Universal Currency Converter: www.xe.net/currency USA Animal and Plant Health Inspection Service (APHIS): www.aphis.usda.gov USA Department of Agriculture, Foreign Agriculture Service: www.fas.usda.gov USA Food and Drug Administration: www.fda.gov USA Food Safety and Inspection Service (FSIS): www.fsis.usda.gov World Customs Organization: www.wcoomd.org World Trade Organization (WTO): www.wto.org Worldwide Gateway – A to Z: <u>www.azairfreight.co.uk</u>

#### LINKS TO INDUSTRY ASSOCIATIONS

Agribusiness Association of Australia: www.agrifood.info Air Conditioning and Mechanical Contractors' Association Qld: www.amcagld.com.au Australian Agriculture and Natural Resources Online: www.infoscan.com.au Australian Citrus Growers Inc. (ACG): <u>www.austcitrus.org.au</u> Australian Electrical and Electronic Manufacturer's Association: www.aeema.asn.au Australian Fodder Industry Association: www.afia.org.au Australian Food and Grocery Council: www.afgc.org.au/ Australian Food Industry Organizations: www.ausfoodnews.com.au/food org.htm Australian Hide, Skin and Leather Exporters Association Ltd.: www.ahslea.com.au Australian Horticultural Export Association: www.ahea.com.au Australian Industry Group: www.aigroup.asn.au Australian Information Industries Association (AIIA): www.aiia.com.au Australian Institute of Food Science and Technology: www.aifst.asn.au Australian Marine Industries Federation: www.amif.asn.au Australian Ostrich Association: www.aoa.asn.au Australian Pork Limited: www.apl.au.com Australian Tropical Foods: www.australiantropicalfoods.com/ Australian Wheat Board (AWB): www.awb.com.au Australian Wine and Brandy Corporation: www.awbc.com.au Australian Wool Innovation Limited (AWI): www.wool.com.au Australian Seafood Industry Council (ASIC): www.asic.org.au Boating Industry Association of Queensland: www.biaq.com/ Dairy Australia: www.dairyaustralia.com.au FoodProcessing Online: www.buynet.com.au/food/admin/links.asp Food Processing in Regional Australia Program: www.daff.gov.au/regionalfood Gold Coast Food Forum: www.goldcoastfoodforum.org.au/ Gold Coast Marine Industry Association: www.goldcoastmarineindustry.org/ Grains Research and Development Corporation: www.grdc.com.au Growcom: www.growcom.com.au Horticulture Australia Ltd: www.horticulture.com.au Kangaroo Industry of Australia Association (KIAA): www.kangaroo-industry.asn.au Livecorp: www.livecorp.com.au Meat & Livestock Australia: www.mla.com.au/ National Food Industry Strategy: www.nfis.com.au and www.foodbiz.net.au Packaging Council of Australia: www.packcoun.com.au/ Queensland Agricultural Merchants: www.gam.org.au Queensland Farmers' Federation: www.gff.org.au/ Queensland Livestock Exporters Association: 07 3366 7688 Queensland Seafood Industry Association Inc: www.seafoodsite.com.au/ Queensland Trucking Association: www.qta.com.au Queensland Wine Industry Association Incorporated: www.queenslandwine.com.au/ Winemaker's Federation of Australia: www.wfa.org.au/

#### FREIGHT HANDLING

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Port and transport facilities:	ζ, γ
Australia Post: www.auspost.com.au	131118
Australian Customs Service (Brisbane): <a href="http://www.customs.gov.au">www.customs.gov.au</a>	3835 3444
Australian Quarantine & Inspection Service (AQIS): <a href="http://www.aqis.gov.au">www.aqis.gov.au</a>	3246 8709
Queensland contact: <u>qldexport@aqis.gov.au</u>	
Brisbane Airport: www.bne.com.au	3406 3000
Cairns Port Authority, Air and Sea: <a href="http://www.cairnsport.com.au">www.cairnsport.com.au</a>	4052 3888
Gold Coast Airport, Coolangatta: www.goldcoastairport.com	5589 1100
Gladstone Port Authority: www.gpa.org.au	4976 1333
Patrick (Stevedore): <u>www.patrick.com.au</u>	3895 8555
P&O (Stevedore): <u>www.poports.com.au</u>	3895 9222
Port of Brisbane Corporation: www.portbris.com.au	3258 4888
Port of Townsville: www.townsville-port.com.au	4781 1500
Ports Corporation of Queensland: www.pcq.com.au	

Queensland Rail: www.qr.com.au	3235 7221
Rockhampton Port Authority: <a href="http://www.rpaport.com.au">www.rpaport.com.au</a>	4927 2133
Townsville Airport: www.townsvilleairport.com.au	4727 3211
Customs brokers and freight forwarders:	
ACA International Pty Ltd: www.acaint.com.au	3868 1515
Advanced International Freight Forwarders & Consultants P/L:	3852 1500
AFS Freight Management 2000 Pty Ltd: www.afs.com.au	3868 2888
AFS Projects & Logistics Pty Ltd: www.afslogistics.com.au	3868 3899
Aim Logistics Queensland:	3277 2459
F L Air Freight Pty Ltd:	3256 0066
Air Sea Cargo International:	3260 5588
Air Sea Transport (Australia): http://www.airsea.com.au	3252 0006
Airmark Ocean & Air Logistics: www.airmark.com.au	3267 3088
All Ports International Logistics (QId) Pty Ltd: www.allports.com.au	3862 1544
Alliance Freight International:	3267 1933
APC Logistics: www.apclogistics.com.au	3262 3500
ASA Logistics Pty Ltd:	3396 3099
Asean Cargo Services: <u>www.asean.com.au</u>	3252 3656
Associated Customs Services Pty Ltd:	3868 1801
Aurora Global Logistics Pty Ltd: www.auroralogistics.com	3268 7333
Aust-Asia Worldwide Shipping Pty Ltd: <u>http://www.aust-asia.com.au</u>	3630 6166
Australian Groupage Services: <u>http://www.agsworld.com</u>	3632 4300
Australia Trade and Shipping:	3808 1200
Baldwins Customs Service Pty Ltd:	3208 6088
Barry Taylor & Partners Customs Brokers Pty Ltd: www.btap.com.au	3262 7419
Bax Global (Aust) Pty Ltd: www.baxglobal.com.au	3860 7500
BCR Freight (QId): <u>www.bcr.com.au</u>	3252 0177 4035 4733
Bonnell Customs Agencies:	4035 47 33
Brennan International: See NACA Logistics Group	3267 1730
Brisbane Shipping & Marketing Services:	
BTI Logistics Pty Ltd: www.btilogistics.com.au	3262 8444
Cargo Chart International Pty Ltd: <u>www.cargonetwork.com.au</u>	3832 5533
Cargo Network International Pty Ltd: www.cargonetwork.com.au	3260 1166
Cargoclear International Pty Ltd: <u>www.cargoclear.com.au</u>	3630 1244
CDS Overseas Pty Ltd: <u>www.cdsoverseas.com.au</u>	3868 2899
Chief Container Services: www.chiefcontainerservices.com.au	3302 3300
Colless Young Pty Ltd: <u>www.collessyoung.com.au</u>	3890 0800
Commercial Customs Services Pty Ltd: <u>www.commercialcustoms.com.au</u>	3216 4579
Complete Global Solutions: <u>www.cgs.net.au</u>	3216 4744
Comtern Consolidation Services: See NACA Logistics Group	2240.0000
Containers International Pty Ltd:	3219 0666
Crossocean Forwarding Services Pty Ltd: <u>www.crossocean.com.au</u>	3906 9890
CT Freight Pty Ltd: <u>www.ctfreight.com.au</u>	3621 1288
Customs & Forwarding Services (Australia) Pty Ltd:	3252 5515
Customs Brokers & Forwarders Council of Australia: www.cbfca.com.au	3252 1348
Deep Blue Australia Pty Ltd: <u>www.mydeepblue.com</u>	3267 3666
Deugro Projects Australia: <u>www.deugro.com</u>	3257 3492
DHL Danzas Air & Ocean: <u>www.dhl.com</u>	3845 7777
Direct Container Line: (See NACA Logistics Group)	0000 4700
EDI Customs Brokers Pty Ltd: www.edicustoms.com.au	3862 4788
EGL Eagle Global Logistics Pty Ltd: <u>www.eaglegl.com</u>	3633 6300
Euro-Pacific Logistics: www.europacific.com.au	3267 9111
Exel Australia Pty Ltd: <u>www.exel.com</u>	3860 1900
Expeditors International: www.expeditors.com	3266 8877
Export Freight Services: See NACA Logistics Group	0000 0444
Express Freight Management:	3268 2411
Famous Pacific Shipping (Australia) Pty Ltd: <a href="http://www.fpsqld.net.au">www.fpsqld.net.au</a>	3907 4888
Focus International Freight:	3267 1158
Four Winds International Movers:	3890 6800
FRACHT Australia Pty Ltd: www.frachtag.ch	3868 4990

Freight Systems International Pty Ltd:	3256 9022
Freightnet International Pty Ltd:	3862 2477
Gary Williams Customs Agency:	3267 0575
Gateway Customs Brokers:	3868 2341
Global Logistics Management: www.glm-corp.com	3224 1900
Global Transport Systems:	3267 1222
GTS International:	3868 3533
A Hartrodt Queensland Pty Ltd: www.hartrodt.com.au	3630 6700
Hellmann Worldwide Logistics Pty Ltd:	3267 1555
Hinton McNeil Customs Pty Ltd:	3268 7255
Intergroup Australia:	3390 8377
International Cargo Express Pty Ltd: www.icecargo.com.au	3868 1777
International Cargo Solutions:	3393 1144
International Trade Management Pty Ltd:	3348 9899
Interport Cargo Services (Brisbane) Pty Ltd: www.interportcargo.com.au	3268 5244
Intramar Pty Ltd:	3868 3122
ITC Consultants Pty Ltd: www.itcconsultants.com.au	3348 3588
J&D Bell International Freight Services:	3212 7200
Keith Thomas Enterprises:	3869 3975
Kilby Customs & Forwarding:	3267 8999
Kuehne & Nagel Pty Ltd: www.kuehne.nagel.com	3621 6900
LEP International Pty Ltd: www.lep.com.au	3268 9100
W Love Customs Services:	3252 5799
LC Loynes & Associates:	3393 1888
Lynair International (QId): www.lynair.com.au	3868 1870
Mac Customs Pty Ltd:	3868 1590
McAfee Customs & Forwarding Pty Ltd: www.mcafeecustoms.com.au	3899 3122
Mainfreight International Pty Ltd: www.mainfreightinternational.com.au	3906 9890
Manton Woodall & Associates Pty Ltd: www.mantonwoodall.com.au	3252 9955
NACA Logistics Group of Companies:	3868 2888
Norfolk Forwarding Services:	5497 8769
North Queensland Customs Services: www.nqcs.com.au	4772 2400
NYK Logistics Australia Pty Ltd: www.nyklogistics.com.au	3868 9400
OBM International Trade Services Pty Ltd: www.obmpl.com.au	3854 1227
Ocean Air Customs & Forwarding Pty Ltd: www.universalgroup.com.au	3268 7618
Overseas Packers & Shippers: www.overseaspackers.com.au	3268 6200
Owens International Freight (Australia) Pty Ltd: www.owensglobal.com	3906 9890
Paccon Logistics Pty Ltd: www.paccon.net.au	3252 2922
Pacific Consolidators Pty Ltd: www.paccon.net.au	3252 2922
Pacific Network Cargo: www.pacnet.com.au	3260 5622
Panalpina World Transport:	3860 6955
Patrick International Freight: www.patrick.com.au	3860 4166
Phoenix International Freight Forwarding: www.piff.com.au	3633 0999
Powerhouse International Pty Ltd: www.powerhouse.au.com	3868 2468
Precision Worldwide Logistics Pty Ltd:	3883 4232
Procurement & Consignment Services: www.pacship.com.au	3345 8122
Queensland Cargo Service: www.qldcargo.com	3860 5655
Queensland Customs Brokers: www.qldcustoms.com.au	3872 9222
Queensland International Freight Services:	3868 1770
Rohlig Australia Pty Ltd: www.rohlig.com.au	3268 5933
Schenker International Australia Pty Ltd: www.schenker.com.au	3621 8000
Sherwood Worldwide Logistics Pty Ltd: www.swl.com.au	3267 3700
Show Travel & Show Group: www.showgroup.com.au	3252 7090
Skelton Tomkinson: www.shipST.com	3348 7810
Skoda International Pty Ltd:	3868 3033
Stockwell International Pty Ltd: www.stockwellint.com.au	3262 9888
-	/ 3267 8022
Strategic Global Logistics Pty Ltd:	3267 3700
Sunstate Customs & Cargo:	3868 4106
Swire Forwarding Services:	3302 3300
TACS International, Cairns:	4031 2055
TFI Global: www.tfi.com.au	3252 5811

Toll International: <u>www.toll.com.au</u> Tony Warr International Pty Ltd: <u>www.shipping-people.com</u> Townsville Customs and Forwarding Services Pty Ltd:	3860 8188 3848 8088 4771 5422
Tradewinds Customs and Freight: www.tradewindscustoms.com.au	3868 3388
Transit Freight International: www.transitfreight.com	5569 0996
Transways Express: www.transways.com.au	3262 9522
Universal Cargo Services Pty Ltd: www.universalgroup.com.au	3868 1870
UPS Supply Chain Solutions: <u>www.ups-scs.com</u>	3390 4377
UTI (Aust) Pty Ltd: <u>www.go2uti.com</u>	3268 8600
Vanguard Logistics Services (Aust) Pty Ltd: See NACA Logistics Group	
Visa Australia Pty Ltd: www.visa-aust.com.au	3273 2944
Vision International Forwarding Pty Ltd: www.visionint.com.au	3866 7900
Wallace International Pty Ltd: www.wallaceintl.com.au	3212 7233
WDM International: www.wdm.com.au	3621 7100
Williams Global Freight:	3267 0575
Wilson Logistics Pty Ltd: www.wilsonlogistics.com	3268 1855
World Cargo Traders:	3260 5588

Region	Shipping Lines	Agent	Phone (07)
Africa	CMA-CGM	ANL Container Line Pty Ltd	3233 2233
(east, west,	Evergreen Marine Corp	Evergreen Marine Australia	3237 7377
south)	HUAL	Seaway Agencies Pty Ltd	3839 3373
	"K" Line	"K" Line (Australia) Pty Ltd	3227 4900
	Lloyd Triestino	Evergreen Marine Australia	3237 7333
	Maersk Sealand	Maersk Sealand	3026 0111
	Malaysia International Shipping Corp	C Piesse & Co Pty Ltd	3902 7660
	Mediterranean Shipping Company	Mediterranean Shipping Co (Aust)	3831 2211
	MOL	Mitsui OSK Lines (Australia)	3211 2956
	Pacific International Lines	Pacific Asia Express Pty Ltd	3630 6100
	P&O Nedlloyd Lines	P&O Nedlloyd Ltd	3226 9222
	Safmarine	Safmarine Australia Pty Ltd	3026 0199
	Wallenius Wilhelmsen Lines	Wallenius Wilhelmsen Lines Aust	3000 7800
	Zim Integrated Shipping Services	Globe Star Shipping Pty Ltd	3105 7600
Europe	APL	APL Lines (Australia)	3218 2400
(incl UK, Baltic	China Ocean Shipping Company	Five Star Shipping & Agency Co	3215 1100
& Scandinavia	CMA-CGM	ANL Container Line Pty Ltd	3233 2233
	Contship Containerlines	Contship Containerlines Ltd	1300137443
	Evergreen Marine Corp	Evergreen Marine Australia	3237 7377
	Hamburg Sud	Hamburg Sud Australia Pty Ltd	3834 0400
	Hanjin Shipping	Flinders Shipping Agency Pty Ltd	3252 6800
	Hapag Lloyd	Hapag-Lloyd (Aust) Pty Ltd	3868 2137
	HUAL	Seaway Agencies Pty Ltd	3839 3373
	Lloyd Triestino	Evergreen Marine Australia	3237 7333
	Maersk Sealand	Maersk Sealand	3026 0111
	Malaysia International Shipping Corp	C Piesse & Co Pty Ltd	3902 7660
	Marfret	Adsteam Agency Pty Ltd	3252 1733
	Mediterranean Shipping Company	Mediterranean Shipping Co (Aust)	3831 2211
	MOL	Mitsui OSK Lines (Australia)	3211 2956
	NYK Line	NYK Line (Australia) Pty Ltd	3835 1811
	OOCL	OOCL Australia Pty Ltd	3899 3380
	P&O Nedlloyd Lines	P&O Nedlloyd Ltd	3226 9222
	Wallenius Wilhelmsen Lines	Wallenius Wilhelmsen Lines Aust	3000 7800
Mediterranean	China Ocean Shipping Company	Five Star Shipping & Agency Co	3215 1100
(incl Black Sea)	CMA-CGM	ANL Container Line Pty Ltd	3233 2233
	Consortia Hispania Lines	Hetherington Kingsbury Shipping	3257 0755
	Contship Containerlines	Contship Containerlines Ltd	1300137443
	Evergreen Marine Corp	Evergreen Marine Australia	3237 7377
	Hanjin Shipping	Flinders Shipping Agency Pty Ltd	3252 6800
	Hapag Lloyd	Hapag-Lloyd (Aust) Pty Ltd	3868 2137
	HUAL	Seaway Agencies Pty Ltd	3839 3373
	Lloyd Triestino	Evergreen Marine Australia	3237 7333
	Maersk Sealand	Maersk Sealand	3026 0111
	Malaysia International Shipping Corp	C Piesse & Co Pty Ltd	3902 7660
	Marfret	Adsteam Agency Pty Ltd	3252 1733
	Mediterranean Shipping Company	Mediterranean Shipping Co (Aust)	3831 2211
	MOL	Mitsui OSK Lines (Australia)	3211 2956

## Liner services by region – (Information from Port of Brisbane<sup>8</sup>)

<sup>&</sup>lt;sup>8</sup> Port of Brisbane: <u>www.portbris.com.au</u> More details can be obtained from this website

	NYK Line P&O Nedlloyd Lines	NYK Line (Australia) Pty Ltd P&O Nedlloyd Ltd	3835 1811 3226 9222
	Zim Integrated Shipping Services	Globe Star Shipping Pty Ltd	3105 7600
Middle East	ANL Container Line	ANL Container Line Pty Ltd	3233 2233
	APL	APL Lines (Australia)	3218 2400
	China Ocean Shipping Company	Five Star Shipping & Agency Co	3215 1100
	CMA-CGM	ANL Container Line Pty Ltd	3233 2233
	Contship Containerlines	Contship Containerlines Ltd	1300137443 3252 6800
	Hanjin Shipping Hapag Lloyd	Flinders Shipping Agency Pty Ltd Hapag-Lloyd (Aust) Pty Ltd	3868 2137
	Maersk Sealand	Maersk Sealand	3026 0111
	Malaysia International Shipping Corp	C Piesse & Co Pty Ltd	3902 7660
	Mediterranean Shipping Company	Mediterranean Shipping Co (Aust)	3831 2211
	MOL	Mitsui OSK Lines (Australia)	3211 2956
	NYK Line	NYK Line (Australia) Pty Ltd	3835 1811
	OOCL	OOCL Australia Pty Ltd	3899 3380
	Pacific International Lines	Pacific Asia Express Pty Ltd	3630 6100
	P&O Nedlloyd Lines	P&O Nedlloyd Ltd	3226 9222
	Regional Container Lines	RCL (Aust) Pty Ltd	3835 6888
New Zealand	ANZDL	Australia New Zealand Direct Line	132611
	Chief Container Service	Swire Shipping Agencies	3302 3300
	CMA-CGM	ANL Container Line Pty Ltd	3233 2233
	Contship Containerlines	Contship Containerlines Ltd	1300137443
	FESCO New Zealand Express Line	Fesco Lines Australia Pty Ltd	3832 1117
	Gearbulk IMT Lines	Beaufort Shipping Agency Co	3895 9272
	Hamburg Sud	Hamburg Sud Australia Pty Ltd	3834 0400
	Hapag Lloyd	Hapag-Lloyd (Aust) Pty Ltd	3868 2137
	Kiwi Car Carriers	Seaway Agencies Pty Ltd	3839 3373
	Maersk Sealand	Maersk Sealand	3026 0111
	Malaysia International Shipping Corp	C Piesse & Co Pty Ltd	3902 7660
	Marfret	Adsteam Agency Pty Ltd	3252 1733
	Oceanbridge	Aust-Asia Worldwide Shipping	3630 6166
	Pacific International Lines	Pacific Asia Express Pty Ltd	3630 6100
	P&O Nedlloyd Lines	P&O Nedlloyd Ltd	3226 9222
	Wallenius Wilhelmsen Lines	Wallenius Wilhelmsen Lines Aust	3000 7800
North America	ANZDL	Australia New Zealand Direct Line	132611
East Coast	APL	APL Lines (Australia)	3218 2400
(incl US Gulf)	CMA-CGM	ANL Container Line Pty Ltd	3233 2233
	Contship Containerlines	Contship Containerlines Ltd	1300137443
	C&S Shipping	C&S Shipping Agency Pty Ltd	3899 4511
	Evergreen Marine Corp	Evergreen Marine Australia Pty Ltd	3237 7377
	Hamburg Sud	Hamburg Sud Australia Pty Ltd	3834 0400
	Hanjin Shipping	Flinders Shipping Agency Pty Ltd	3252 6800
	HUAL	Seaway Agencies Pty Ltd	3839 3373
	Maersk Sealand	Maersk Sealand	3026 0111
	Marfret Mediterranean Shipping Company	Adsteam Agency Pty Ltd Mediterranean Shipping Co (Aust)	3252 1733 3831 2211
	NYK Line	NYK Line (Australia) Pty Ltd	3835 1811
	OOCL	OOCL Australia Pty Ltd	3899 3380
	P&O Nedlloyd Lines	P&O Nedlloyd Ltd	3226 9222
	Safmarine	Safmarine Australia Pty Ltd	3026 0199
	Wallenius Wilhelmsen Lines	Wallenius Wilhelmsen Lines Aust	3000 7800
	- 2		

	Zim Integrated Shipping Services	Globe Star Shipping Pty Ltd	3105 7600
North America West Coast	ANL Container Line ANZDL APL Contship Containerlines Evergreen Marine Corp FESCO New Zealand Express Line Gearbulk IMT Lines Hamburg Sud Hanjin Shipping Hapag Lloyd HUAL Indotrans Pacific Maersk Sealand Mediterranean Shipping Company NYK Line OOCL P&O Nedlloyd Lines	ANL Container Line Australia New Zealand Direct Line APL Lines (Australia) Contship Containerlines Ltd Evergreen Marine Australia Fesco Lines Australia Pty Ltd Beaufort Shipping Agency Co Hamburg Sud Australia Pty Ltd Flinders Shipping Agency Pty Ltd Hapag-Lloyd (Aust) Pty Ltd Seaway Agencies Pty Ltd Swire Shipping Agencies Maersk Sealand Mediterranean Shipping Co (Aust) NYK Line (Australia) Pty Ltd OOCL Australia Pty Ltd P&O Nedlloyd Ltd	3233 2233 132611 3218 2400 1300137443 3237 7377 3832 1117 3895 9272 3834 0400 3252 6800 3868 2137 3839 3373 3302 3300 3026 0111 3831 2211 3835 1811 3899 3380 3226 9222
	Wallenius Wilhelmsen Lines Zim Integrated Shipping Services	Wallenius Wilhelmsen Lines Aust Globe Star Shipping Pty Ltd	3000 7800 3105 7600
North and East Asia	ANL Container Line APL China Ocean Shipping Company China Shipping Container Lines Evergreen Marine Corp FESCO Asia Line	ANL Container Line APL Lines (Australia) Five Star Shipping & Agency Co China Shipping (Aust) Agency Co Evergreen Marine Australia Fesco Lines Australia Pty Ltd	3233 2233 3218 2400 3215 1100 3832 3449 3237 7377 3832 1117
	FESCO New Zealand Express Line Hamburg Sud Hanjin Shipping Hapag Lloyd HMM HUAL "K" Line Kiwi Car Carriers	Fesco Lines Australia Pty Ltd Hamburg Sud Australia Pty Ltd Flinders Shipping Agency Pty Ltd Hapag-Lloyd (Aust) Pty Ltd Hetherington Kingsbury Shipping Seaway Agencies Pty Ltd "K" Line (Australia) Pty Ltd Seaway Agencies Pty Ltd	3832 1117 3834 0400 3252 6800 3868 2137 3257 0755 3839 3373 3227 4900 3839 3373
	Lykes Lines Maersk Sealand Malaysia International Shipping Corp Mediterranean Shipping Company MOL NYK Line	Lykes Australia Pty Ltd Maersk Sealand C Piesse & Co Pty Ltd Mediterranean Shipping Co (Aust) Mitsui OSK Lines (Australia) NYK Line (Australia) Pty Ltd	1300785955 3026 0111 3902 7660 3831 2211 3211 2956 3835 1811
Pacific Islands	OOCL Pacific International Lines P&O Nedlloyd Lines Project Asia Services Spliethoff Wallenius Wilhelmsen Lines Zim Integrated Shipping Services ANL Pacific Express ANZDL Asia Pacific Islands Line Chief Container Service CMA-CGM FESCO New Zealand Express Line	OOCL Australia Pty Ltd OOCL Australia Pty Ltd Pacific Asia Express Pty Ltd P&O Nedlloyd Ltd Horizon Shipping Agencies Asiaworld Shipping Services Wallenius Wilhelmsen Lines Aust Globe Star Shipping Pty Ltd ANL Container Line Australia New Zealand Direct Line Swire Shipping Agencies Swire Shipping Agencies ANL Container Line Fesco Lines Australia Pty Ltd	3835 1811 3899 3380 3630 6100 3226 9222 3332 8558 3839 4235 3000 7800 3105 7600 3233 2233 132611 3302 3300 3202 3300 3233 2233 3832 1117

	Hamburg Sud	Hamburg Sud Australia Pty Ltd	3834 0400
	HUAL	Seaway Agencies Pty Ltd	3839 3373
	Kambara Kisen	Seaway Agencies Pty Ltd	3839 3373
	Moana Shipping	Seaway Agencies Pty Ltd	3839 3373
	Neptune Shipping Line	Neptune Shipping Agency	3332 8560
	New Guinea Pacific Line	Swire Shipping Agencies	3302 3300
	Pacific Direct Line	Neptune Shipping Agency	3332 8560
	Pacific Forum Line	Swire Shipping Agencies	3302 3300
	P&O Nedlloyd Lines	P&O Nedlloyd Ltd	3226 9222
	Project Asia Services	Horizon Shipping Agencies	3332 8558
	Reef Shipping	Hetherington Kingsbury Shipping	3257 0755
	Sofrana Lines	Sofrana Shipping Agency Pty Ltd	3854 0711
	Wallenius Wilhelmsen Lines	Wallenius Wilhelmsen Lines Aust	3000 7800
	Zim Integrated Shipping Services	Globe Star Shipping Pty Ltd	3105 7600
South America		Australia New Zealand Direct Line	132611
(East & West	CMA-CGM	ANL Container Line Pty Ltd	3233 2233
Coast)	Evergreen Marine Corp	Evergreen Marine Australia	3237 7377
Coasi	Hamburg Sud	Hamburg Sud Australia Pty Ltd	3834 0400
	Maersk Sealand	Maersk Sealand	3026 0111
	Mediterranean Shipping Company	Mediterranean Shipping Co (Aust)	3831 2211
	P&O Nedlloyd Lines	P&O Nedlloyd Ltd	3226 9222
	Safmarine	Safmarine Australia Pty Ltd	3026 0199
	Wallenius Wilhelmsen Lines	Wallenius Wilhelmsen Lines Aust	3000 7800
	Zim Integrated Shipping Services	Globe Star Shipping Pty Ltd	3105 7600
	Zim integrated Shipping Services	Globe Star Shipping Fity Etd	31037000
Indian	ANL Container Line	ANL Container Line	3233 2233
Subcontinent	APL	APL Lines (Australia)	3218 2400
	China Ocean Shipping Company	Five Star Shipping & Agency Co	3215 1100
	Hanjin Shipping	Flinders Shipping Agency Pty Ltd	3252 6800
	Hapag Lloyd	Hapag-Lloyd (Aust) Pty Ltd	3868 2137
	Lloyd Triestino	Evergreen Australia Pty Ltd	3237 7333
	Maersk Sealand	Maersk Sealand	3026 0111
	Malaysia International Shipping Corp	C Piesse & Co Pty Ltd	3902 7660
	Mediterranean Shipping Company	Mediterranean Shipping Co (Aust)	3831 2211
	MOL	Mitsui OSK Lines (Australia)	3211 2956
	NYK Line	NYK Line (Australia) Pty Ltd	3835 1811
	OOCL	OOCL Australia Pty Ltd	3899 3380
	Pacific International Lines	Pacific Asia Express Pty Ltd	3630 6100
	P&O Nedlloyd Lines	P&O Nedlloyd Ltd	3226 9222
	Regional Container Lines	RCL (Aust) Pty Ltd	3835 6888
	Zim Integrated Shipping Services	Globe Star Shipping Pty Ltd	3105 7600
Oswik Essi			
South East	ANL Container Line	ANL Container Line	3233 2233
Asia	APL	APL Lines (Australia)	3218 2400
	Austral Asia Line	Horizon Shipping Agencies	3332 8558
	China Ocean Shipping Company	Five Star Shipping & Agency Co	3215 1100
	China Shipping Container Lines	China Shipping (Aust) Agency Co	3832 3449
	Contship Containerlines	Contship Containerlines Ltd	1300137443
	Djakarta Lloyd	Djakarta Lloyd Agencies (Aust)	1800265352
	Evergreen Marine Corp	Evergreen Marine Australia	3237 7377
	Hamburg Sud	Hamburg Sud Australia Pty Ltd	3834 0400
	Hanjin Shipping	Flinders Shipping Agency Pty Ltd	3252 6800
		Hapag-Lloyd (Aust) Pty Ltd	3868 2137
	"K" Line	"K" Line (Australia) Pty Ltd	3227 4900

Lloyd Triestino Maersk Sealand	Evergreen Australia Pty Ltd Maersk Sealand	3237 7333 3026 0111
Malaysia International Shipping Corp	C Piesse & Co Pty Ltd	3902 7660
Mediterranean Shipping Company	Mediterranean Shipping Co (Aust)	3831 2211
MOL	Mitsui OSK Lines (Australia)	3211 2956
New Guinea Pacific Line	Swire Shipping Agencies	3302 3300
NYK Line	NYK Line (Australia) Pty Ltd	3835 1811
OOCL	OOCL Australia Pty Ltd	3899 3380
Pacific International Lines	Pacific Asia Express Pty Ltd	3630 6100
P&O Nedlloyd Lines	P&O Nedlloyd Ltd	3226 9222
Regional Container Lines	RCL (Aust) Pty Ltd	3835 6888
Wallenius Wilhelmsen Lines	Wallenius Wilhelmsen Lines Aust	3000 7800
Zim Integrated Shipping Services	Globe Star Shipping Pty Ltd	3105 7600

# **Airline Contacts**

Airlines	Website	Phone (07)
Air Nauru	www.airnauru.com.au	3229 6455
Air New Zealand	www.airnz.com.au	3860 4133
Air Niugini	www.airniugini.com.pg	3860 4161
Air Pacific	www.airpacific.com	3860 4203
Air Vanuatu	www.airvanuatu.com.au	3221 2566
Aircalin	www.aircalin.nc	3210 6965
Cathay Pacific Airways	www.cathaypacific.com.au	3860 5387
Emirates Skycargo	www.sky-cargo.com	3307 9999
EVA Airways	www.evaair.com	3860 5552
Freedom Air	www.freedomair.com	1800 122000
Garuda Indonesia	www.garuda-indonesia.com	3210 0688
Japan Airlines	www.jal.co.jp/en/jalcargo	3860 5257
Jecraft Aviation	www.jetcraft.com.au	3274 1241
Korean Air	www.koreanair.com	3860 5222
Malaysia Airlines	www.malaysiaairlines.com.au	3860 4801
Norfolk Jet Express	www.norfolkjet.com.au	3221 6677
Qantas Airways	www.qantas.com.au	3860 8880
Royal Brunei Airlines	www.bruneiair.com	3017 5010
Singapore Airlines	www.siacargo.com	3860 4528
Solomon Airlines	www.solomonairlines.com.au	3860 4228
Thai Airways International	www.thaicargo.com	3860 4755

# 6.9 Industry specific information

## 6.9.1 Guide to Exporting Wine

The quality of Queensland wines is now recognised as among the best in Australia. Overseas exports are increasing, particularly to international markets seeking premium quality boutique wines.

#### **Queensland Wine Exports**

Over the past 3 years Queensland Wines have been exported to the USA, UK, Hong Kong, Korea, Japan, Canada, Switzerland, Philippines, Taiwan, Singapore and the Netherlands, Iceland, New Zealand, China.

#### Target markets

The Wine Industry Development Division in partnership with the Department of Premier and Cabinet's Trade Division have a number of activities planned to assist both ready and emerging wine producers.

Target markets for 2005/6 are Japan and Korea. Details of activities are outlined on the Queensland Wine Industry Development Strategy.

#### Australia

Australia is the world's seventh largest wine producer, crushing over 1.15 million tonnes of grapes in 1999-2000 to produce 806.4 million litres of wine. The yield for 2000-2001 is estimated at 1.43 million tonnes, an increase of 25 per cent on the previous year.

AWEC also supports promotional programs for Australian wine, which are delivered through Wine Importer Committees in Singapore, Malaysia and Hong Kong.

The Australian Wine Export Council Adelaide SA 5000 PO Box 2733 Kent Town SA 5071 Ph: +61 8 8228 2040 Fax: +61 8 8228 2048 E-mail: awec@awec.com.au

## When is compliance with the Export Regulations necessary?

If an export shipment of Australian wine or brandy exceeds 100 litres (regardless of the quantity of each individual product) full compliance with the regulations is required and you will need an export licence.

To obtain an export licence an application form must be completed. The application form is available from the AWBC and is included with the 'Guide to Export' (www.awbc.com.au). There are certain prescribed criteria that are taken into consideration when assessing the application. They include the financial standing of the applicant; the applicant's ability to obtain grape products from Australian suppliers, and other matters applicable to the applicant's experience relating to the promotion of wine, including any that may adversely affect the export of wine. The applicant must have a place of business in Australia.

#### You need approval for each product

One of the objectives of the AWBC is to ensure that Australian wines intended for export are sound and merchantable and do not detract from the established reputation Australian wine exporters have developed. This is achieved by preventing the export of wines that have faults.

The AWBC maintains a panel of wine inspectors of the highest integrity, qualification and experience. The inspectors are industry members and ideally have experience in wine show judging at a regional or state level. The inspectors are rostered in pairs; one inspector must have a technical/winemaking background, whilst the other may have a commercial background in wine sales or marketing.

The process for obtaining continuing approval involves sending two finished samples to the AWBC, accompanied by copies of the labels and by a Continuing Approval Application (enclosed within the 'Guide to Export'). The wine undergoes several examinations. The labelling and analytical detail provided is checked for compliance with domestic requirements, including the blending regulations. Compliance with the Australia New Zealand Food Standards Code (FSC) is required where the import market has no requirements that conflict with the FSC. Where the destination country has specific requirements, the product must comply with the import markets requirements and with the FSC in every other respect. Finally the product is masked and presented to the wine inspectors for a sensory evaluation.

Following the evaluation the inspectors must satisfy themselves that the wine reasonably reflects the grape varieties claimed on the label, that there is nothing on the label or certificate which is questionable in light of their evaluation, and may require a subsequent independent analysis if necessary. A wine may be rejected if, in the inspector's judgement, it is faulty. An exporter may resubmit the wine for a second evaluation by a different panel of inspectors.

Approval for bottled product is granted for 12 months. Wine in alternative packaging (including bulk wine) is approved for 3 months (6 months in the case of fortified wine).

# 6.9.2 Boat Building

The main exporters of boats in Queensland are Riviera, Quintrex and Mustang.

The boat building cluster on the Gold Coast is centred on the Coomera River at the Marine Precinct with a new development yet to be completed at Murarrie in Brisbane.

Queensland is becoming a major exporter of boats with boats varying from family, fishing boats to power cruisers and sail boats up to 30 metres. The technology for boat building in Australia is a leader in world's best practice and the industry is faced with many challenges not the least of which is logistics and getting their product to overseas markets. Many boats have to be shipped as deck freight, which could be expensive whilst others can be made to fit into shipping containers and be exported as FCL.

Exporters have to be aware of the dangerous goods regulations when exporting boats and not have fuel tanks filled with petrol or diesel. Any timber packing must have been certified as fumigated before despatch from Australia to certain countries (see AQIS web site www.affa.gov.au). As far as protection of the craft is concerned, exporters should consider specialised cradles if boats are to go deck freight and shrink wrapping to protect against the elements of salt water and humidity.

Exporters should consider the importing country's requirements and documentation and check the necessity of CVOs and COs for a particular country. More importantly, exporters should check with Austrade to see if there are any special quotas, which may be imposed regarding value of craft and limits on quantity.

A helpful web site is <u>www.amif.asn.au</u>

# 6.9.3 Guide to Exporting Cosmetics

Ingredients in cosmetics are regulated by <u>the</u> National Industrial Chemicals Notification & Assessment Scheme (NICNAS) or the Therapeutic Goods Administration (TGA). Products are determined to be either "cosmetics" or "therapeutic goods" based on two factors: the composition of the product and the proposed use of the product. (Example: **Cosmetics-** Deodorant. **Therapeutic-** Anti-perspirant)

The labelling of cosmetic products is regulated by the Australian Competition and Consumer Commission (ACCC): <u>http://www.tga.gov.au</u>

Certain substances are subject to export controls under customs import/export legislation, requiring an annual licence and permit. A list of these can be found at:

http://www.tga.gov.au/docs/html/bringmed/customs.htm#permission

Therapeutic goods, which are intended to be exported from Australia for commercial supply, must first be included in the Australian Register of Therapeutic Goods (ARTG) in the name of the sponsor of the goods.

In the case of medicines intended for sale overseas, a key issue for commercial suppliers is whether the goods are intended SOLELY for export or intended for supply in Australia as well as export. Medicines intended solely for export are required to be listed (not registered) on the ARTG before export. If the goods for export are already available in Australia, they will be on the ARTG, and you can export them without further regulation, provided that you are either the sponsor or the agent of the sponsor.

Following listing or registration in the ARTG, a sponsor may apply to the TGA for an export certificate to be issued for the product. The TGA, as part of its responsibilities under the WHO Certification Scheme, issues Certificates of a Pharmaceutical Product (CPP) to commercial exporters.

Information from NICNAS - http://www.nicnas.gov.au:

- Many ingredients in cosmetic products are classed as industrial chemicals, even those described as naturally occurring.
- If you import and/or manufacture chemicals or chemical products, you may need to comply with Australian Government legislation governing chemicals assessment and registration. The national scheme for the assessment and registration of industrial chemicals is the (NICNAS).
- Australian Inventory of Chemical Substances (AICS) is a tool that lists all industrial chemicals available for use in Australia. This can provide information on any conditions or restrictions that may apply to chemicals that are imported and/or manufactured and exported. AICS is maintained under NICNAS.
- Certain hazardous industrial chemicals are subject to national and international import and export controls. The PIC procedure of Rotterdam Convention applies to: (a) Banned or severely restricted chemicals; and (b) Severely hazardous pesticide formulations. Of the total of 41 chemicals

currently subject to the PIC procedure 11 are industrial chemicals. Exporting parties need to take appropriate measures to comply with decisions taken by importing parties, in order to ensure that a chemical listed in annex III is not exported to an importing party that has decided not to import it.

• The Rotterdam Convention: http://www.nicnas.gov.au/Treaties/Rotterdam\_Convention.asp

Information from ACCC - http://www.accc.gov.au:

- The mandatory information standard applies to cosmetics and toiletries manufactured in or imported into Australia after 31 October 1993. The following goods are exempt from the mandatory information standard:
  - therapeutic goods within the meaning of the *Therapeutic Goods Act 1989;* or
  - o cosmetics/toiletries manufactured in Australia for export; or
  - free samples of cosmetic/toiletry products; or
  - o testers of a cosmetic/toiletry product.

# 6.9.4 Guide to Exporting Works of Art

To export works of art meaning paintings and sculptures, specialised freight forwarders are available to undertake the task of organise the exporting of these commodities. Works of art can be shipped by either sea or air freight depending on the size. In the case of paintings special consideration should be given to whether or not the artwork is shipped stretched over the frame or rolled and re-stretched overseas. Many artists prefer to send paintings as stretched on a frame.

Consideration must be given for protection of the artwork in terms of accidental banging, dropping, as well as humidity and temperature fluctuations hence it is important to have correct packing – your forwarding agent can advise on this. Some works of art are of the size where it is not feasible to send them air freight so sea freight is a consideration. Check with your shipping agent as to the appropriate TEU.

In some countries wooden artefacts may be subject to Quarantine regulations and it would advisable for exporters to check first before exporting.

It is not always easy for an exporter of paintings and sculptures to apply for an ATA carnet. Checking with your export adviser is important.

Australian Customs Service.	
Customs	
Sue Hines, Supervisor Tariff & Exports	Sue.hines@customs.gov.au
Phone 07 3835 3378	
Customs	
Julieanne Stratford	Julieanne.stratford@customs.gov.au
Community Protection Policy	
Phone 02 6275 6114	
Cultural Heritage Unit at	Phone 02 6274 1810
Dpt Environment & Heritage	Fax 02 6274 2731
	Movable.heritage@deh.gov.au
	www.deh.gov.au/heritage/awh/movable/index.html
Kevin Wohlers	
Director	
Peter Mitchell	
Deputy Director	
Glen Schwinghammer	
Policy Officer	

The export of Australian indigenous art requires special licences from the Australian Customs Service.