



MALDIVES CUSTOMS SERVICE

WCO A/P ADB Joint Sub-regional
TRAIN-THE-TRAINER Workshop
on Customs Valuation,
Colombo, Srilanka on 3 - 7 February, 2014

Content:

- Main Functions
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- Mission & Vision
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- Valuation & Documentation
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Main functions under Customs Act 8/2011

- To administer all functions relating to the collection and declaration of import/export revenue and statistics.

- To monitor and control the movement of passengers, goods and conveyance arriving in and departing from the Republic of Maldives



Customs Offices



Northern
Regional



Central
Regional



Southern
Regional

Central Customs

**Male' Commercial
Harbour**



**Air Cargo
Ibrahim Nasir
International Airport**



**Maldives Customs Service
Head Office**



Regional Customs

Nothern Region

H.A Uligan
(3 staff)

K. Thulusdhoo
(8 staff)

H.Dh.Hanimadhoo
(6 staff)

H.Dh. Kulhudufushi
(22 staff)

K. Thilafushi
(25 staff)

Southern Region

L. Gan Customs
(9 staff)

S. Hithadhoo
(10 staff)

South Regional head
office (9 staff)

G.A. Villingili
(9 staff)

S. Gan Customs
(12 staff)



Customs Mission & Vision

Mission

To become a world-class Customs service that fully reflects national and international standards and best practices, in contributing to border protection and trade facilitation



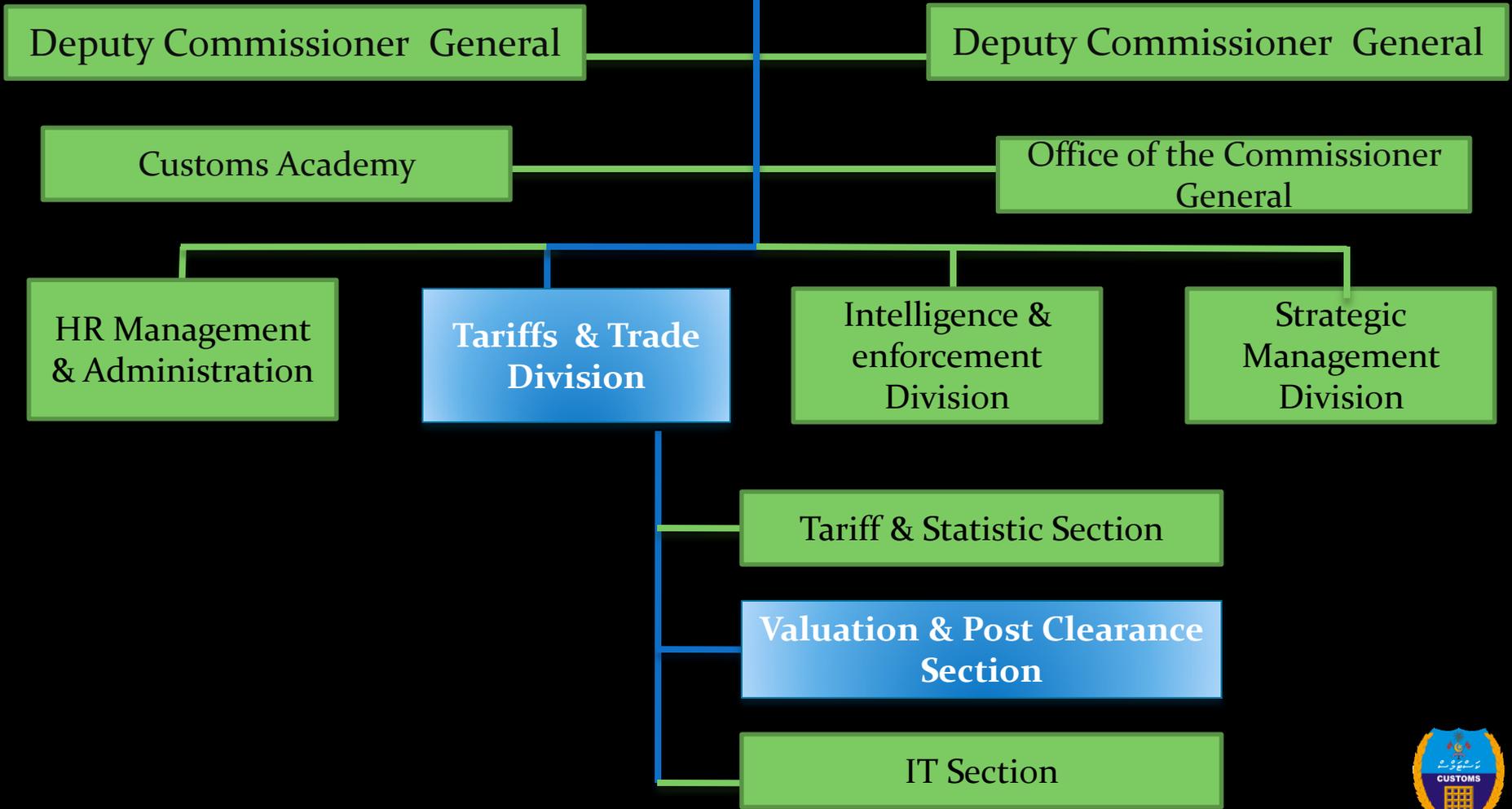
Vision

To guard and protect the Maldives national borders from smuggling of narcotics, contraband and against other illegal cross-border activities, by steadfastly enforcing the laws of the Maldives while fostering economic security through facilitation of legitimate trade and travel.



Organizational Structure – Strategic Tier

Commissioner General (CG)



Organizational Structure – Operational Tier

Commissioner General (CG)

Internal Audit

Deputy Commissioner General

Customs Academy

Office of the Commissioner General

Northern Regional Customs

Central Customs

Southern Regional Customs

Sea Port Division
Male' Commercial Harbour

Airport Division
Ibrahim Nasir International Airport

Valuation &
Documentation Section

Air Cargo Section



Valuation & Documentation

Import Declarations processed / Revenue Collected

- 39,264
- Rf 1.3 billion (\$102 million)

Implementation of:

- Customs Act, (11th May 2011)
- Implementation of GATT VII

Transaction Value
Method

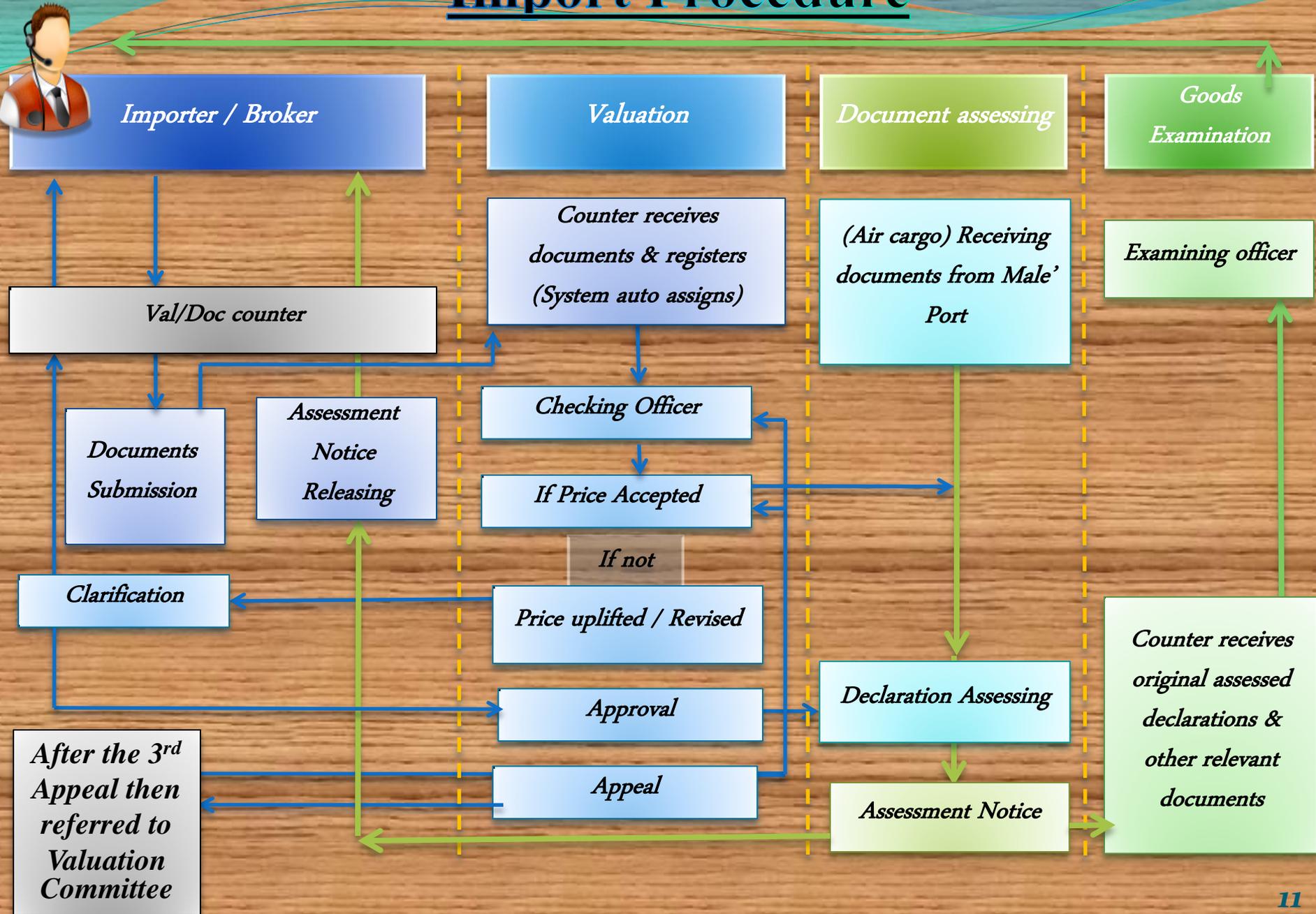
• 75% - 80%

Alternative
Methods

• 25% - 20%



Import Procedure



Valuation & Post Clearance Audit

History & Current Situation

- Established on 20 September 2011
- Main functions, Policy making & Conducting Post clearance Audit (works as a controlling mechanism)

Types of Audits

- Desk audit & Field audit
- System & Manual



POST CLEARANCE AUDIT PROCEDURE (PCA)



Audit Methods

Desk Audit – Declarations Audited by the end of year 2013.

	NO. OF FORMS ASSESSED	NO. OF FORMS AUDITED	AUDITED %	NO. OF FORMS ERRORED	ERROR %
TOTAL	130343	26313	20.19	2978	11.32

Field Audit – Declarations Audited in year 2013

IMPORTERS HIT FOR AUDITING	IMPORTERS VISITED	IMPORTERS COMPLETED AUDITING	CASES REFERED TO INVESTIGATION
07	07	06	01



Common errors identified in PCA

- Classification & rate
- Quantity
- FOB/CIF & CNF
- Other Charges
- Undervaluation
- Description
- Consignee
- Currency

About 90% of the errors identified were classification errors

PROBLEMS / CHALLENGES ON VALUATION CONTROL

WEAK COORDINATIONS & COOPERATIONS FROM OTHER COMPETENT AUTHORITIES

INFORMAL BUSINESS PRACTICES

WEAKNESS IN THE EXISTING RULES AND REGULATIONS

LACK OF EXPERTISE, VALUATION, AUDIT, CLASSIFICATION & ACCOUNTING

LIMITED KNOWLEDGE IN TRADERS / CUSTOMS BROKERS

Targets To be achieved

Development of
traders risk
profiles

Development of
electronic system for
field audit
(for targeting)

Development of
annual/ monthly
working plan

RECOMMENDATIONS



Increase Man power & other resources



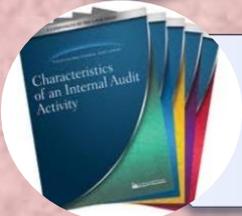
Trainings for staff development



Enhancing knowledge on International trade



Expansion of the audit to third parties



Pre- Audit Surveys

A stack of white envelopes is shown against a black background. The top envelope is slightly offset to the right, revealing a white card with a double-line border. The card has the words "thank you" printed in a simple, lowercase, serif font. Below the text, there are two horizontal lines, the top one being longer than the bottom one. The envelopes are stacked, with the top one being the most prominent.

thank
you