



**Realise the strategic**  
*potential of customs*

# The Ins and Outs of Inward Processing

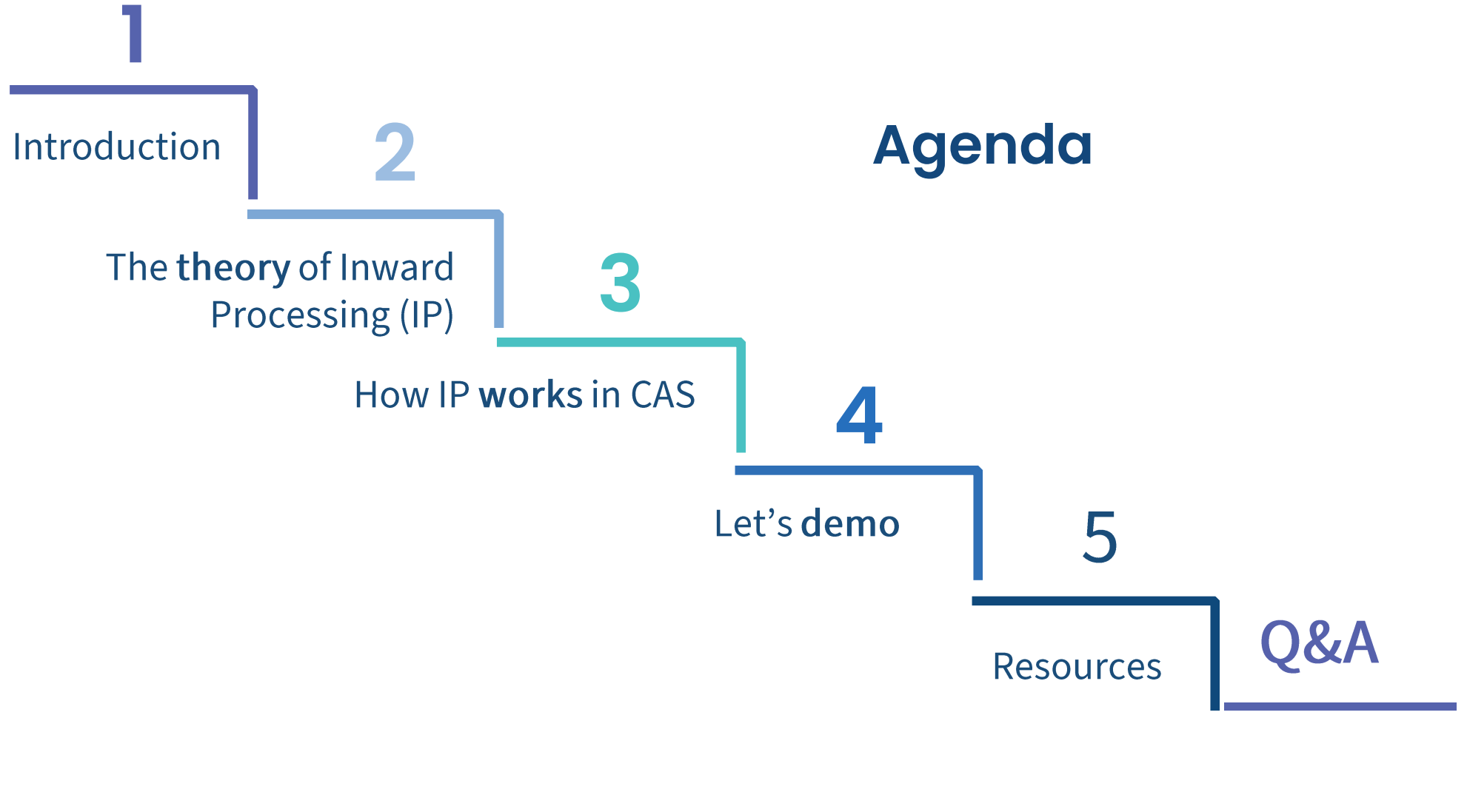
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# Housekeeping rules

- 1  
» Microphones are muted
- 2  
Please join in on the poll questions  
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- 3  
» Use the Q&A section to submit any questions during the session
- 4  
A recording will be made available after the webinar  
«





# C4T panel



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**Rudi Du Bois**

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**Wim Verbeeck**

*Director of Technical  
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**Customs4trade**



# Poll Question 1

Does your organisation currently have an IP authorisation?

- A) Yes
- B) No
- C) In process





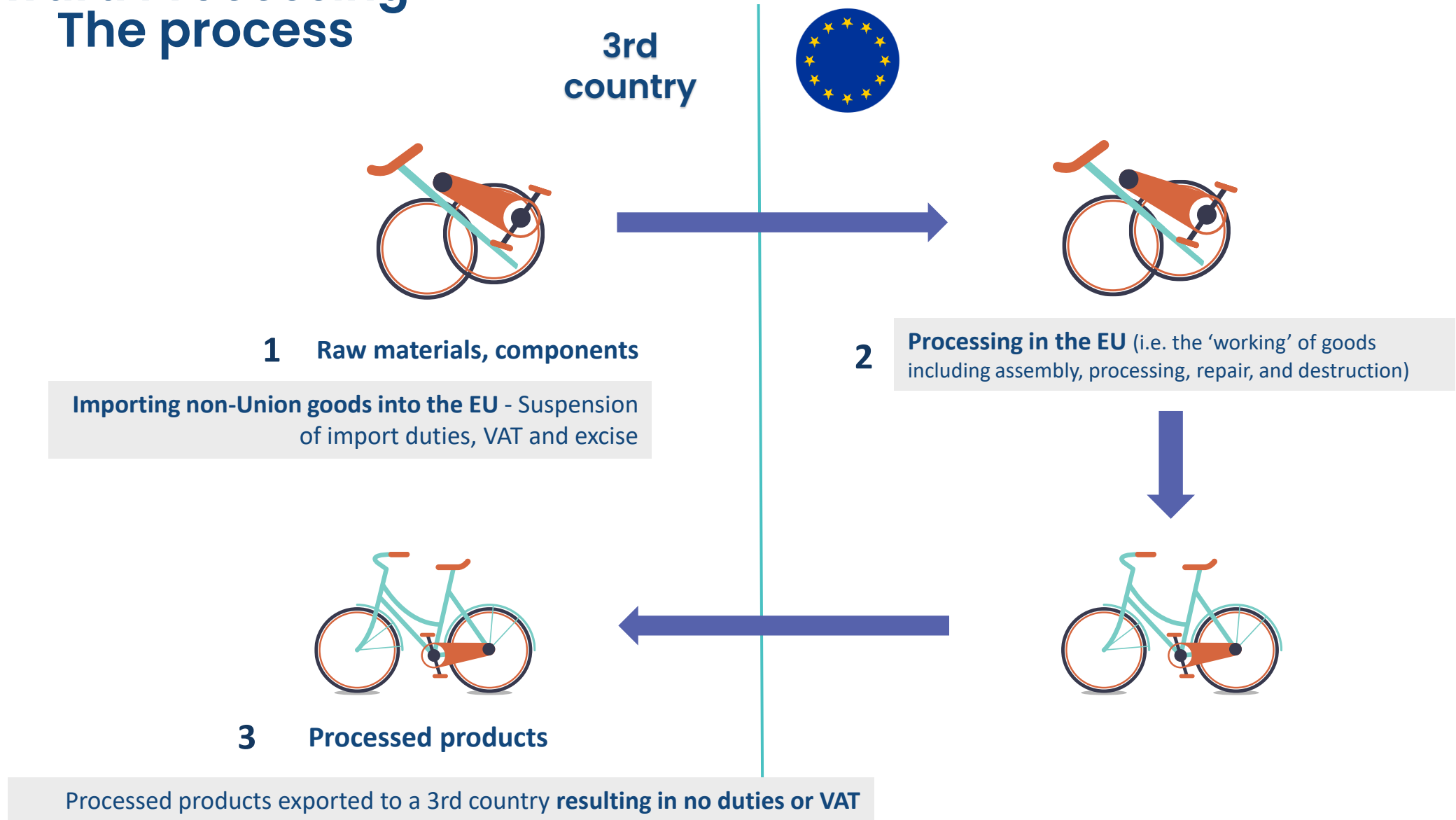
# Customs Theory

## Inward Processing (IP)

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# Inward Processing – The process





## Checklist for IP process

- » Receive **authorisation** from customs (a license)
- » Lodge **customs declaration** to bring goods under a special procedure
- » Creates a **customs debt** (liability to eventually pay import duties and taxes)
- » **Guarantee** to cover the customs debt
- » **Discharge the goods** from the procedure
  - By releasing the goods for free circulation
  - By putting the goods under another customs regime/special procedure
  - By exporting the processed product
  - Requires a customs declaration
- » **Discharge report**

# The financial impact



Customs duties payable if processed product stays in the EU / UK

Calculating import duties: 2 possible methods of choice (except if antidumping applies)

## Method One

- Import duties calculated on **value of the imported (raw) material** (e.g. oranges)
- The value of the imported material is € 5000
- Duty rate for the commodity code of the imported material is 5%
- The import duties are  $€ 5000 \times 5\% = € 250$

## Method Two

- Import duties calculated on **value of the processed product** (e.g. juice)
- The value of the processed product is € 9000
  - Duty rate for the commodity code of the processed product is 10%
  - The import duties are  $€ 9000 \times 10\% = € 900$

Method One is the least expensive



## Poll Question 2

How do you manage the reporting requirements for Inward Processing?

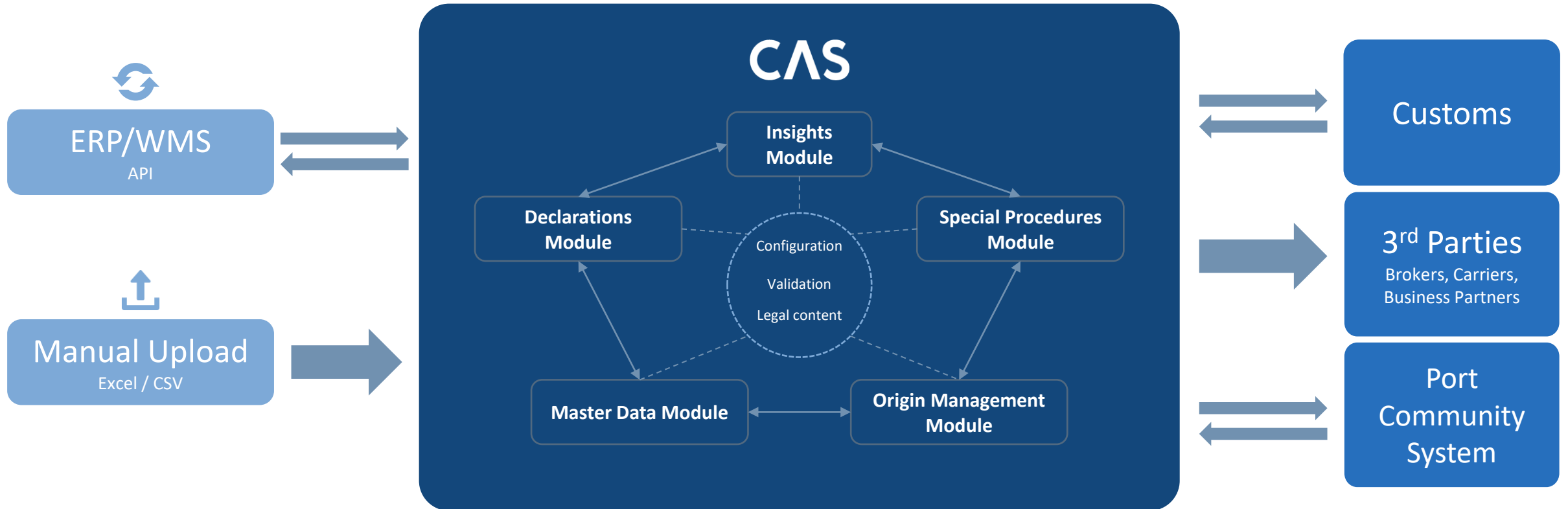
- A) We use a spreadsheet
- B) We use a customs management solution
- C) It's built into our ERP
- D) We don't currently run IP



# How IP works in CAS

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# How does it work?



1

The Inward Processing authorisation details are entered into the CAS system.



2

Customs declarations are processed in CAS into the Inward Processing Regime.

The declaration data can be ingested by Excel upload or directly via an API.



4

CAS can then release Goods into Free Circulation, put the goods into another Customs Regime or create an export declaration.

3

CAS will handle the Inward Processing administration, managing stocks and writing off goods according to Material Lists and Formulas.

CAS also holds the Customs Comprehensive Guarantee Details.



## Poll Question 3

Would you consider requesting an IP authorisation?

- A) Yes
- B) No
- C) Already authorised





# Demo time

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## Poll Question 4

Do you think there is a business case within your organisation for Inward Processing?

- A) Yes
- B) No
- C) Needs further investigation



# Q&A

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# IP Resources



[Special Procedures landing page](#)



[Special Procedures e-book](#)



[How Customs Special Procedures facilitate trade & save on duty costs whitepaper](#)



[The Ins and Outs of Inward and Outward Processing Whitepaper](#)



[How does Inward Processing work in CAS video](#)





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