



MÉXICO
GOBIERNO DE LA REPÚBLICA

MEXICO EXPORT CONTROL UPDATE IN THE CONTEXT OF LATIN AMERICA

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- Mexico's Trade Policy
 - Trade Facilitation in Mexico
 - Mexican Export Control System
 - Future plans: impact in the Latin American Zone
 - Final considerations



- Has preferential access to 44 economies across 12 FTAs.
- Is an exporter of manufactured goods that requires a significant amount of aggregate value.
- Has developed new business partners, a fact that increases the volume of trade grows steadily.

All of this implies huge challenges in trade facilitation strategies.



2008 – 2013

The Government of Mexico has always tried to create an optimal environment for trade facilitation, mainly through the following lines of action :

- › Tariff Reduction (armonized system)
- › Elimination of Exception Programs
- › Simplification of procedures of foreign trade and customs operation
- › Implementation of a Single Window project in Mexico

TRADE FACILITATION STRATEGY



Understand
information
as a public
right



ventanilla única

Mexican Single
Window



Strengthening
schemes for
dialogue with
business

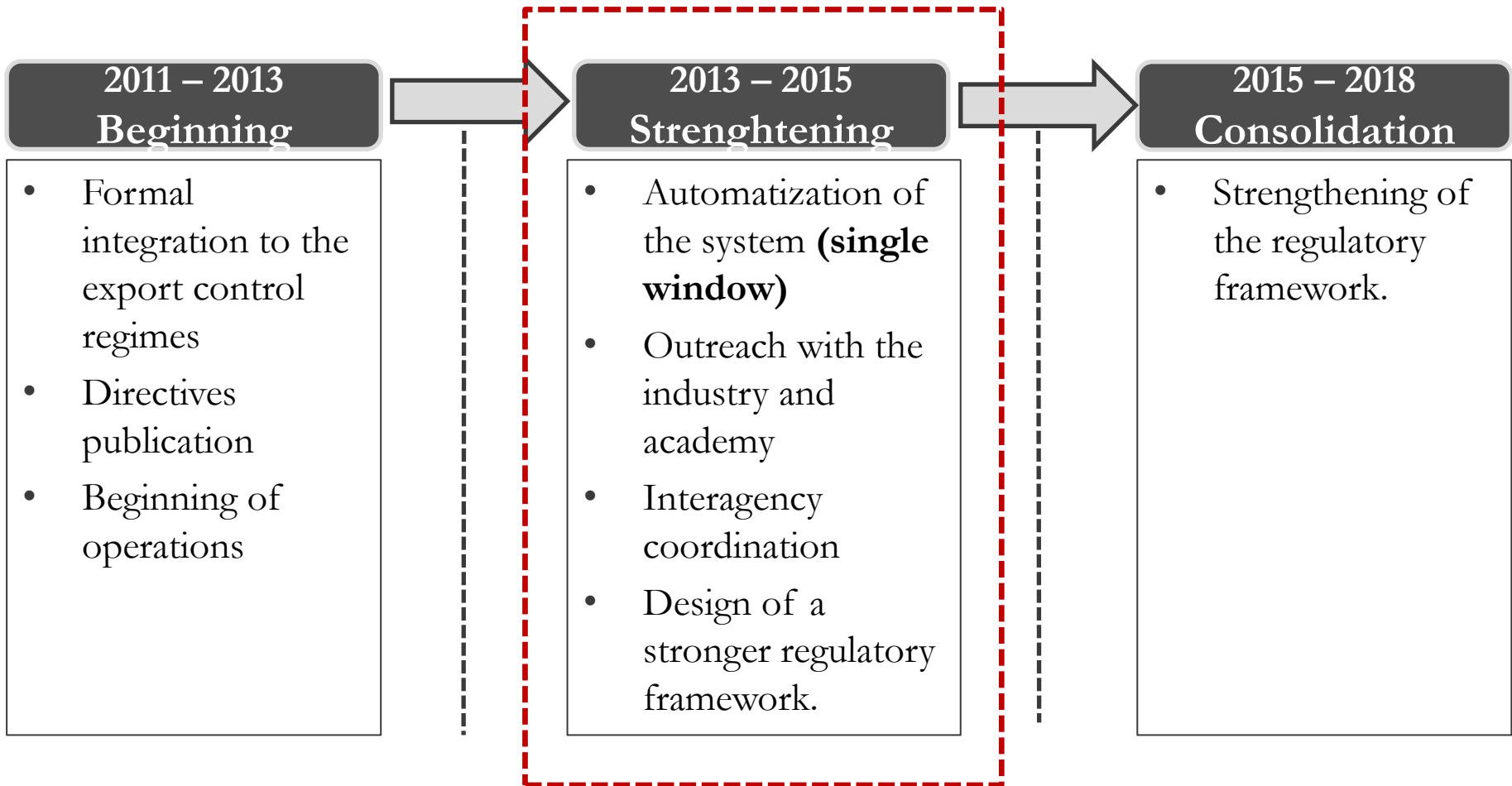


Strengthening
and
consolidation
of the Export
Control System



Transparency
and
accountability

STAGES



International Commitments

- Arms Trade Treaty (ATT)
- Biological Weapons Convention (BWC)
- Chemical Weapons Convention (CWC)
- Non-Proliferation of Nuclear Weapons Treaty (NPT)
- Comprehensive Nuclear Test-Ban Treaty (CTBT)
- Treaty for the Proscription of Nuclear Weapons in Latin America and the Caribbean (Tlatelolco Treaty)
- Member of the International Atomic Energy Agency
- UN Security Council Sanctions to States, entities or specific actors

RELATED ITEMS

National Laws and Regulations

LAWS

- Foreign Trade Law
- Federal Law of Firearms and Explosives
- Federal Law for the Control of Chemical Substances susceptible of Diversion for the Manufacture of Chemical Weapons
- Act Regulating Article 27 of the Constitution in Nuclear Matters

DIRECTIVES

[CONTROL LISTS]

- (1) DIRECTIVE.- **Ministry of Economy:** Conventional weapons, their parts and components, dual-use goods, software and technologies susceptible of diversion for the manufacture and proliferation of conventional weapons and weapons of mass destruction (previous export license).- Control Lists: WA/NSG/AG.
- (2) DIRECTIVE.- **Ministry of Energy:** Nuclear fuel and related commodities (previous import and export authorization).- Control Lists: NSG.
- (3) DIRECTIVE.- **Ministry of Environment and Natural Resources:** toxic chemical substances (previous import and export licenses).- Control Lists: AG.
- (4) DIRECTIVE.- **Ministry of Defense:** Firearms, explosives and munitions. (previous import and export licenses).- Control Lists: WA.
- (5) DIRECTIVE.- Interministerial Commission for the Process Control and Use of Pesticides, Fertilizers and Toxic Substances (CICOPLAFEST) (previous import authorization).



Licensing

Control Lists
adopted
through
**National
Directives**
(Acuerdos)
published on
the National
Gazette

AGENCY	INTERNATIONAL EXPORT CONTROL REGIME
Ministry of Economy	WA NSG AG
Ministry of Natural Resources	AG
Ministry of Energy	NSG
Ministry of Defense	WA

AGENCIES IMPLEMENTING CONTROL OF WMD-RELATED ITEMS



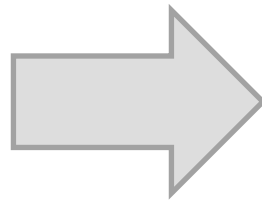
Enforcement

Customs
Ministry of Interior
Ministry of Navy
Mexican Attorney-General
(PGR)

Enterprise Outreach

Ministry of Economy

Challenge:

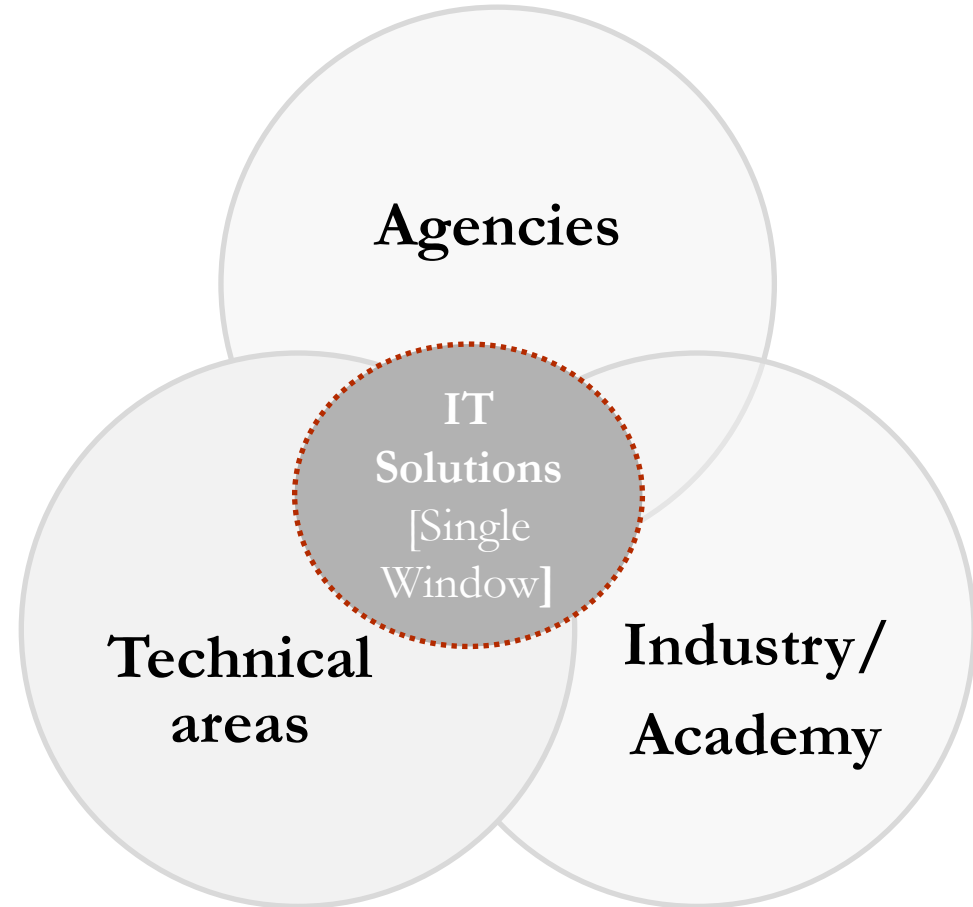


Involve all the agencies in the commitment of the operation of an integral export control system.

Challenges:

- Interagencies Communication.
- Consensual resolution for licenses.
- Shared responsibility.
- More accurate track of operations – Strenght of enforcement capabilities.
- Improvement on risk analysis procedures.
- Improvement on procedures managment.

Strengthening Strategies :



IMPLEMENTING IT SOLUTIONS



Information
Capture



Rysk Analysis



Authorization

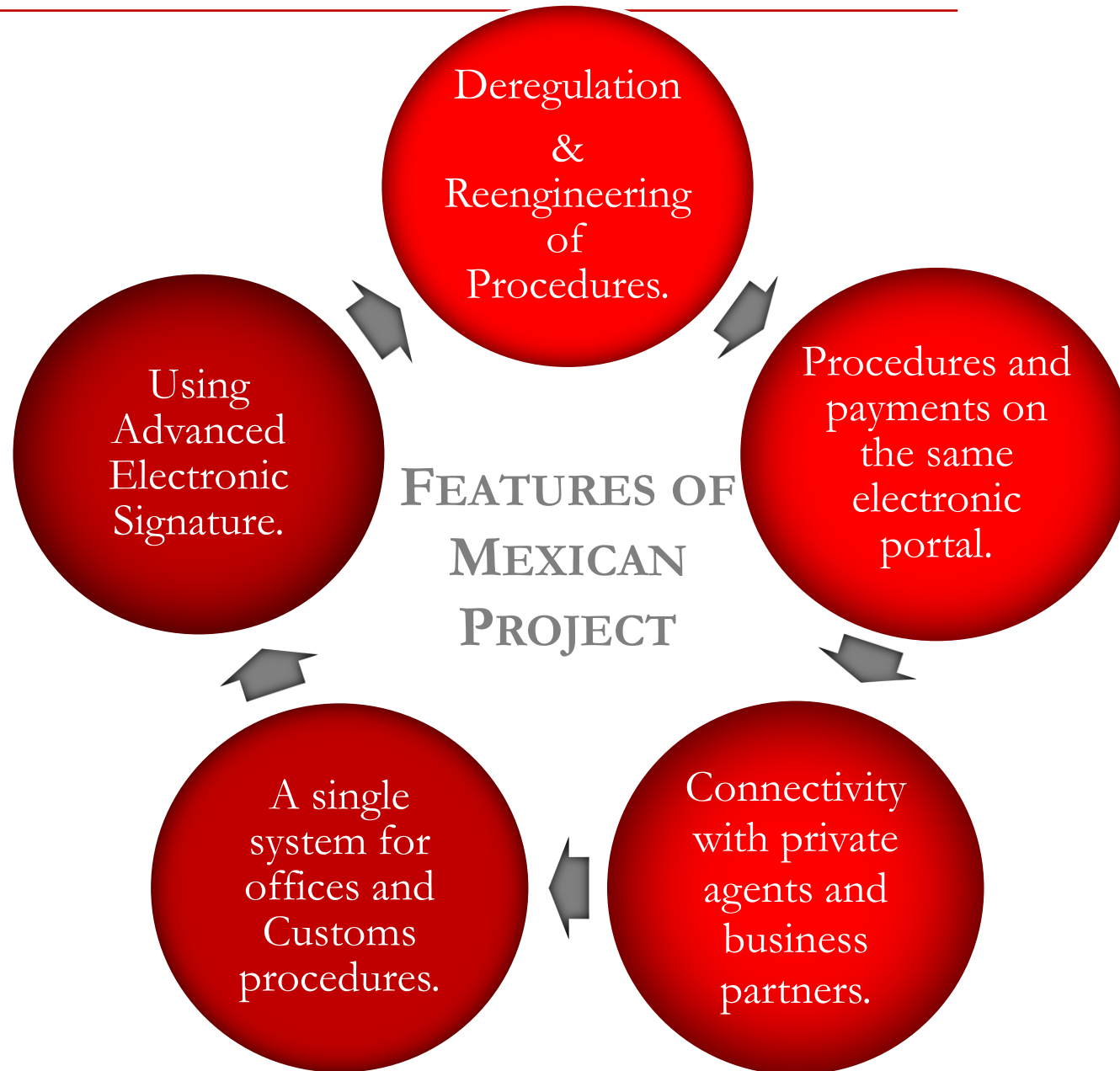


Electronic
Notification

Heading to an **INTEGRATED** Export Control
System

Principal Elements of the Mexican Single Window

- It is a tool that has enabled the delivery of standardized information into a single entity to comply with all the requirements related to import, export and transit of goods.
- Operation based on pre-clearance requirements leveraging previously captured or contained in some database information, accelerating the process of petition and resolution.
- Its implementation has been gradual and in stages. It started in 2011 and up until now has an increase of 92%.
- Has the participation of most of the government agencies that are related to foreign trade operations or regulations.



Next Steps – Single Window:

- Going forward from a stage of stabilization to **total consolidation**.
- **Complete the final stage of implementation** for all the trade procedures of agencies and private actors.
- **Redefinition of some aspects of operation.**
- Keep up with a methodology to measure the impact of its implementation.

Points of Influence – Export Control System:

- Establish the bases for interoperability or interconnection with other economies with Single Windows.
- Help to set the legal framework basis in order to implement the international control lists.
- Communicate and share best national practices regarding implementation of the system.



1. **Update and continuous review** of the Export Control Systems is a **MUST**.
2. Implementation of best international practices help, but a **taylor design system** to national requirements is always best.
3. **IT Solutions** are a great tool in the control and licensing issuing.
4. Latin America zone needs to start implementing a **general awareness of the importance of an export control system**.
5. Even though Mexico has recently become a member, it can help the region **understand a faster process to implement regulations** and a good operation system.
6. **Interconnection with other economies** is the key point to the growth of the region.





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THANK YOU

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