

#### 2019/SMEWG/WKSP/010

Session 2.6

#### Pan Asia Exchange

Submitted by: Philippines



Capacity Building Workshop on APEC Micro, Small, and Medium Enterprises Marketplace Utilization Manila, Philippines 30-31 October 2019





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### WHAT IS PAN ASIA EXCHANGE?

Pan Asia Exchange (PAE) is a versatile B2B platform that provides access to thousands of buyers and sellers to showcase their products across China, Hongkong, Chinese Taipei, Macau, Singapore, Malaysia, Indonesia, Thailand and the Philippines easily.

The Pan Asia Exchange is an initiative of the Pan Asian eCommerce Alliance (PAA), an alliance formed by 11 service providers authorized by Customs and other trade regulatory agencies in their respective economies, and providing secure, trusted, reliable and value-adding IT infrastructure and services to facilitate trade globally.





1. China : CIECC

2. Hong Kong, China: Trade Link

3. India : Kale Logistics

4. Indonesia : PT EDI Indonesia

5. Japan : NACCS/JASPRO

6. Korea : KTNet

7. Macau : TEDMEV

8. Malaysia : DagangNet

9. Philippines : InterCommerce

**10.** Singapore : CrimsonLogic

**11.** Chinese Taipei : Trade Van

**12.** Thailand : CAT Telecoms

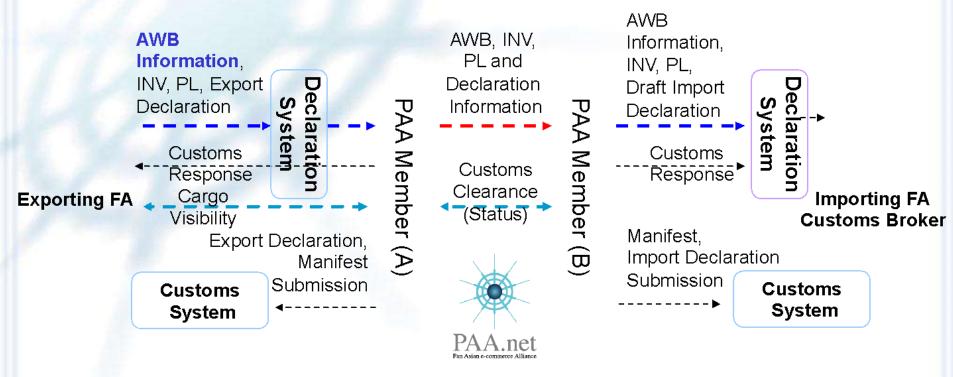


# **Asia Economies and PAA Members**

5 Members from ASEAN: PT EDI, DagangNet, InterCommerce, Crimson Logic and CAT Telecoms



## PAA Cross Border Scenario



#### **PAA Secure Doc Exchange:**

- Inter-connection Agreement
- •Legal Framework

**Exporting Customs** 

Importing Customs



## Rationale for PAE Initative

PAA members have database of 340,000
 organizations engaged in trade, e,g, importers
 (buyers), exporters (sellers), logistics service
 providers (carriers, forwarders, Customs brokers)



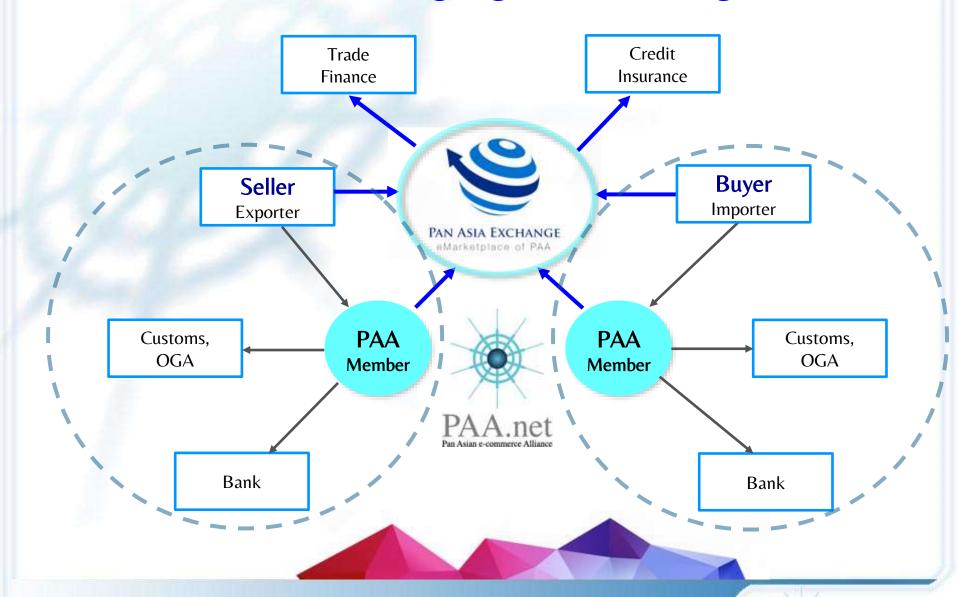
- PAA members expertise in trade regulations of respective government agencies, in providing services include goods declaration and permits/certifications for import and export transactions
- Opportunities for further collaboration with logistics providers to facilitate movement of goods, and with financial institutions for trade finance

\* PAE - Pan-Asia Exchange, a B2B Marketplace of PAA



# Leveraging on Existing Platforms

PAA.net



# PAE eMarketplace – Lessons Learned

- B2B eCommerce is a Billion dollar industry, not fully tapped (less than 50%)
- B2B eCommerce online and offline strategies focused on specific sector/manufacturer eg footwear, outdoor décor, Christmas décor, processed food, printed products, to include aligned sales channels, digital marketing, personalization of personal experience,
- Importance of Logistics to lower costs, to have products readily available (in economy warehousing)
- B2C and B2B eCommerce works together



## **B2B MSME Business Matching**

## Company

- Management and organization
- Capitalization/working capital
- Company size (employees)

## Production/Product

- Production capacity, and capability for expansion
- Supply of raw material
- Quality
- Packaging and labeling

Capability
Reliability
Trustworthy



## Trade and Logistics Challenges

#### Market

- Demand: Population and purchasing power
- Distribution channels

#### Trade

- Export/Import procedures
- Certification requirements
- Non-tariff barriers eg packaging, labeling

## Logistics

- Air and Sea freight
- Warehousing
- Customs and quarantine clearance



# Sales Key Objectives

- Meeting Customers need Products,
   Service
  - Volume and pricing
  - Quality, compliance to standards, market requirements
- Making it easy for Customers to place an order
  - Order, Order confirmation, payment
- Making timely deliveries
  - Setting delivery schedules
  - Transparency in logistics processes, enabling Customer to tracking deliveries



# **Emerging Technologies**

- Distributed Ledger Technologies, BlockChain
- Internet of Things
- Artificial Intelligence, Machine Learning
- Big Data, Data Analytics
- 3D Printing
- B2B eCommerce

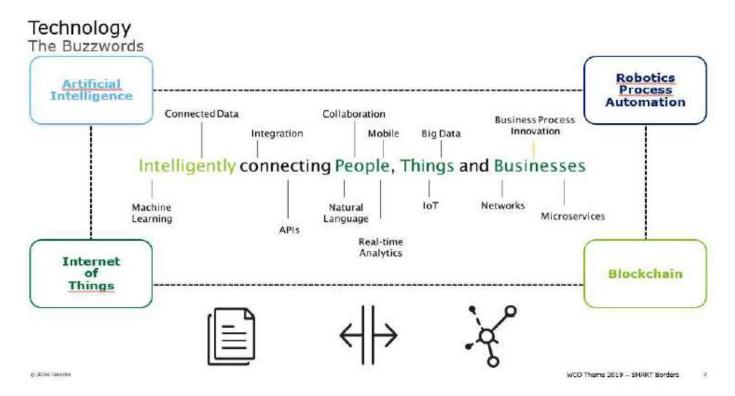


# WCO Adopting Technologies



# **SMART BORDERS**







# Thank you.





#### 13:30-15:00 Session 2:

#### Business matching and other useful opportunities at APEC MSME Marketplace

During this session representatives from a government-related and other organizations promoting mutual trade and investment between particular APEC economy and the rest of the world will present their existing opportunities for exporting/importing MSMEs and help MSMEs to navigate among these opportunities. Success cases from MSMEs that utilized proposed opportunities and succeed in export/import activity will be shared during this session.

Moderator: Ms. Janette Toral (The Philippines)

#### Speakers:

- 1 Ms. Maribeth Barros, Manila Consultant for HKTDC, Hong Kong Trade Development Council (Hong Kong, China)
- 2 Mr. Mohd Faizal Dolah, Ministry of Entrepreneur Development of Malaysia (Malaysia)
- 3 Tradeline, (The Philippines)
- 4 (Viet Nam) (TBD)
- 5 (Peru) (TBD)

