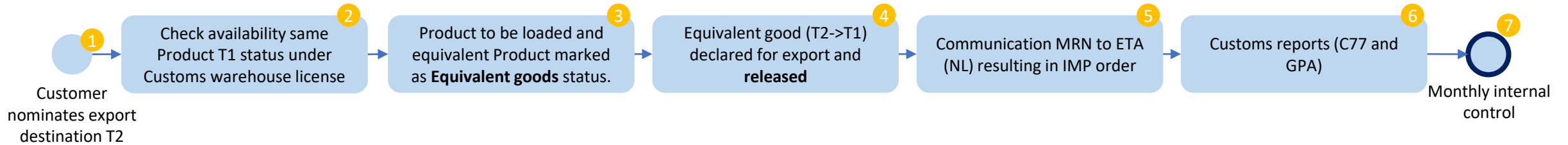
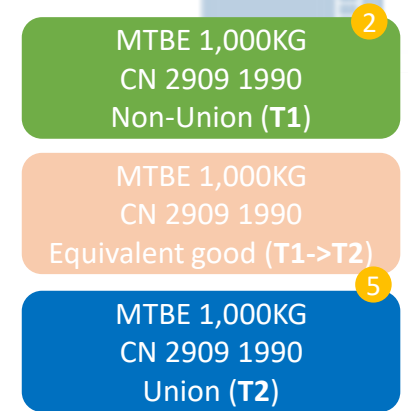
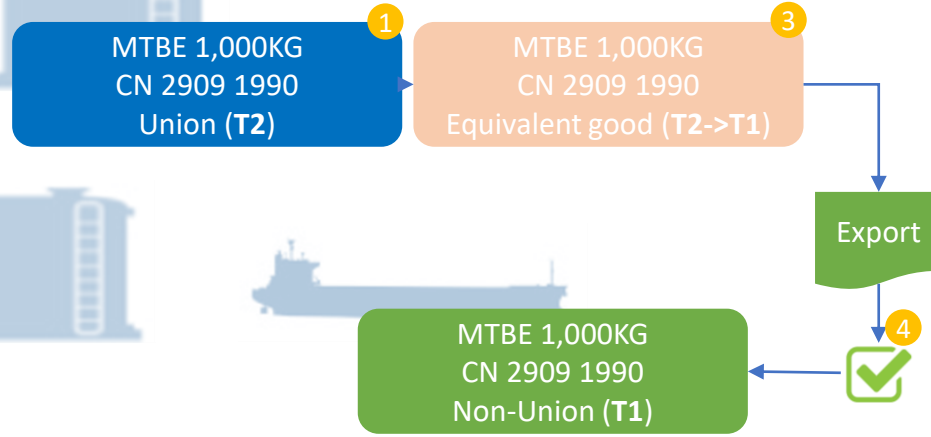


## Equivalent goods under Customs warehouse

1. When exporting Union goods (T2) from Cyprus;
2. Deem the goods as non-Union goods (T1);
  - a) Load goods **as if** coming from Customs warehouse;
  - b) In the **Load order** goods are **recorded as “equivalent goods”**;
  - c) In the **export declaration** (via export system Customs) **reference is made to “equivalent goods”**;
  - d) **Transactions reported in the C77 report identifiable as “equivalent goods”**.
3. When the export is approved, share the MRN with other location under the license (i.e. the Netherlands);
4. Create Import order, importing as “equivalent goods”;
  - a) It is **validated** that it concerns the **same product** based on Taric code;
  - b) **In the Import order** the **MRN from Cyprus export** is included and **record** is made **of “equivalent goods”**;
  - c) **Transaction reported in monthly customs declaration (GPA) identifiable as “equivalent goods”**.
5. Vice versa in case T2 goods are exported from the Netherlands and ‘imported’ as equivalent goods in Cyprus.
6. Monthly internal control to validate/compare exports with imports under equivalent goods.



# Example business process



# Load order under equivalent goods

3 4 6



**3**

LVE - ANWAAR LIBYA

Order Specifications: Order Id 28117, Status COM 06-APR-21 08:05, Plan Qty 34,200.000 M3, Customs status T1, Visit #, Sequence, Contract 16, Gunvor S.A, ETA 04-APR-21 00:30, Agent / Surveyor A. PHELLAS/Inspectorate, Instructions Load vessel 34,200 m3 GLN95, Type LVE Load vessel, Product >95 S>11, Jetty BERTH3, Internal Notes, Vessel ANWAAR LIBYA, Origin / Dest AZZAWIA OIL REFINING L

Movements: Tank F\_GUNVOR, Type PHY, Tolerance MM, Plan Qty/Uom -34,200 M3, Actual Qty/Uom -34,222,987 LTR

Tank Measurements: Synchronize with movement, Type \* F\_GUNVOR\_1, Tank, Volume 34,222,987 LTR, Uom, Weight 25,004,091 KG, Uom

Vessel measurements: GSV QTY 34,214,257 LTR, VEF/Applied?, ROB / OBQ, Temperature 14.65 C, Free water, Density 0.7306 D15, B/L density 0.7306 D15

Quantities Management: Volume LTR, Weight KGV, Vessel - OBQ 34,214,257, 24,996,936, Shore Tank 34,222,987, 25,004,091

Logbook: All movements are frozen

Line Description: Order created, Order activated, Line Management, Arrival (E.O.S.P.), Arrival (First line to shore), Expected berthing, Notice of Readiness Tendered, Notice of Readiness Accepted, Expected departure

**4**

ecs : CY-Export System

Create Export Declaration

Add/Edit Good

Good Item: UN dangerous goods code (44/2), UN dangerous goods description, Method of payment (S29) Select..., Good description (31/2) Equivalent goods, Language EN: English

Procedure/Statistical: Procedure requested (37) 31: Re-export, Statistical value currency EUR: Euro, Previous procedure (37) 71: Customs warehouse, Statistical value amount (46) 12345, Community/National procedure Select...

Countries: 15. Country of Dispatch Select..., Country of origin (34) Select..., Country of Destination (17) Select..., Dispatch/Production region

Commercial informations: Commercial reference number (7), Total item taxes amount, Gross mass (35), Supplementary units (41), Net mass (36)

European Dynamics © 2008, 2009, 2010, 2011, 2012, 2013 | Logged in as: vttv853, EORI number: CY10189235R

**6**

Monthly customs declaration (C77)

CN Taric Code	Custom Status Code	Mutation Stock Type	Order Type	Order Id	Tank Id	Order Transport Name	Mutation Date	Customs product Group	Cargo doc number	Product Unit Price	Currency	Sum of Mutation Parcel Quantity in KGV	Sum of Mutation Parcel Quantity in LTR	Notes
2710124590	AAD	MVT	LVE	5929	T604	ANWAAR LIBYA	9/4/2021	Gasoline (Light oils and prep)	(blank)	(blank)	(blank)	24,996,936	34,214,257	EQUIVALENT GOODS

# Import order under equivalent goods

5 6



Orders

Filter & sorting  
Order status:  Planned  Active  Completed  Closed  Cancelled  
Operation status:  All  Run  
Sort order:  Ship  Order id  Customer  Status

Type \*

Order Id *	Seq To / From	Arrival date	Prod Grp	Counter Company *
93107 IMP	C0201		GLN	Gunvor S.A.

Details

Order Id \* 93107 Internal Order  Their Ref  
Type \* IMP Importation  
Date \* 08-APR-21 08:07 Sequence  
Status \* COM 08-APR-21 08:09

Contract Id \* Gunvor S.A. 24  
Internal Notes  
Equivalent goods  
MRN 10-CY-000410-2-000001-5

Tank for importation \* C0201  
Quantity imported / uom \* 13,100,281 KGV  
CN Taric Code 2710129090  
Customs status change from T1 to \* AAD

Before importation

T1	13,100,281 KGV	18,490,776 LTR
AAD	0 KGV	0 LTR

After importation

T1	0 KGV	0 LTR
AAD	13,100,281 KGV	18,490,776 LTR

Orders Order groups Allocations History Documents  
Execution details New Link Unlink Show View B/L View Diva Order form

iree ATLASSUP ETA Created: MSC 07-APR-21 Modified: 08-APR-21 READ ONLY MODE

6

Monthly customs declaration (GPA)



Monthly customs declaration (C77) based internal report

Monthly customs declaration (GPA) based internal report



## Article 223 UCC

### Equivalent goods

1. **Equivalent goods shall consist in Union goods** which are stored, **used** or processed **instead of the goods placed under a special procedure.**

(...)

Except where otherwise provided, equivalent goods shall have the same eight-digit Combined Nomenclature code, the same commercial quality and the same technical characteristics as the goods which they are replacing.

2. The customs authorities shall, upon application, authorise the following, provided that the proper conduct of the procedure, in particular as regards customs supervision, is ensured:

(a) the **use of equivalent goods under customs warehousing**, free zones, end-use and a processing procedure;

(...)

Article 268 UCC-IA

**Formalities for the use of equivalent goods**

*(Article 223 of the Code)*

- 1. The use of equivalent goods shall not be subject to the formalities for placing goods under a special procedure.**
- 2. Equivalent goods may be stored together with other Union goods or non-Union goods. In such cases, the customs authorities may establish specific methods of identifying the equivalent goods with a view to distinguishing them from the other Union goods or non-Union goods.**

*Where it is impossible or would only be possible at disproportionate cost to identify at all times each type of goods, accounting segregation shall be carried out with regard to each type of goods, customs status and, where appropriate, origin of the goods.*

*(...)*

## *Article 269 UCC-IA*

### **Status of equivalent goods**

(Article 223 of the Code)

1. **In case of customs warehousing and temporary admission, the equivalent goods shall become non-Union goods and the goods which they are replacing shall become Union goods at the time of their release for the subsequent customs procedure discharging the procedure** or at the time when the equivalent goods have left the customs territory of the Union.

2. In case of inward processing, the equivalent goods and the processed products obtained therefrom shall become non-Union goods and the goods which they are replacing shall become Union goods at the time of their release for the subsequent customs procedure discharging the procedure or at the time when the processed products have left the customs territory of the Union.

However, where the goods placed under the inward processing procedure are put on the market before the procedure is discharged, their status shall change at the time when they are put on the market. In exceptional cases, where the equivalent goods are expected not to be available at the time when the goods are put on the market, the customs authorities may allow, at the request of the holder of the procedure, the equivalent goods to be available at a later time within a reasonable period to be determined by them.

3. In case of prior export of processed products under inward processing, the equivalent goods and the processed products obtained therefrom shall become non-Union goods with retroactive effect at the time of their release for the export procedure if the goods to be imported are placed under that procedure.

Where the goods to be imported are placed under inward processing, they shall at the same time become Union goods.