# Site Tour Invitation of Shanghai Luojing Timber Free Trade Area

Shanghai, locates in the foreland of Yangtze River Delta and in the intersection of the domestic and overseas transport channels, accounts for about 30% of China's annual throughput. Due to the development of Shanghai financial, shipping and trade center, Shanghai's timber industry is developing rapidly with the average annual growth of up to 100%. Moreover, Shanghai's import of woods and relevant wooden products reached a record high of 30 million cubic meters in 2014 and it has become an important distribution center and a major import & export base of China's timber and wooden products.

Shanghai Baoshan district sits on the estuary of Yangtze River with one and only 100000 ton harbor in this area as Luojing port and has been a traditional raw materials procurement base of China's forestry industry, which credited to its distinctive industrial characteristics as "numerous timber varieties, long industrial history and high degree of specialization". Due to the influences of China (Shanghai) free trade zone, the first timber FTA in China will officially run at Baoshao Luojing port in October 2015.

After the establishment of Baoshan Timber FTA, Luojing Harbor will surpass Taicang Harbor becoming the China's most important port for timber trade with functions of distribution, transport, processing and sales etc..

DOMOTEX asia/CHINAFLOOR is the largest wood flooring trade exhibition, during its long and successful history, has obtained international recognition and influence. International buyers and sellers of woods and wooden products from 50 countries make up for 25.5% of a total of approximately 45,000 visitors that visit the show each year. 17th DOMOTEX asia/CHINAFLOOR coincides with the forthcoming operation of Shanghai Luojing Timber FTA. Based on this background, the Administrative Committee of Shanghai, Baoshan Luojing Timber FTA will associate with FSC in hosting Luojing Timber FTA site tour in line with "Sustainable flooring products market trend" forum organized by FSC in Shanghai, China on March 25th, 2014.

## Welcome to Shanghai Luojing Timber FTA.

The establishment and operation of Shanghai Luojing Timber FTA will profoundly change global wood and wooden product market and WHO will be beneficiaries of Timber FTA

- 1. Overseas enterprise who never enter into China market due to geographical limitation
- 2. Overseas enterprise who sell product to the China only by distributor
- 3. Global dealer of timber and wooden product

## Benefits offered by Shanghai Luojing Timber FTA in the details:

#### Before the establishment of Timber FTA:

- 1. The timber's price is fluctuated, business are there one minute, gone the next and time-consuming ocean shipping make business tough.
- 2. Ever increase logic cost effects competitiveness of the product
- 3. Demurrage charge caused by time-consuming custom and inspection and quarantine effect your profit
- 4. Pay off all of the tariff and VAT at the same time once you declare the goods
- 5. Fierce market competition in offline timber market and high rent eating up your profit
- 6. Implementation of business decision is delayed due to the lack of information transparence

#### After the establishment of Timber FTA:

- 1. Store your goods in six hundred thousand cubic meters bonded warehouse in advance for transient business opportunity with very low rental burden
- 2. 279 Ocean Going Lines and 416 Near-Sea Lines link you to 756 ports in five continents with centralized shipping space chartering service, further decrease logistic cost
- 3. Zero demurrage charges and wastage credited to bonded warehouse which locates next to the port
- 4. Build up your own distribution channel via high efficient online platform which is established by Shanghai Municipal Commission of Commerce
- 5. Pay off the tariff and VAP as much as goods which you sell out, maximize your fund efficiency
- 6. Simplest clearance procedure credited to custom and inspection and quarantine office which locate inside FTA and operate 24 hours around the clock.
- 7. Most accurate real time China's timber index from General Customs Administration, market trend is fully under your control.
- 8. FTA finance service which is extra engine for your company's development

The establishment and operation of Shanghai Luojing Timber FTA will profoundly affect domestic wood and wooden product companies who have focus on overseas market

#### Before the establishment of Timber FTA:

Exporter can only expect to receive export rebates and subsidization from three to six months after export, huge amount of money is occupied.

## After the establishment of Timber FTA:

Exporter can get export rebates and subsidization within month once the goods arrive in bonded warehouse, fund efficiency is traumatically increased.

## **Location & Time**

Date: 25th March, 2015

## Schedule:

Time	Content	Location
11:30-12:00	Introduction of Shanghai Luojing Timber FTA	SNIEC
14:10	Registration	Parking area in SNIEC
14:10-15:10	Arrive at Shanghai Luojing Timber FTA	Luojing Harbor in Baoshan
15:10-16:30	Visit Luojing Harbor and bonded warehouse	Luojing Harbor in Baoshan
16:30	End of Tour	Luojing Harbor in Baoshan
16:30-17:40	Return to SNIEC	Parking area in SNIEC

## Site tour is open to those companies:

Log supplier, producer and distributor of raw materials and wood product worldwide

## **Product Categories:**

Sawn timber, saw log, wood flooring and WPC etc.

### Registration:

The site tour is only available to first 50 people. You can confirm you participation by sending you flight ticket and hotel information to the email: Wyatt.cui@vnuexhibitions.com.cn

Or you can call Wyatt CUI at 0086 021 61956087 for more information.

# **About DOMOTEX asia/CHINAFLOOR 2015**

DOMOTEX asia/CHINAFLOOR, (Shanghai) is the largest international flooring show in the Asia-Pacific region. Please visit <a href="http://www.dacf.cn/em/website/dacf/index.php">http://www.dacf.cn/em/website/dacf/index.php</a> for more information.