Thailand Digital Trade Transformation

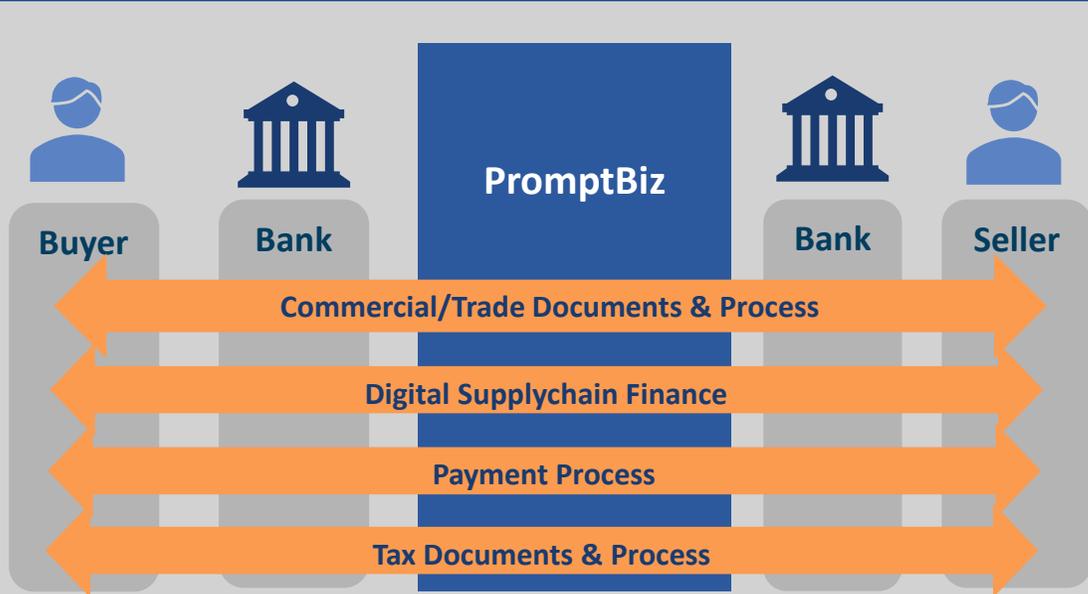**2023 Incheon Law & Business Forum**
11 September 2023

Two Tracks under Thailand Digital Trade Transformation

Domestic Trade

PromptBiz

Buyer | Bank | Bank | Seller

Commercial/Trade Documents & Process

Digital Supplychain Finance

Payment Process
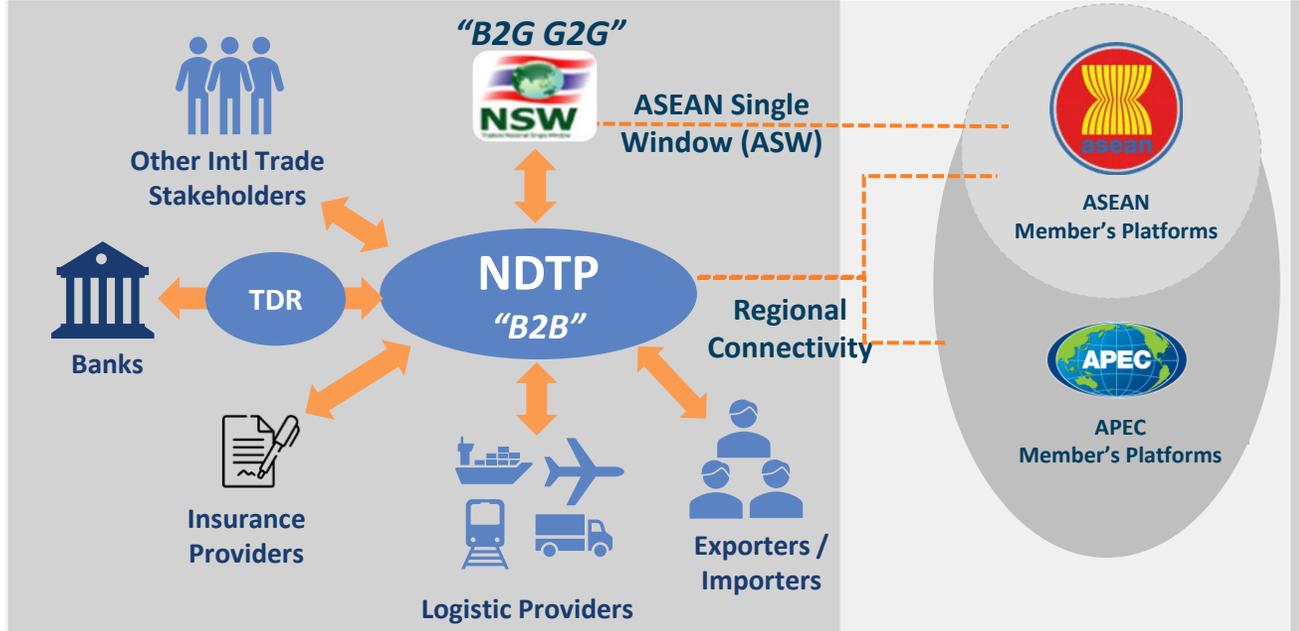
Tax Documents & Process

2 Sub-Projects:
- **Trade & Payment**
- **Digital Supplychain Finance**

Lead & Sponsor: Bank of Thailand

Working Team: Banks, Corporates, Software Providers, Revenue Department, National ITMX, Thai Bankers' Association (TBA), Payment System Office (PSO)

International Trade

"B2G G2G"

NSW

Other Intl Trade Stakeholders

ASEAN Single Window (ASW)

Banks

TDR

NDTP *"B2B"*

Regional Connectivity

ASEAN Member's Platforms

APEC Member's Platforms

Insurance Providers

Logistic Providers

Exporters / Importers

2 Key Elements:
- **Connectivity in Thailand**
- **Regional connectivity –** Supported by ABAC, ASEAN BAC and ASEAN Secretariat

Lead & Sponsor: JSCCIB (Private Sector) & OPDC (Public /Government)

Working Team: Corporates, Banks, Logistic Providers, Freight Forwarders, Insurance, Customs Department, Bank of Thailand, ETDA, other government units, National ITMX
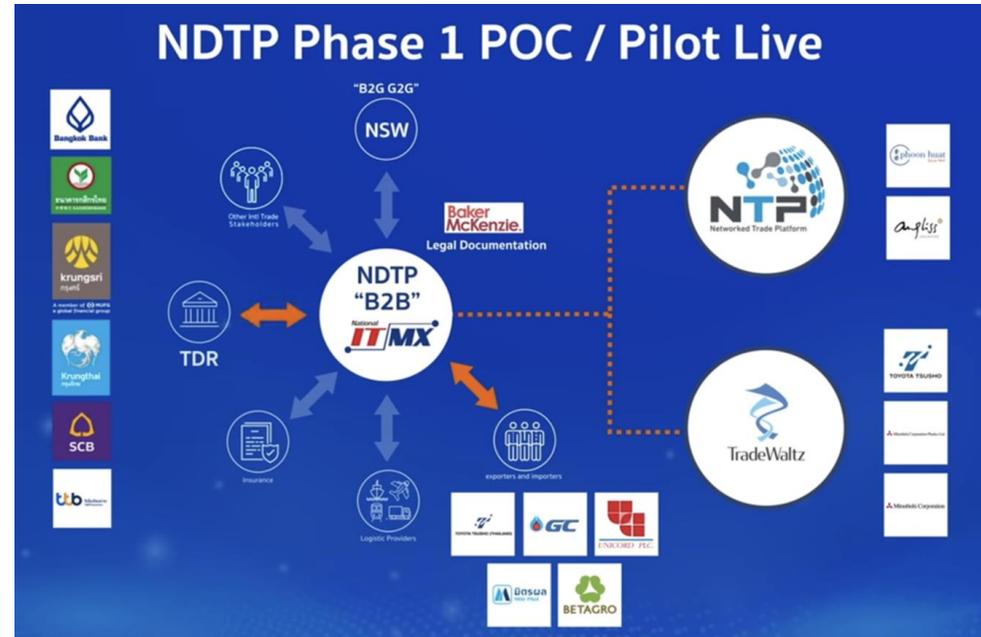
e2e Efficiency Improvement

Trade Financing Facilitation

NDTP Phase#1 has proved the interoperability to exchange digital commercial documents between importers and exporters for Thailand – Japan and Thailand – Singapore corridors

THE THAI BANKERS' ASSOCIATION

- **Open Account Payments Term Collection**
- **Both Import and Export**
- **e-Document:**
  - ✓ **Commercial Documents:**
    - o e-Purchase Order
    - o e-Invoice
    - o e-Packing List
- **Other Documents using PDF**
  - ✓ **Transport Documents**:
    - o Bill of Lading
    - o Seaway Bill
  - ✓ **Others**: Certificates Issued by Government, Insurance, etc.
- **Proof of Concept / Pilot Live in Nov 2022**

NDTP Phase 1 POC / Pilot Live

Note: Phase 1 scope shown in orange

PromptTrade aims to drive international trade digitization, particularly banking-related functions/features by (1) building on NDTP Phase 1, (2) extending from the existing Trade Document Registry and (3) exploring synergy with PromptBiz

THE THAI BANKERS' ASSOCIATION

NDTP Phase 1 POC / Pilot Live

Trade Document Registry (TDR)

- Co-created by 6 pilot banks and NITMX, to **detect double financing request** and operating since Feb 2021
- **8 banks** have been participating so far
- As part of NDTP phase 1, tested connectivity with NDTP to **check authentication of trade document**

PromptTrade
Banking-Related Functions/Features

Including but not limited to:

- Connect with selected offshore counterparty country platforms to facilitate sending/receiving e-document e.g. e-P/O, e-Invoice, e-B/L and others documents as required **between Thai exporter/importer and their offshore counterparty** for payment/collection under Open-Account, Documentary Collection (D/P, D/A) and Documentary Credit (L/C)
- With e-document flows, provide more efficient process for financing

PromptBiz

- **Sellers/buyers** could be the **same as exporter/importer** for international trade
- **Potentially, a single front-end portal for both domestic trade and international trade** providing convenience and potential value-added features with comprehensive view that is useful for corporates