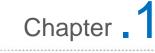


Tier-based ICP and Outreach Activities in Korea

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Tier-based ICP System



Overview of Internal Compliance Program







Introduction of Certified ICP in Korea



The Foreign Trade Act

Article 25. (Self-Compliance Traders)

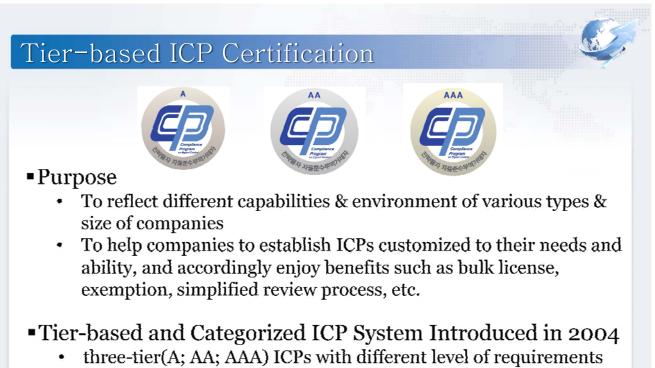
(1) Minister of Trade, Industry & Energy may designate traders who have abilities prescribed by Presidential Decree, including an ability to identify strategic items and an ability to analyze the identification of importers and end users, as self-compliance traders, in order to improve the self-controlling ability of enterprises or colleges and research institutes prescribed by Presidential Decree to manage strategic items.

<since 2007>

Public Notice on Export & Import of Strategic Items

- 1. Structure and Internal Regulation
- 2. Commitment to Compliance
- 3. Export Screening Procedures
- 4. Shipment Control
- 5. Training
- 6. Audit(Performance Review)
- 7. Record keeping
- 8. Reporting and Corrective Action
- 9. Info Security and Technology Control

<since 2008>



- Sets of requirements are 'categorized' according to size/type of businesses
 - ✓ Size: large enterprise / SMEs
 - ✓ Type: manufacturing company / trading company / research institute
- CP exporters are given differentiated benefits as per their grades.

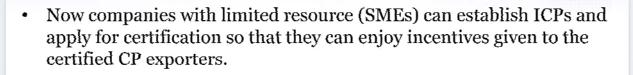


Differentiated Benefits (Examples)

Benefits for CP Exporters	А	AA	AAA
License review period (for exports to B Group countries)	10~15 days	10 days	5 days
Bulk license (for exports to B group countries)	-	qualified	qualified
Exemption from document (for exports to B group countries)	-	-	qualified
Validity of bulk license (For exports to B group countries)	-	2 yrs	3 yrs
Term of Export Performance Report	6 months	6 months	1 yr

- In general, full benefits are given to CP exporters of A grade in case of exports to "A" group countries.
- "B" group : countries other than "A" group
- "A" group : countries joining all the international export control regimes (AG, MTCR, NSG, WA)

Challenges Ahead



- Strengthened audit (e.g. on-site inspection) for CP exporters are in order to check and ensure the effective implementation of their ICPs.
- With increasing importance of controlling ITT, universities and research institutes are also eligible for ICP. However, there are little case of application from them.

Outreach Activities





Training & Education Program by KOSTI

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- ICP workshop
 - Presentation on updates of export control policy
 - Group discussion between ICP companies
- Regular Training Programs at KOSTI's property
 - Basic Courses
 - beginner Level : 19 times, 262 participants (2015)
 - Master Level : 19 times, 252 participants (2015)
 - Advanced Courses
 - ICP course
 - Commodity Classification Course
 - STC (Strategic Technology Control) Course
- Training sessions for provincial regions
 : 6 regions, 178 participants (2015)

Events

• The Trade & Security Day

2015 무역안보의 닐

- Joint Seminar on Export Control in coordination with the US DOC (in 2015)
- UNSCR 1540 Industrial Outreach Conference (2015, Wiesbaden → 2016, Seoul)



YEST(Young Expert for Strategic Trade)

- Training program for undergraduate students
- Team projects for awareness-raising
- Participation in benchmarking study and policy suggestions
- annual recruitment (since 2012)



Home Doctor Consulting

- On-site and customized consulting for companies and research institutions without cost
- Provide legal & practical advice on identifying control items, how to use Yestrade, etc.
- On-line application through the internet portal (http://homedoctor.kosti.or.kr)



12

Outreach to Academia for ITT control



<list-item>
effort to expand ICP to university and research institutes
Hold discussion meetings to help research institutes to adopt ICP for controlling transfer of strategic technologies.
KAIST(Korea Advanced Institute of Science & Technology) is the first university with certified ICP.
enversements of the professors and researchers
Presentations at Academic Forums

21 times, 590 participants (since 2014)

education for (Government-funded & Company-affiliated) R&D Institutes

25 times, 731 participants (since 2014)

Curriculum for National R&D Projects Research Officers

23 times, 630 participants (since 2014)