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# Blockchain at the Border An Exploration





# We are surrounded by the drumbeat of disruption, but has Reality caught up with the Hype?



## Blockchain pilot aimed at SMEs and entrepreneurs

- Can Blockchain simplify the business environment for export?
- Can Blockchain increase access to finance?







#### The project

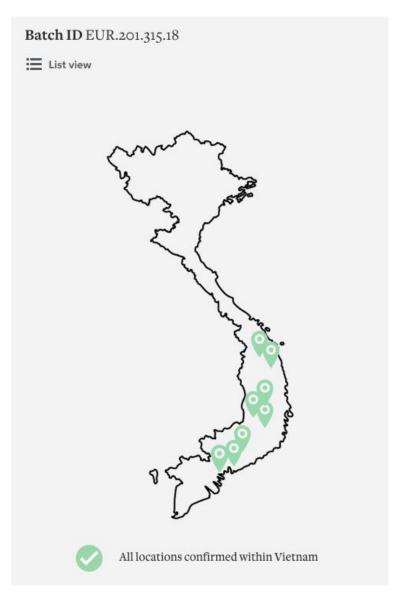
Vietnam

Coffee supply chain

Customs and other government agencies

Private sector counterparts

Crossdisciplinary WBG team + Provenance





#### Workshop in Ho Chi Minh City

175+ participants

Key themes – blockchain, gender, entrepreneurship, disruption

Interactive, hands-on







#### Prototype

#### Customs verification of product origin

New smart contract at customs

View associated documents

CUSTOMS DECLARATION NUMBER 301708309730

In compliance with Chapter IV (Protocol Concerning the Definition of the Concept of "Originating Products" and Methods of Administrative Cooperation, articles 19, 20, 25, 26) and Annex VII (declaration by the exporter) http://trade.ec.europa.eu/doclib/docs/2016/february/ tradoc\_154205.%20institutional%20-%20for%20publication.pdf Additional information can be retrieved from the Vietnam Trade Portal http://www.vietnamtradeportal.gov.vn/

Entering the EU Market at ZERO rate, as established under the EU-VIETNAM FTA, Chapter II (National Treatment and Market Access for Goods), Annex II c I (Tariff Schedule of the EU) http://trade.ec.europa.eu/docib/docs/2016/february/tradoc\_154200.pdf

#### Declaration of Origin

10231078

EXPORTER

KCN BIEN HOA 2, PHUONG LONG BINH, THANH PHO BIEN HOA, TINH DONG NAI, VIET NAM

CONSIGNEE

N/A

CERTIFICATE USED IN PREFERENTIAL TRADE BETWEEN

Vietnam

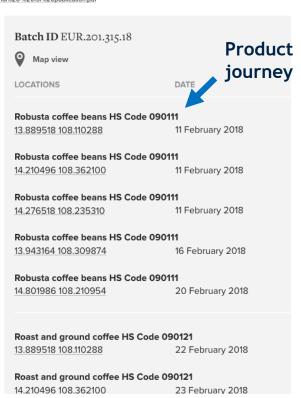
AND

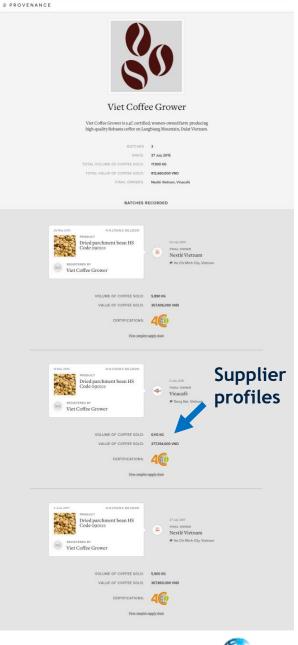
European Union

COUNTRY, GROUP OF COUNTRIES OR TERRITORY IN WHICH THE PRODUCTS ARE CONSIDERED AS ORIGINATING

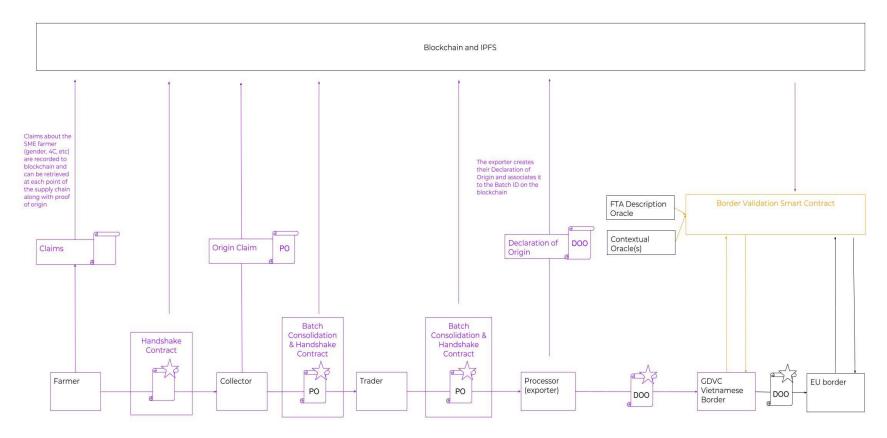
Vietnam

@WBG Finance









All actors (i.e. farmer, collector, trader, processor/exporter, GDVC) will have a user ID on the provenance system that records and tracks their supply chain activity on the blockchain.

Claims and Proof of Origin are preserved when batches are consolidated, transformed and transferred by actors



### Report

Results of the prototype

Lessons learned from other cases

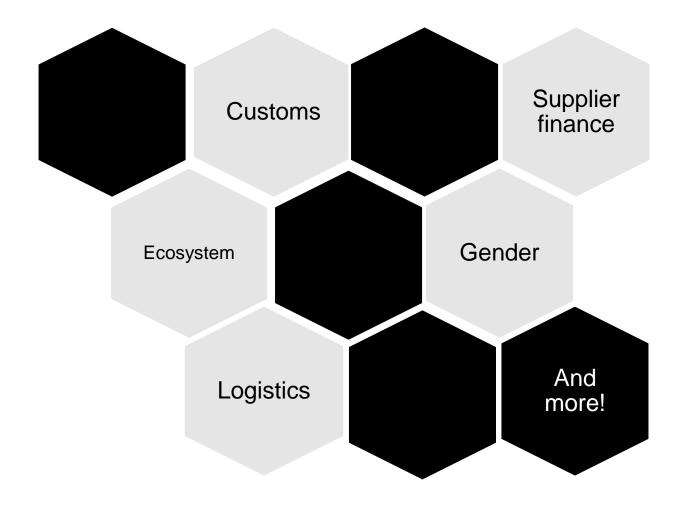
Cost benefit of blockchain in our scenario and beyond

Policy/ regulatory environment

Scope for intervention



## Looking ahead





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