

Fraunhofer Institute for Material Flow and Logistics



February 21st 2023

Blockchain-based customs processing

"Blockchain Europe" and the BORDER project

Meet: BORDER February 21st 2023



Introduction to
Blockchain Europe and
Open Source for
logistics

2 customs processing in the **BORDER** project

#Participate –
Cooperation and
further development









Fraunhofer-Gesellschaft

more than 30.000

employees

76 institutes

and research institutions

2.9 billion

research volume

© Fraunhofer IML



Fraunhofer IML, Dortmund

> 400 employees

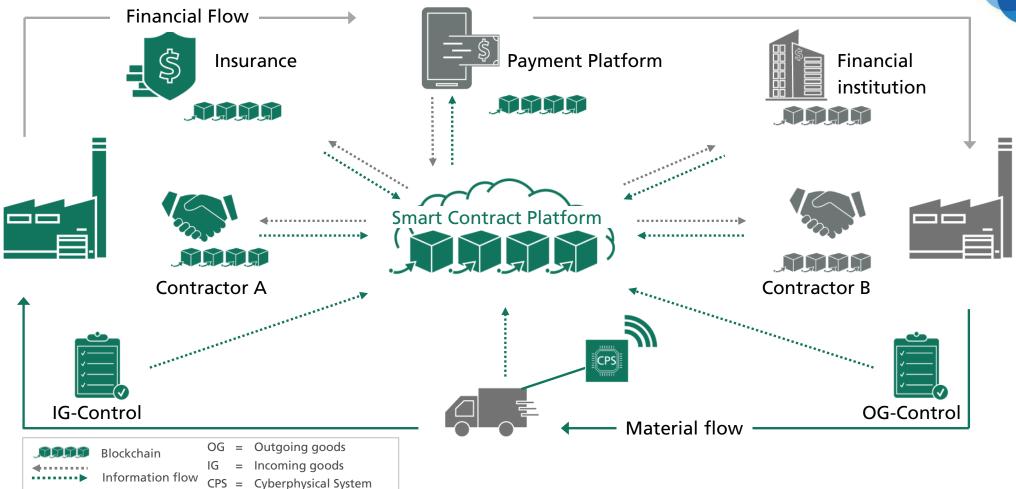
> 300

graduate students and student assistants

> 50 million

turnover, 30% of which is made with industrial partners

Why exactly blockchain and logistics?





Development path Blockchain & Customs



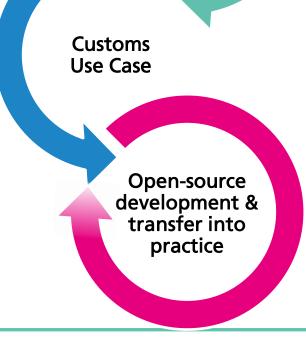
- Development of **basic blockchain components** (independent of the application domain).
- Publicly funded research project Blockchain Europe
- Free use of the software under open-source license







- Implementation of basic components in the customs use case
- Publicly funded development and **open-source code**
- Technology testing & reference implementation



- Transfer of components to new areas of application
- Further development of the reference implementation
- Expansion of cooperations to establish a user consortium

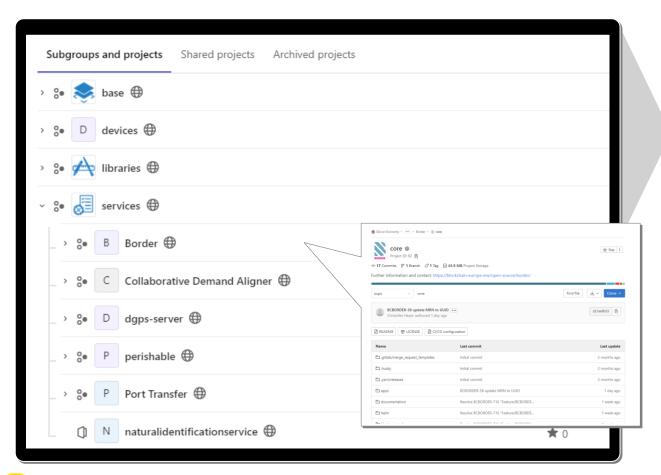






BORDER – Open Source





Find the Open-Source-Repository from BORDER here: https://git.openlogisticsfoundation.org/silicon-economy/services/border/core

www.blockchain-europe.nrw

- Experience, understand and further develop blockchain technology
- Collaborative innovation via open source
- Unites science and business in a dynamic ecosystem

Funded by:

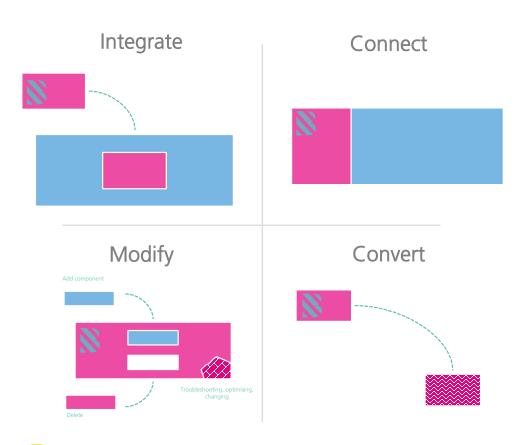
Ministry of Economic Affairs, Industry, Climate Action and Energy of the State of North Rhine-Westphalia





Open Source Usage of the software- Open Logistics License





Permitted usage € Commercial use Modify Distribute



Conditions for usage





Not Possible 💢

™ Use Trademark



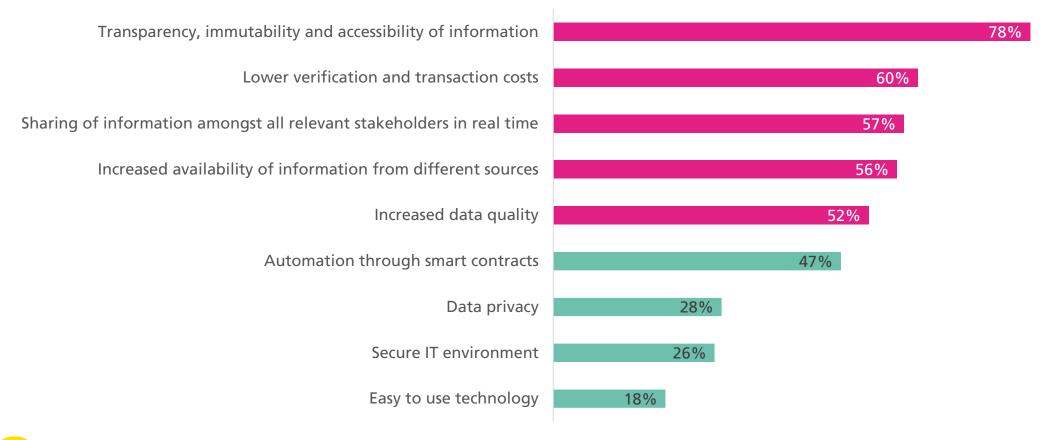


* <u>B</u>lockchain-based <u>o</u>rganisation of <u>r</u>elevant <u>d</u>ata in <u>e</u>xtermal trade with <u>r</u>egulatory compliance



Blockchain and Customs Potentials





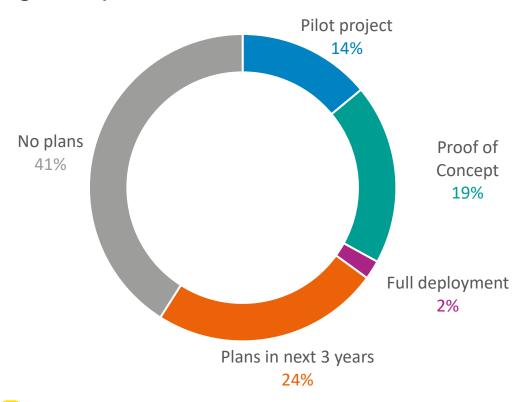


n = 87

Blockchain and Customs Implementation by customs authorities



Stage of implementation:



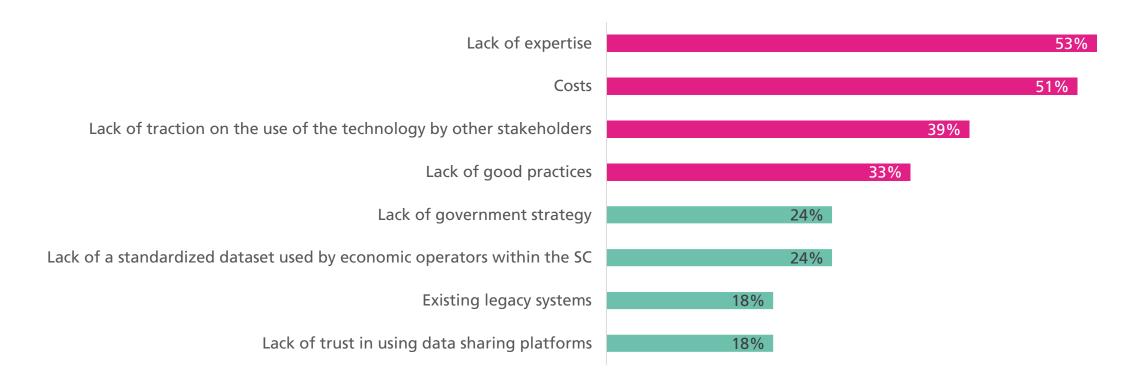






Blockchain and Customs Barriers to implementation







n = 95

Blockchain and Customs Use cases for the future



Customs declarations

Post-clearance audits

Payment of duties and taxes

Automated customs value determination

Automated invoicing and payment

Information exchange between authorities

Identitymanagement Electronic Certification & Verification

Compliance Management Optimised Logistics Service Provider communication Exchange of information between economic operators

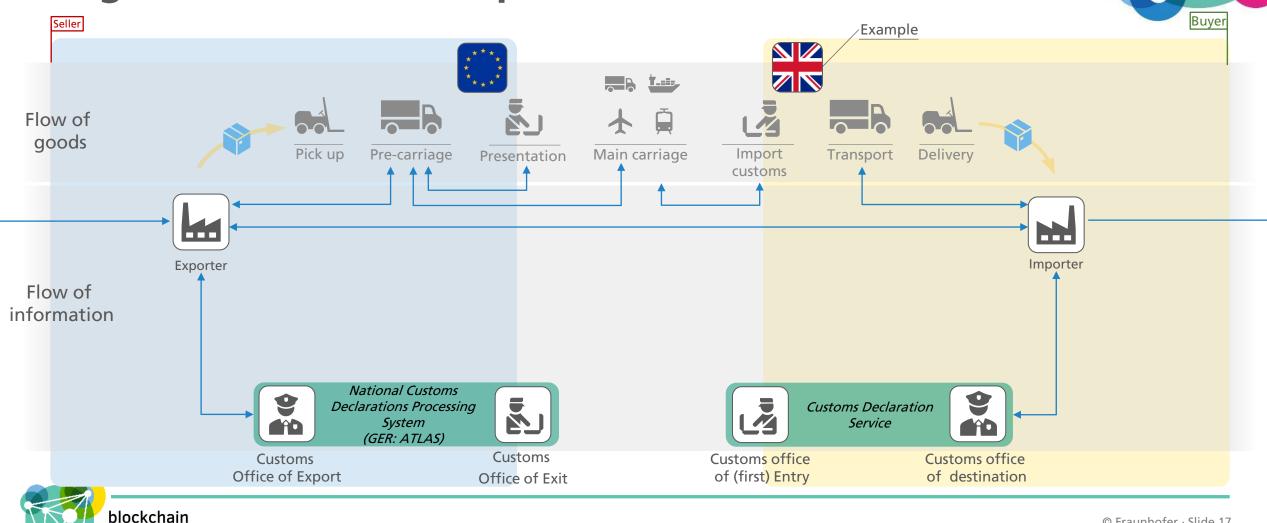
Authorities

Corporate



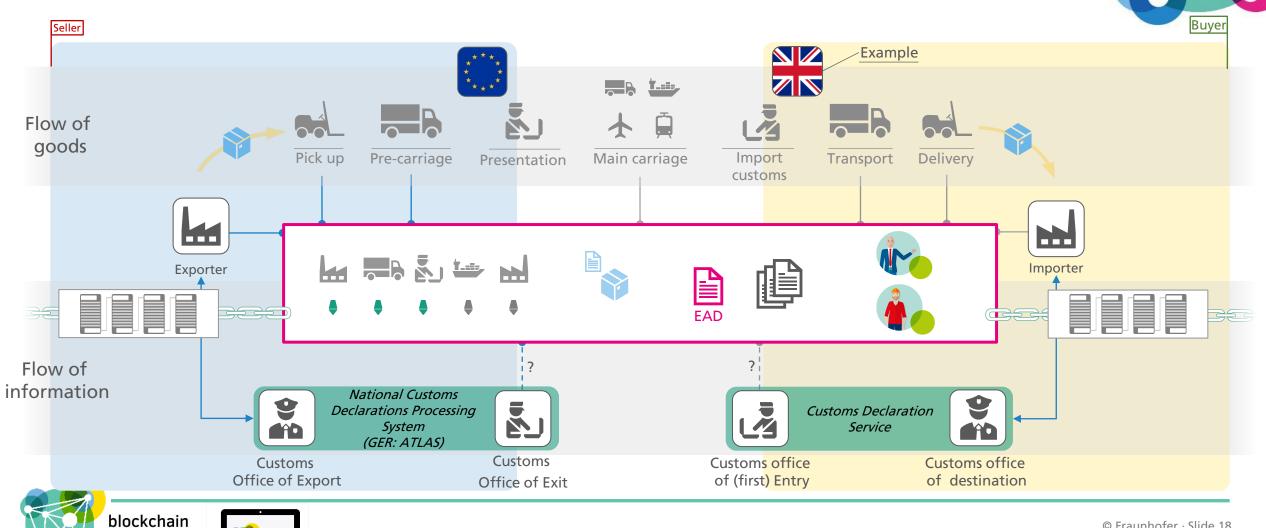
europe.nrw

Logistics and customs processes



europe.nrw

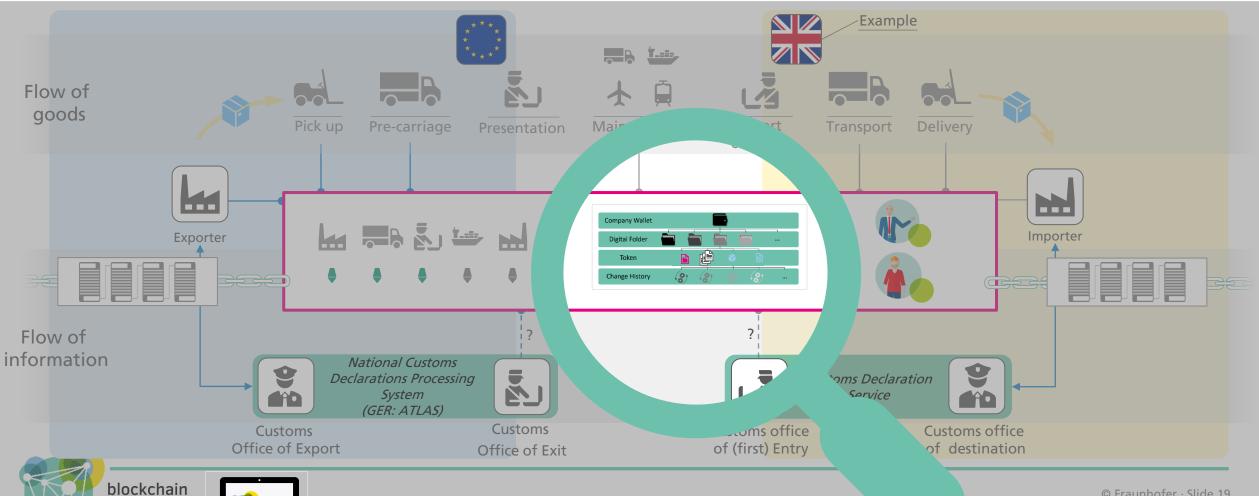
Goal



europe.nrw

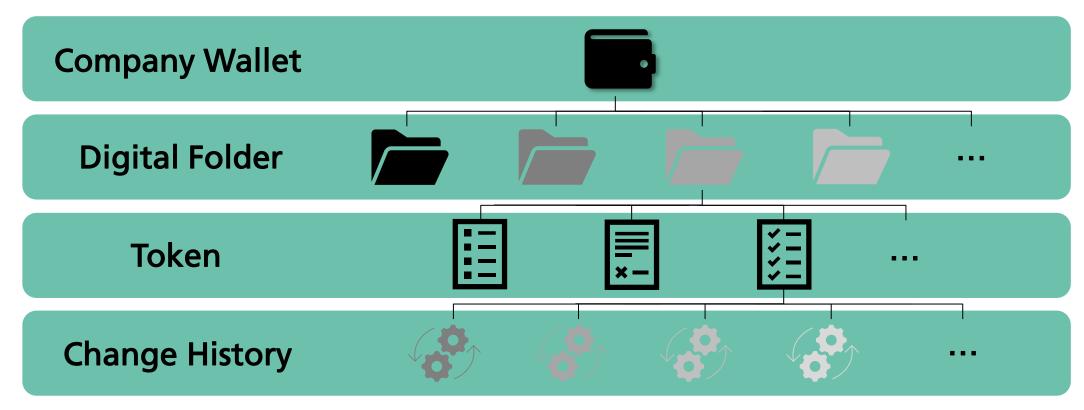
Goal





Digital Folder Structural design



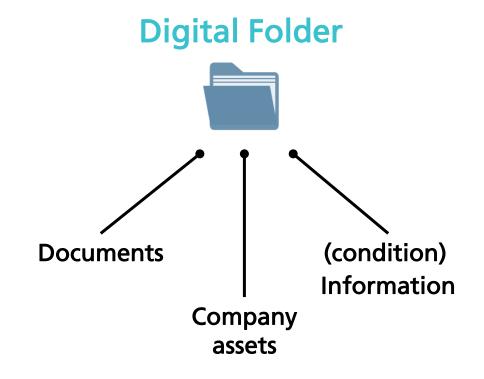




Digital Folder Establish and use relationships



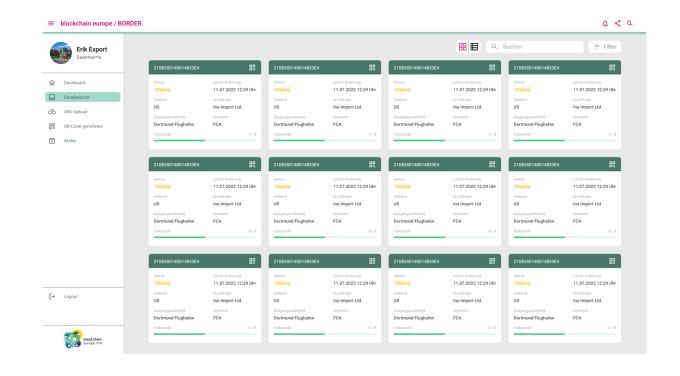
- ➤ The Internet of Values requires the coupling of material, information and financial flows.
- ➤ The Digital Folder makes it possible to map information, documents and assets on the blockchain using tokens.
- The tokens can be related to each other.
- Changes along the material flow are documented persistently and traceably



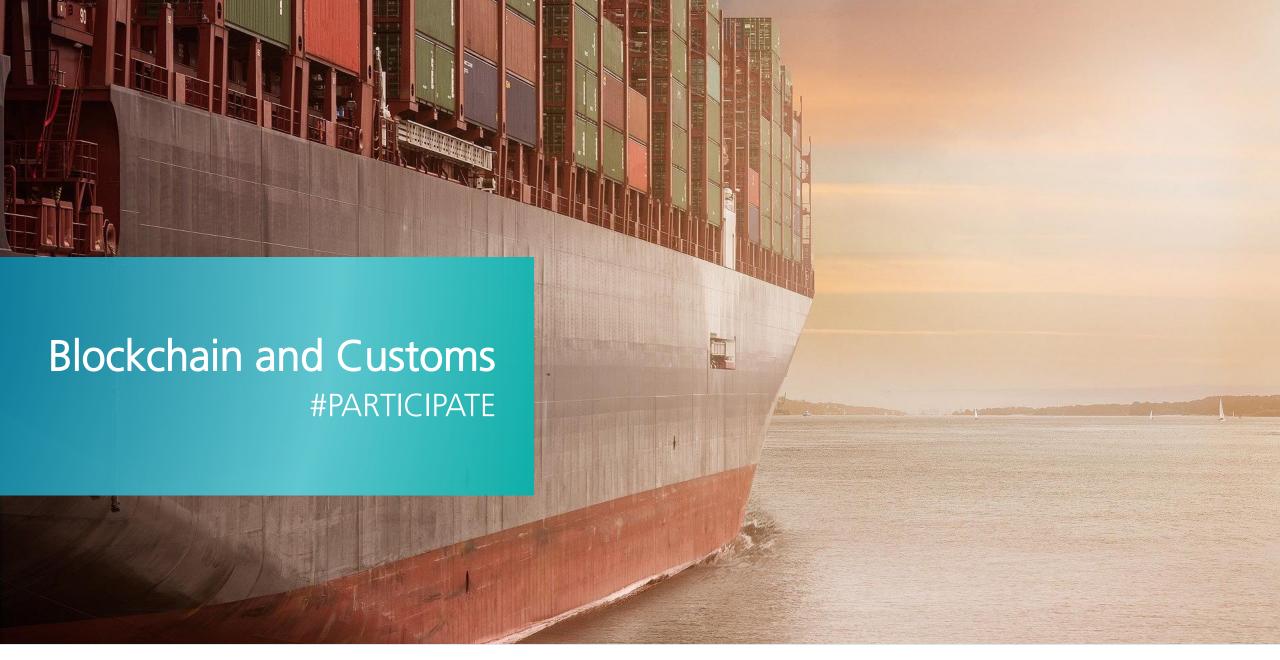


Insight into the software





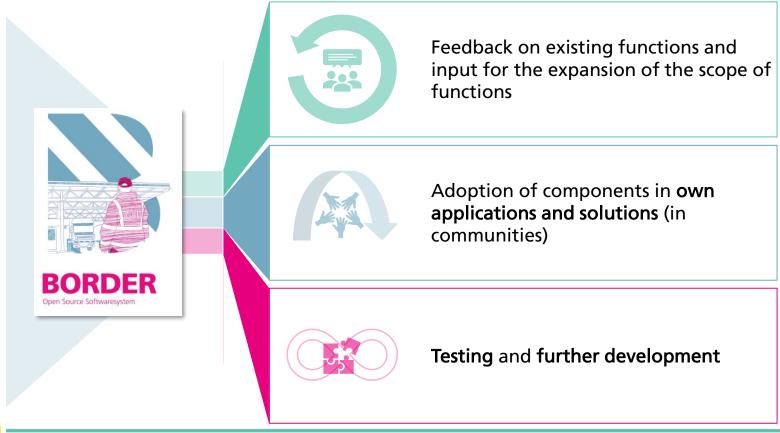






Development paths and goals

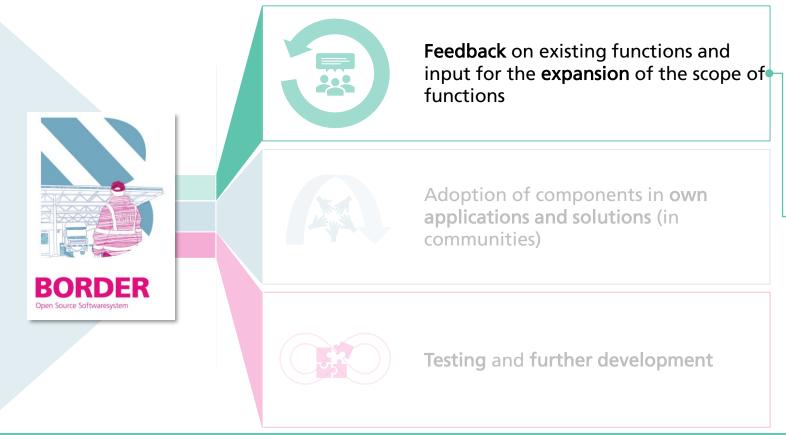






Development paths and goals





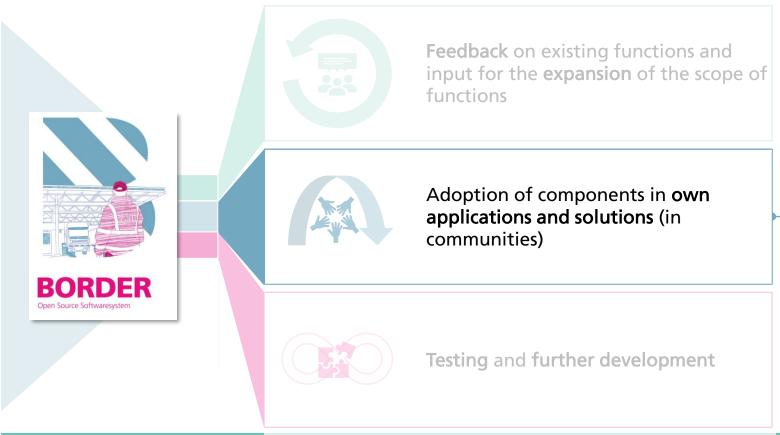
BORDER 1.x

- Practical **validation** of the existing **functionalities**
- Identification of future functional components



Development paths and goals





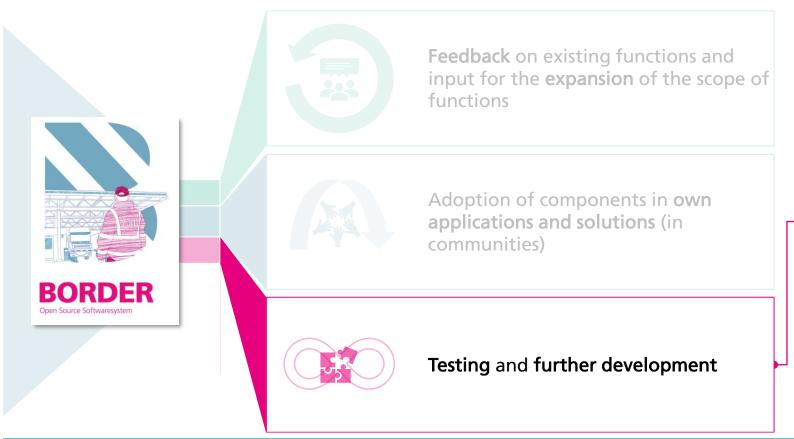
Transfer

- Adaptation of specialized open-source components in new products
- Transfer to address further challenges
- Integration into commercial and non-commercial solutions



Development paths and goals





Technology

- Testing blockchain networks
- Comparison of different frameworks
- Business models and operator models
- Further development of blockchain functions



#PARTICIPATE





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