

October 28, 2015

New procedure related to Taiwan Advance Manifest System

Dear NCA Customers

As Taiwan Advance Manifest System will become effective from **2016**, advance electronic data of all shipments bound for Taiwan will be required.

NCA would like to inform you of its new procedure to ensure smooth implementation of the new regulations

1. Date of implementation

All NCA flights to Taiwan (TPE) are to be regulated from **1st December, 2015**.
(the 1st flight is KZ0241/06DEC'15 from NRT)

2. Basic Taiwan Customs requirements

All information related to air cargo brought into Taiwan (Including transit cargo in Taiwan) will be required to be transmitted electronically to Taiwan Customs.

NCA is responsible for the transmission of complete set of information at Master Air Waybill (MAWB) level for non-consolidated shipments.

NCA is also responsible to transmit a complete set of information at both MAWB level and House Air Waybill (HAWB) level for consolidated shipments.

All the consolidator exclusively possesses HAWB information, NCA needs to be disclosed and presented by the consolidator with complete and accurate HAWB information that is required by Taiwan Customs.

Detailed HAWB information must include the following.

HAWB number

Three letter code of the airport of origin

Three letter code of the airport of destination

Precise description of the goods.

Number of pieces

Weight

Complete name and address of the original shipper

Complete name and address of the ultimate consignee.

3. Options to submit HAWB information.

(1)EDI with FHL messages.

This is the preferred method of NCA, which has a connection with EDI vender.

The message must be received electronically prior to document acceptance.

Some vendors such as TRAXON provide web option for forwarders who do not have EDI connection.

(2)Manual entry based on presented document.

If your computer cannot send FHL messages, NCA will offer manual entry.

In this case, NCA may set earlier cut off time for acceptance depends on each station's situation. (Please ask NCA sales representative)

Attached request sheet need to be completed and submitted with the MAWB at the time of acceptance.

Taiwan Customs not provided the HAWB direct filing system.

If the accurate and complete information is not available by the specified timing, NCA reserves a right to refuse acceptance of the shipment or offload the shipment.

Whichever method you choose, following documents need to be attached to the MAWB at the time of acceptance.

①Copy of the detailed consolidation manifest (or copy of each HAWB)

②Consolidation manifests for each ULD, if the shipment is built-up on several ULDS by shipper.

4. Cost measure

Since the implementation of the new regulation will increase our costs, NCA is forced to share part of the additional costs with our customers.

New miscellaneous charges with two levels based on the way to acquire HAWB information will be implemented once we will get the official effective date from Taiwan custom. We will announce this effective date later.

| Options to submit HAWB information | The transaction charge per MAWB and/or HAWB (*) | The code in Other Charge box |
|--------------------------------------------|-------------------------------------------------|------------------------------|
| 1)EDI with FHL message | 145 円 (ex Japan) | CG |
| 2)Manual entry based on presented document | 600 円 (ex Japan) | CC |

Remark* : For customers outside Japan, please contact your local NCA sales office.

- 1) Charge should be inserted on the MAWB other charge box with the code CG. If you transit FWB, CG followed by the amount should be entered in the other charge line of the FWB.
- 2) Charge should be inserted on the MAWB other charge box with the code CC.

5. Information on the documents

(1) Shipper information:

For consolidated shipment, the identity of the consolidator is sufficient at the MAWB level but the name and address of the actual shipper must be provided on House Manifest. For non-consolidated shipment, the name and address of the original shipper must be provided.

(2) Consignee information:

For consolidated shipment, the identity of the container station of broker is sufficient at the MAWB level but the name and address of the actual consignee must be provided on a House manifest.

For non-consolidated. Shipment, the name and address of the ultimate consignee must be provided.

(3) Cargo description

For consolidated shipment, the description of “Consolidation as per attached manifest” should be indicated in the “nature and Quantity of Goods” box of the MAWB but precise description of the goods must be provided in the HAWB level.

For non-consolidated shipment, a precise description must be provided.

The column for “Good Description” should not be filled in with any meaningless numbers, marks or general terms such as:

① Meaningless numbers and marks: 0, 1, 11, A, AB, %, \$, #, @, etc.

② General terms: PARTS, SAMPLE, ACCESSORY, etc.

(Please refer to “Examples of Goods Descriptions Accepted or not Accepted” in Appendix Table..)

(4) Number of pieces

Total number of pieces tendered must be shown in the “No of Pieces” box of the MAWB.

6. Information on the EDI messages

(1) Origin & Destination

Origin & Destination in the FHL should correspond to those in the FWB.

(2) Shipper & Consignee information

FWB: For the consolidated shipment, the consolidator & the broker's name and address, and for the non-consolidated shipment, original shipper & ultimate consignee's name and address should be contained.

FHL: Original shipper & ultimate consignee's name and address at the HAWB level should be contained.

(3) Cargo Description

FWB: For the consolidated shipment, "Consolidation", and for the non-consolidated shipment, a precise description should be indicated in the "Rate description" line.

FHL: A precise description should be indicated in the "HBS" line. Since the "HBS" line can accommodate just 15 characters, the first 15 characters of the cargo description should be entered in the "HBS" line and full description should be entered in the "TXT/" line.

(4) Number of piece

FWB: Number of piece tendered should be entered in the "Air Waybill consignment details" line.

FHL: Number of piece tendered should be entered in the "MBI" line.

7. Airlines responsibility

NCA is responsible for transmitting the information on the bases of what NCA believes to be true or correct, the shippers are ultimately responsible for completeness and correctness of the information. Therefore forwarders will be liable to NCA for any loss or expense NCA racked up due to incorrectness or incompleteness of provided information.

8. Confidentially of cargo information

NCA will only use the cargo information for transportation purpose.

NCA must maintain cargo information confidential unless requests from Taiwan officials or other officials.

Thank you very much for your attention and continued support on NCA.

Sincerely,

To: Nippon Cargo Airlines Co., Ltd

Date: _____

Company Name: _____

Phone Number: _____

Request Sheet for manual HAWB data input to Taiwan Customs

We request NCA to do manual HAWB data input for Taiwan Advance Manifest System.

1. Master AWB Number: **933-** _____

2. Booked Flight Number: **KZ** _____

3. Number of House AWB: _____

We have confirmed that attached House Manifest contains necessary information for Taiwan Customs requirement and total number of House AWB.

Sign: _____

ATTENTION

Please make sure you sign in part lined above.

You are kindly requested to complete and attach this sheet to Master AWB.

NCA may set earlier cut off time for acceptance depends on each station's situation.

Appendix Table

Examples of Goods Descriptions Accepted or not Accepted

| Not Acceptable | Acceptable |
|----------------------------------------------------------------|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| Apparel Wearing Apparel Ladies' Apparel Men's Apparel | Clothing Shoes Footwear Jewelry (may include watches) |
| Appliances | Kitchen Appliances Industrial Appliances Heat Pump |
| Auto parts Parts | New Auto parts Used Auto parts |
| Caps | Baseball Caps Blasting Caps Bottle Caps Hub Caps |
| Chemicals, hazardous Chemicals, non-hazardous | Actual Chemical Name (not brand name) |
| Electronic Goods Electronics | Computers Consumer Electronics, Telephones Electronic Toys(can include Gameboys, Game Cubes, Dancing Elmo Doll etc.) Personal/Household Electronics (i.e. PDA's VCR's, TV's) |
| Equipment | industrial Equipment, Oil Well Equipment Automotive Equipment, Poultry Equipment etc. |
| Flooring | Wood Flooring, Plastic Flooring, Carpet, Ceramic Tile, Marble Flooring |
| Foodstuffs | Oranges Fish Packaged Rice, Packaged Grain, Bulk Grain |
| Iron | Iron Pipes, Steel Pipes |
| Steel | Iron Building Material, Steel Building Material |
| Leather Articles | Saddles Leather Handbags Leather Jackets, Shoes |
| Machinery | Metal Working Machinery Cigarette Making Machinery |

| | |
|------------------------------------------------------------------------------------------|---------------------------------------------------------------------------------------------|
| Machines | Sewing Machines Printing Machines |
| Pipes | Plastic Pipes PVC Pipes Steel Pipes Copper Pipes |
| Plastic Goods | Plastic Kitchenware, Plastic Houseware, Industrial Plastics Toys, New/Used Auto Parts |
| Polyurethane | Polyurethane Threads Polyurethane Medical Gloves |
| | Personal Effects Household Goods. |
| Rubber Articles | Rubber Hoses Tires Toys Rubber Conveyor Belts |
| Rods | Welding Rods Rebar Aluminum Rods Reactor Rods |
| Scrap | Plastic Scrap Aluminum Scrap Iron Scrap |
| STC (Said to Contain) General Cargo FAK (Freight of All Kinds) "No Description" | |
| Tiles | Ceramic Tiles Marble Tiles |
| Tools | Hand Tools Power Tools Industrial Tools |