Trade Finance Project CALL Memo: 20240530

Recorded by Hisanao Sugamata

Meeting Date & Time: 7:00 – 8:00 UTC on 30May2024

Meeting Location: Online

Participants:

Sue Probert (Initiate the call)

Hanane Becha

Hisanao Sugamata

Todd Frazier

Daizo Kiyotomo

Kagisho Ramatsa

Mees van der Wiel

Tom Shinya

Sorrentino Fabio

1. Cargo Insurance BRS review

* Hisanao introduced the structure of the 1st draft of the cargo insurance BRS, including a briefing on its purpose and scope, process overview and information model overview.
* He also explained the following issues that was on his mind and asked for his opinion.
* What is the scope of the trade finance?

🡺To listen to opinions of other experts.

* How to position the documentary credit process and the cargo insurance process in BSP?

The scope of the cargo insurance process in this BRS said that the cargo insurance plays a role in mitigating the risks associated with trade (Buy- Ship-Pay). The cargo insurance process which is included in trade transactions plays one of the trade finance roles.

🡺To be discussed more.

* He also has another concern regarding the core components related to the insurance registered in the current CCL. In this BRS, he avoided useless CCs in the current CCL and defined new CCs.
* He introduced the comments to the draft BRS from Alfonso. He proposed to add notes to the scope related ICC UCP 600.

🡺We agree to take his comments.

* Sue made a comment related the cardinality of “Consignment”. In the SCRDM, the trade delivery has multiple consignments. While only one consignment defined for “Bill of Lading” and “Documentary Credit”. For “Cargo Insurance”, whether the policy covers one or multiple consignments?

🡺Father investigation and to be discussed.

* She also proposed removing restrictions of the cargo on the following scope “This BRS covers containerized cargo but does not cover the bulk cargo such as Oil and Ore”.

🡺 Father investigation and to be discussed.

1. Any other business

* The next project call will be held on 13th of June. We will continue the discussion around the cargo insurance.
* We are also waiting the comments for the eBL.
* Hisanao will set the zoom meeting for 13th of June.