Secretariat of Commerce and Services
Ministry of Development, Industry and Foreign Trade of Brazil

SISCOSERV – The Brazilian Experience

Seminar on developments in trade in services statistics and the way forward
Geneva, 19 September 2014

Foreign trade in services – Brazilian overview
Conditions that promoted the decision to built SISCOSERV:

➤ **Increasing deficits** on the services account of the Balance of Payments

➤ **Lack of detailed information** on foreign trade in services that impacts:

- The implementation of effective public policies for the sector's development;
- International negotiation in services;
- Companies comercial intelligence.

Cornerstones of Siscoserv

- The obligation to provide information in Siscoserv is established by Law.

- Joint management: Secretariat of Commerce and Services (Commercial point of view) / Secretariat of Federal Revenue (Taxes and fiscal point of view)

- Compliance with the GATS/WTO and the Brazilian tax law

- Statistics of foreign trade in services, including the four Modes of Supply

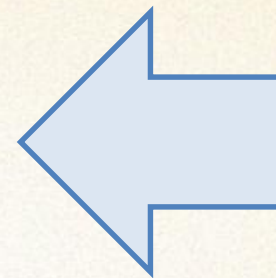- Available on the internet – online processing

Cornerstones of Siscoserv

- Access through Digital Certification and Electronic Power of Attorney

- Impossibility of using Siscoserv as an import licensing system.

- The registers of operations are only made after the beginning of the service provision.

- Commitment for promoting the interoperability with other systems

- Nomenclature: NBS (based on the CPC 2.0 from the United Nations)

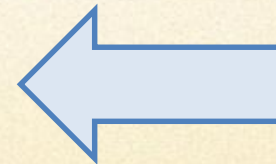# NBS

Brazilian Nomenclature of Services and Intangibles

- 26 chapters

- Around 850 codes

Allows the precise identification of services as products

NEBS

Explanatory notes for NBS

Subsidiary element to correctly interpret the NBS

History of the implementation

- 2006 to 2010: system development;

- 2007: The system was included in the quadrennial planning of Brazil 2008-2011;

- 2011: The Law that requires the registering of transactions between Brazilians and foreigners (enterprises or individuals), involving the provision of services and intangibles, was established.

- 2011: The refinement of the system was included in the quadrennial planning of Brazil 2012-2015.

- 2012: Institution of NBS and deployment of sale module and acquisition module (modes of supply 1, 2 and 4);

- 2014: Deployment of the module of the foreign affiliates trade in services and intangibles, only outward (mode of supply 3).

Gradual process of implementation of the system

Modes 1, 2 and 4 - beginning of the registers:

August 1st, 2012:   (3 chapters of NBS – construction
                                                and others services)

October 1st, 2012:   (5 more chapters of NBS)
December 1st, 2012:   (3 more chapters of NBS)

February 1st, 2013:   (2 more chapters of NBS)

April 1st, 2013:   (3 more chapters of NBS)

July 1st, 2013:   (4 more chapters of NBS)
October 1st, 2013:   (6 more chapters of NBS)

Totaling 26 chapters

- Until December 2013 the registers could be included up to **seven** months after the start of the service provision.
- Since January 2014, the registers can be included up to **four** months after the start of the service provision.

Gradual process of implementation of the system

Mode 3 – Outward FATS

Beginning of the registers: January 1st, 2014

- For each Brazilian foreign affiliate only one registry is included each year.
- It is reported the Brazilian foreign affiliate total revenue in services of the previous year.
- The registers can be included until June 30th.

Available Data by SISCOSERV

Modes 1, 2 and 4

– Transactions between Brazilian residents or companies and non-residents or foreign companies.

– Brazilian and foreign services purchaser or seller data (name, address, country and tax identification number - TIN)

– Transaction data (value, currency, starting date of the service, date of conclusion, NBS code (the service that was traded), Modes of supply and country of destination of the service)

Available Data by SISCOSERV

Mode 3 (FATS Outward)

– Brazilian foreign affiliates data (name, address, country and tax identification number - TIN)

– Percentage of the Brazilian control,

– Period (annual basis),

– Total revenue and

– Main services traded.

Thank you very much!

Secretariat of Commerce and Services

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