

#### Multimodality as a solution for contemporary supply chain challenges

**FIATA Senior Vice President Mr. Ivan Petrov** 

**Market Place Seminar** 

14 Octobre 2021



# Towards multimodality: the future of rail freight

#### Key features of multimodality

- Two or more modes of transport used
- Single Bill of Lading throughout all modes of transport under the liability of the contractual carrier

#### Critical role for efficient movement of goods

- Multimodality is at the core of the sustainable development of transport systems
- Rail transport combined with multimodality is an effective method to reduce carbon emission
- Multimodality is an important tool to improve logistics efficiency
- Multimodality requires digitalization and interoperability of standards between the relevant stakeholders



# Towards multimodality; linking physical and documentary processes

- Need to support physical movement of goods with accessible, acceptable and facilitated documentary processes
- Importance of uniformity and consistency in documentary interpretation and usage
- Key acceptance by financial institutions, insurers, carriers, regulatory agencies, and business standards
- Coverage of the last mile from rail to road to consignee
- Transition from paper documents to the electronic ones



## The FIATA Multimodal Transport Bill of Lading (FBL)

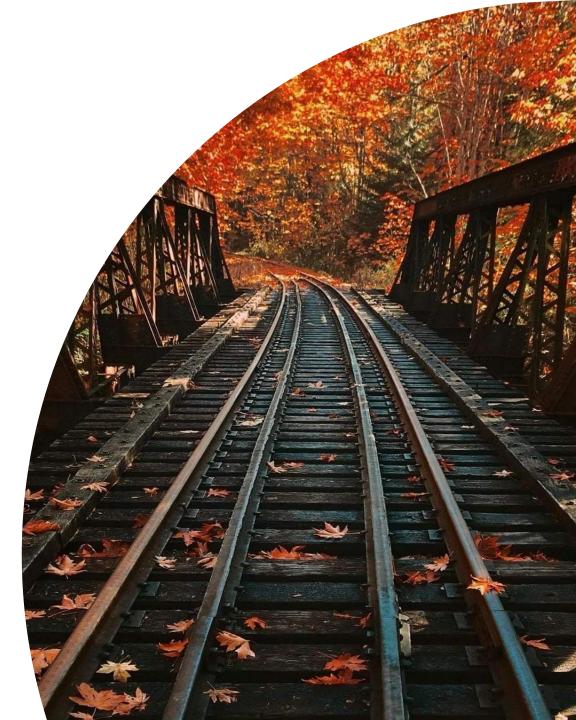


- Only true multimodal negotiable trade document
- Deemed in conformity with UNCTAD/ICC Rules for Multimodal Transport Documents and with UCP 600 by ICC
- Reputable and trustworthy due to conditions for use, including liability insurance requirements and document tracking
- Known document by banking institutions; FBL can be used to support a Letter of credit
- Around 1 million copies issued globally every year



### Importance of interoperability of standards

- Digitalization of the FIATA Bill of Lading as a key priority of FIATA Digital Strategy
- Collaboration with UN/CEFACT to map the FBL with the MMT Reference data model to ensure the interoperability with other standards and all actors of the supply chain
- FIATA's approach: Interoperability over standardization



#### **FIATA Digital Strategy**

- New FIATA Digital Strategy launched in June 2020
- The Strategy includes 6 projects with one main objective: facilitate data exchange between freight forwarders and their stakeholders through interoperability
  - FIATA Digital Identity
  - Digitalization of FIATA Standard trade documents
  - Document certification and digital signature
  - Professional network
  - Interoperability
  - Business intelligence
- A collaborative approach has been taken to implement the strategy and different key actors/organizations of the supply chain have been involved through our Working groups (UNECE, IATA, DCSA, IPCSA, GS1, software providers)



## In-practice: the eFBL in multimodal transport

- Multimodal eFBL is applicable for all modes of transport, including multimodality
- Issued by MTO (Multimodal Transport Operator) for the whole stretch of transport
- Liability of the contractual carriers from end-to-end transport
- Can be used as a second lawyer of transport document by MTO; transport contracts with individual carriers (CMR, CIM/SMGS, B/L) in parallel to eFBL to the owner of goods
- Can also serve as a required L/C tool



### eFBL project: bringing trust and security through digitalization

More than simply digitizing our standard trade document, our project answers to the following needs and requirements expressed by our members:

- Making the document easily accessible to our members possibility to issue an eFBL through their everyday tools (TMS and others)
- Strengthening of compliance control over the issuers of the document – adding a trust layer by certifying the identity of the issuers of the document
- Preventing fraud and ensuring full traceability of the document adding a security layer by allowing stakeholders to access an immutable document audit trail
- Ensuring interoperability with all modes of transports and different actors of the supply chain – using the UN/CEFACT Reference Data model to create our eFBL standard



## eFBL project: bringing trust and security through digitalization

#### How it works?

- Freight forwarders are able to issue eFBL through their everyday tools
- eFBL data and freight-forwarder ID is sent to FIATA through a dedicated API
- FIATA verifies the identity of the document issuer through its FIATA Digital Identity
- If he fulfills all requirements, the document is issued with a unique tracking QR code and number
- Freight-forwarder can choose to print the document or share it as a PDF and eventually as a fully digital (data) document with its stakeholders
- Stakeholders interacting with the document can access the document audit trail to verify the validity of the document, the identity of the issuer and the integrity of its content



Business registration number

#### Member of

Ó

Federacion Espanola de Transitarios, Expedidores Internacionales y Asimilados

At the time of the document registration, BSD Logistics fulfilled all conditions as specified in the terms and conditions of the FBL

This document and this service is for testing only, does not contain any real data and does not bear any legal value

## eFBL project: bringing trust and security through digitalization

- Started with a 7 months Proof of Concept, involving 7 software providers and 19 freight-forwarding companies: both technical and operational feasabilities were confirmed
- Implementation of the solution started and the launch is planned for early 2022
- A progressive roll-out is planned, starting with direct FIATA members and then to National Associations members, by regions



#### Next steps

- Implement the roll-out planned for early 2022
- Continue to contribute to the work undertaken by the UN on negotiable transport documents
- Possible extension of the FIATA document tracking solution to other FIATA documents and non-FIATA documents (House BL)



### Thank you



www.fiata.com info@fiata.com f vin o @fiatafederation