



Key Inputs, Ingredients, or Components for Cigarette Manufacturing

**Countering Contraband:
the 2nd Bi-National Conference on Illicit
Tobacco Trade
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Framework Convention for Tobacco Control

Protocol To Eliminate Illicit Trade in Tobacco Products

➤ **Supply Chain Controls:**

- **Due Diligence.**
- **Licensing.**
- **Record keeping.**
- **Tracking and tracing.**

➤ **Illegal Manufacturing:**

- **Key Inputs**
- **Manufacturing Equipment**

➤ **Counterfeiting.**

➤ **Organized Crime.**

➤ **Corruption.**

➤ **Terrorism.**

➤ **Proceeds of Crimes.**

➤ **International Cooperation.**

Illegal Manufacturing

- **Unlicensed manufacturing.**
- **Overproduction by licensed manufacturers.**
- **Products bearing counterfeit trademarks.**

WTO - Uruguay Round Agreement: TRIPS

...14. For the purposes of this Agreement:
(a) “counterfeit trademark goods” shall mean any goods, including packaging, bearing without authorization a trademark which is identical to the trademark validly registered in respect of such goods, or which cannot be distinguished in its essential aspects from such a trademark, and which thereby infringes the rights of the owner of the trademark in question under the law of the country of importation;...

Sources of Illegally Manufactured Tobacco Products

- **China.**
- **Canada.**
- **United States.**
- **Paraguay.**
- **Brazil.**
- **Ukraine.**
- **Russia.**
- **South Africa.**
- **Zimbabwe.**
- **United Kingdom**

Key Inputs or Ingredients and Manufacturing Machinery

- **Tobacco.**
- **Cigarette Paper (in all forms, including tubes).**
- **Acetate Filter Tow.**
- **Tobacco Manufacturing Machinery.**

Cigarette Paper



Photos Not to Scale

Acetate Filter Tow



Photos Not to Scale

Canadian Imports

HS 481320 – CIGARETTE PAPER - IN ROLLS (WIDTH <5 CM)

- United States
- France
- Germany
- Austria
- Brazil
- Czech Republic
- Italy
- Mexico
- Indonesia
- Spain

HS 391211 - CELLULOSE ACETATES, NON- PLASTICIZED - IN PRIMARY FORMS

- China
- Germany
- Italy
- Re-Imports (Canada)
- United Kingdom
- Japan
- Thailand

Canadian Imports

HS 847810 - MACHINERY FOR PREPARING OR MAKING UP TOBACCO (INCL CIGARETTE MAKING MACHINES)

- **Germany**
- **Czech Republic**
- **France (incl. Monaco, French Antilles)**
- **Hungary**
- **United States**
- **Italy**
- **China**
- **United Arab Emirates**
- **Bulgaria**
- **Indonesia**

US Imports

HTS 48132000 CIGARETTE PAPER - IN ROLLS (WIDTH <5 CM) :

- **Austria**
- **Czech Republic**
- **France**
- **Brazil**
- **Finland**
- **Germany**
- **Canada**
- **Indonesia**
- **China**
- **Dominican Republic**

HTS 39121100 Cellulose acetates... nonplasticized

- **Italy**
- **United Kingdom**
- **Germany**
- **Netherlands**
- **Japan**
- **Mexico**
- **Canada**
- **Australia**
- **Belgium**
- **Indonesia**

US Imports

HTS8 84781000, Machinery for preparing or making up tobacco

- **Germany**
- **Netherlands**
- **United Kingdom**
- **China**
- **Poland**
- **Brazil**
- **Canada**
- **Bulgaria**
- **Indonesia**
- **Hungary**

Major Suppliers

Cigarette Paper:

- **Schweitzer-Mauduit International, Inc.**
- **Astra Tobacco Corporation.**
- **Delfortgroup AG.**
- **Julius Glatz GMBH.**
- **Liptec GMBH.**

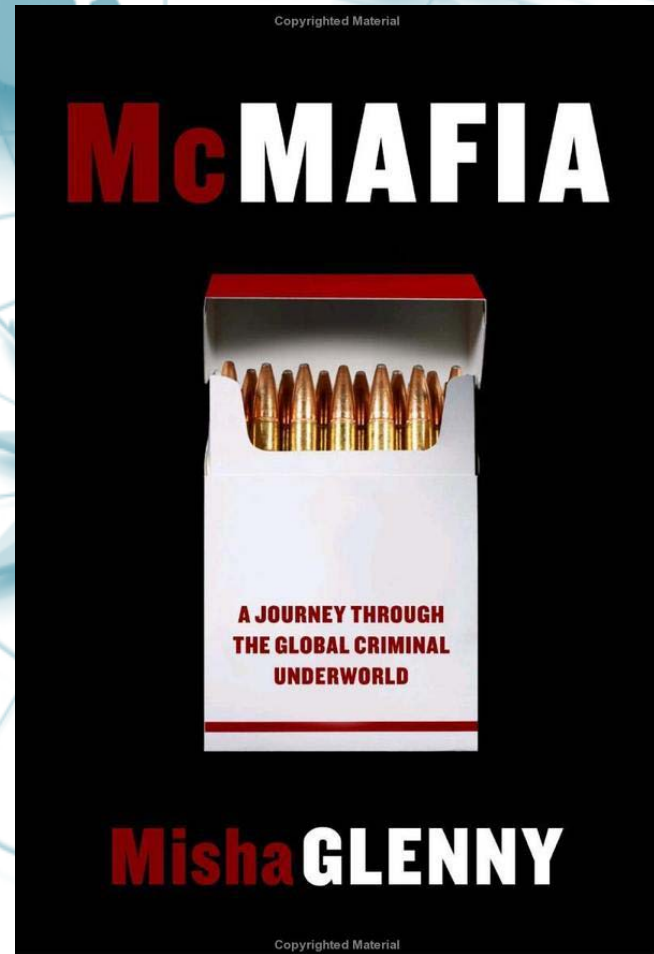
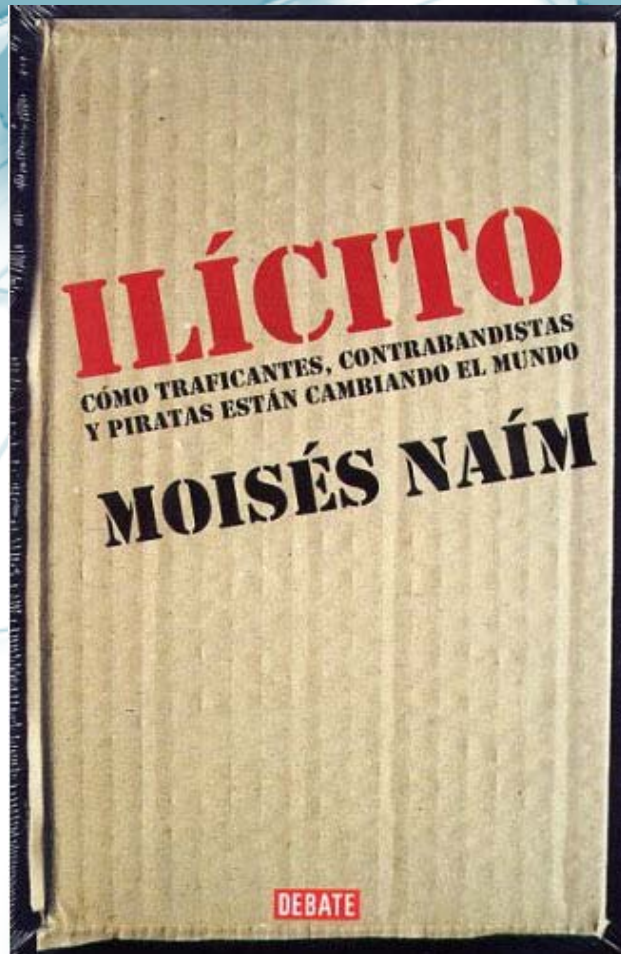
Acetate Filter Tow:

- **Celanese Corporation.**
- **Eastman Chemical Company.**
- **Rhodia SA.**

Feasibility of Controls

- **Tobacco is controlled.**
- **U.S. taxes cigarette paper and registers sellers.**
- **Imports of processed tobacco, paper, acetate filter tow and manufacturing equipment are monitored in Canada, the U.S. and most countries by their Harmonized Schedules.**
- **Limited number of major manufacturers.**

Knowledge





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