



Customs Brexit Analysis

Data analysis – insight in the customs consequences of Brexit.

On March 29, 2017 the UK triggered article 50 of the Treaty on European Union. While a transition period – until the end of 2020 – has been agreed upon, Brexit negotiations on the future relationship between the UK and the EU are ongoing. Agreements on customs legislation and trade with the EU are a key point in these discussions. Even though much remains unclear, there are things you can do now to prepare for Brexit like customs tariff classification of your product range, supply chain management and a profound impact analysis.

Customs duties and important changes both for import and export

At this point in time customs duties are almost entirely governed by EU Directives and Regulations.

Furthermore, most trade agreements and duty rates are set at an EU level.

With the UK leaving the EU customs union there are a number of

important customs implications. First, movements of goods to / from the UK and the EU will be considered as imports and exports. Second, import duties, import VAT and other indirect taxes like excise

duties could be imposed or changed. Third, FTA agreements need to be re-negotiated.

The aforementioned could be summarized by saying that companies active in the UK are confronted with a lot of uncertainties. Deloitte has created the Customs Brexit Analysis to assist your business in the UK with gaining more insight in the possible customs implications.

Customs Brexit Analysis

The Customs Brexit Analysis uses your company's own import and export declaration data to calculate the financial risks and consequences of Brexit from a customs point of view. This will provide you with detailed and company specific information on the potential financial effects of Brexit. The Customs Brexit Analysis performs two duty calculations.

One calculation is based on the Most Favourite Nations (MFN) tariff and the second scenario is based on the situation that the UK can make use of the same FTA's as the EU Plus impact of an agreement with China and/or the United States. In this calculation the impact for agricultural duties for products with a Meursing code is included

What we can do for you.

If your company is active in the UK and you are worried about the possible financial risks for your company with regard to customs duties. Deloitte can provide you, with the help of our Customs Brexit Analysis, with company specific information on the financial risks of a Brexit for your company.

Customs Brexit Analysis = insight into the risks of Brexit with respect to customs duties.

Besides the calculation of the impact on import duties, the Customs Brexit Analysis also provides a calculation on additional broker fees which might occur for declarations being made for all intra community goods flows

How does it work?

Based on the declaration data available for your company (i.e. Intrastat and MSS data from HMRC), the factual monetary differences are calculated between the two different scenario's.

With regard to these calculations the CN codes used by your company are used. The outcome of these calculations is visualized in an interactive dashboard which allows you to filter the data and calculation results using different selections.

The Customs Brexit Analysis provides a detailed insight on the possible impact of Brexit for your company.

Customs Data Analytics

The Customs Brexit Analysis is part of the customs data analytics solutions developed by Deloitte, which provides insights into your customs processes and helps to manage complexity, identify risk and reduce potential for overpayments.

Contact us:

Paul de Vries

Director

Tel: +31 (0)88 288 2314
Mobile: +31 (0)6 5261 5275
Email: padevries@deloitte.nl

Gerhard Smit

Senior Manager

Tel: +31 (0)88 288 2335
Mobile: +31 (0)6 5261 5262
Email: gesmit@deloitte.nl

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