

## **BREXIT – END OF TRANSITION PERIOD POINTS OF ATTENTION FOR SUPPLIERS**

### **Background**

With the withdrawal of the United Kingdom from the European Union on the 1st February 2020 and the end of the Transition Period on 31st December 2020, **EU businesses will need to apply the same processes to trade with UK that apply when trading with the rest of the world (non-EU countries).**

Under normal circumstances **goods must be declared electronically** (by submitting a customs declaration) **before reaching the point of exit or entry** such as a port or airport. Customs authorities has to clear your goods, and release for export.

Important to note – administrative burden of the customs clearance obligation will remain irrespective of whether or not UK/EU Free Trade Agreement deal will be signed or not before the end of the transition period.

### **BREXIT impact on your shipments**

#### **CUSTOMS**

From 1<sup>st</sup> January 2021 **businesses and people wishing to trade with UK must use the EORI number as an identification number in all customs procedures** when exchanging information with Customs administrations. EORI stands for “**Economic Operators Registration and Identification number**”.

CNH Industrial suppliers are expected to manage all custom export procedure, to obtain relevant export documentation and provide them to carriers/drivers timely and accurately.

Mandatory documents that are required at the loading point:

- commercial invoice;
- packing list;
- delivery note;
- EAD Export Accompanying Declaration/ TAD Transport Accompanying document;
- and any other documents as required to manage the border crossing.

If you have any further questions in regard to the BREXIT impact on your business or export customs formalities, we encourage you to check with your local customs office.

#### **COUNTRY OF ORIGIN**

With only few weeks left before the end of the transition period, **it is understood that an agreement on a deal between the UK and EU is still possible and will be a positive development.** To benefit from the UK/EU deal from an early stage, traders will have to comply with rules of origin in order for their products to qualify for preferential rates.

We are expecting all our suppliers to have sufficient internal processes and procedures in place to perform qualification of products CNH Industrial is purchasing under the potential Free Trade Agreement between UK & EU and provide us with the necessary documentation on demand to allow us to recover or mitigate import duty paid/due in cases where it will be possible.

**REGULATORY CHANGES**

The UK Government is updating regulations and certifications required for the sale of certain product into the UK Market. We encourage our suppliers to validate how the products they are selling to CNH Industrial in the UK might be affected by this change.