



**22ND GCCA EUROPEAN
COLD CHAIN CONFERENCE**
20-22 MARCH 2019 | BRUSSELS

Brexit and the UK Cold Chain

Shane Brennan, Food Storage and Distribution Federation

Presented by



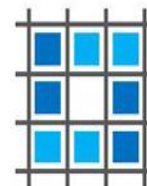
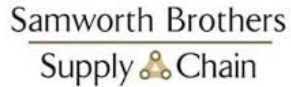
**GLOBAL COLD CHAIN
ALLIANCE®**

Representing the UK Cold Chain

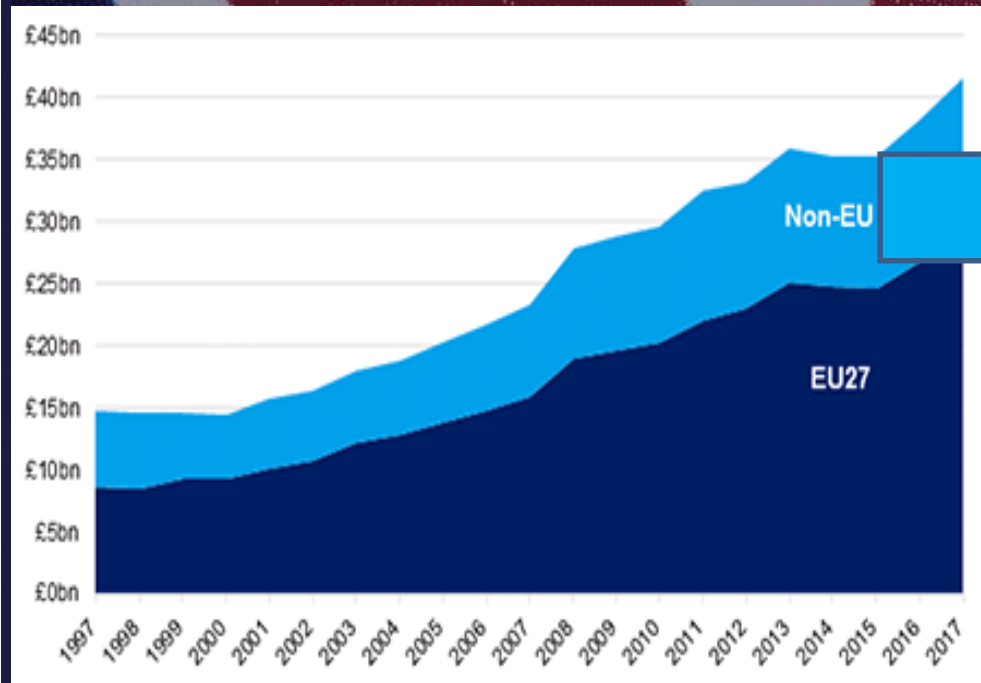


SHANE BRENNAN
Food Storage & Distribution Federation



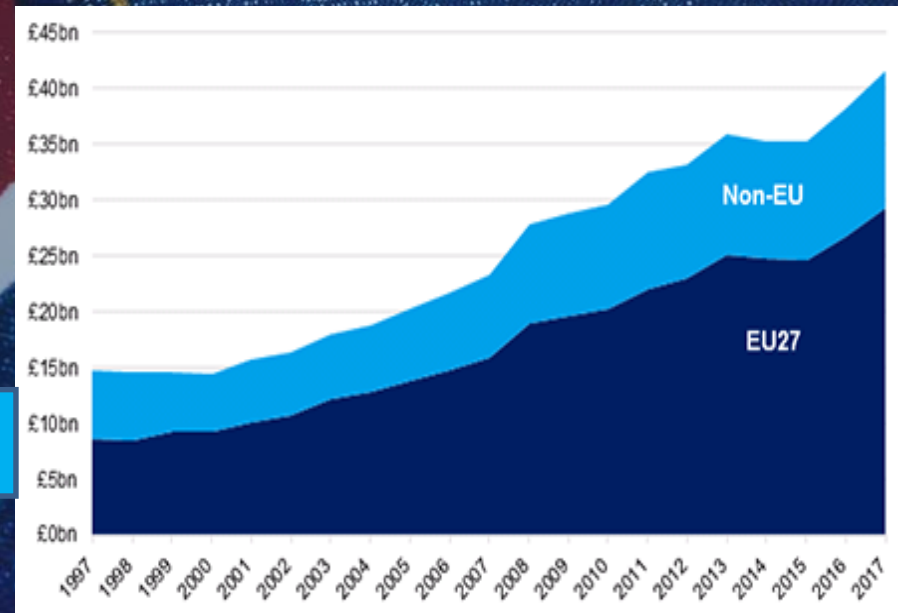


UK / EU Food Trade Flows



UK exports of food and non-alcoholic drinks to EU
£12.4Bn (70% of total)

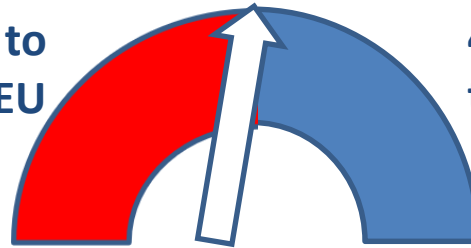
UK imports of food and non-alcoholic drinks
£29.2Bn (84.5% of total)



What the UK wants



52% want to leave the EU



48% want to remain

72% of the population voted



- To leave the EU on 29th March 2019 (or as close to that date as possible)
- To end free movement of people
- To have an independent trade policy
- To have frictionless/tariff free access to the EU single market

What the EU wants



Donald Tusk ✓
@eucopresident



Unless there is a change of heart among our British friends, #Brexit will become a reality – with all its negative consequences - March next year. We, here on the continent, haven't had a change of heart. Our hearts are still open for you.

♥ 31.8K 9:00 AM - Jan 16, 2018



💬 15.9K people are talking about this



- the UK to stay in the EU
- UK to settle all outstanding financial liabilities
- to maintain the integrity of the single market
- to establish a close economic partnership with the UK
- to support Ireland in its objectives to avoid a 'hard border' on the island

Brexit Process



UK gives notice of intention to leave under Article 50 of Treaty
Two year deadline

UK/EU agree a Withdrawal Agreement

UK/EU agree a new permanent trade relationship to take effect at end of withdrawal period

Withdrawal Agreement

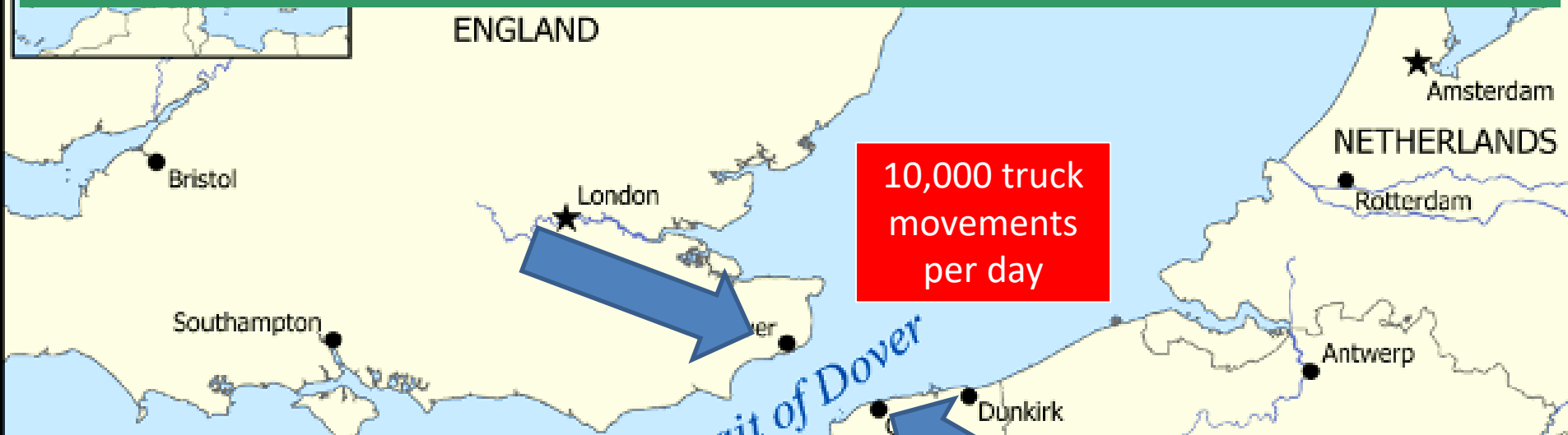
- Will last until December 31st 2020
- UK to pay EU c.89 Bn Euro
- UK to remain in single market
- EU citizens in UK and UK Citizens in EU can stay, new arrivers during transition can stay
- Sperate agreement on CFP
- Dsputes in the withdrawal period adjudicated by the ECJ

Ending the Withdrawal Agreement

- UK/EU must agree a new trade arrangement IF NOT
 - The UK and EU can agree a one-off extension to the WA for one additional year
 - If no agreement is reached we enter the backstop

Pre-Brexit

- no trade related registration requirements
- no tariffs
- no customs checks
- no food checks
- VAT paid at point of sale
- UK vehicles permitted to operate across EU
- UK driver qualifications recognised
- uniform labelling requirements



Post-Brexit – EU to UK

- All companies get a EORI registration
- Tariffs could apply
- Customs checks could apply
- Food checks could apply
- VAT is payable at import
- UK will recognise vehicle and driver permits (at first)
- labelling requirements

Post Brexit UK to EU

- All companies get an EORI number
- Tariffs could apply
- Customs checks **WILL** apply
- Food checks **WILL** apply
- VAT is payable at import (transit arrangement may be needed)
- Special arrangements required from ROW – to UK via EU trade
- UK origin products must be relabelled with non-EU marks

UK/Ireland Trade Post Brexit



Post-Brexit – ROI to UK

- All companies get a EORI registration
- Tariffs WON'T BE ENFORCED
- Customs checks WON'T BE ENFORCED apply
- Food checks WONT BE ENFORCED
- VAT is payable BUT ONLY IN ACCOUNTING
- UK will recognise vehicle and driver permits (at first)

Post Brexit UK to ROI (via land border)



Tariffs on Food



		EU Tariff (effective ad valorem rate)	UK No Deal Tariff (effective ad valorem rate)
Beef	Frozen bone-in cuts	171%	91%
	Frozen boneless cuts	150%	79%
Pork	Frozen bone-in hams and cuts	27%	4%
	Frozen boneless	42%	6%
Dairy	Yoghurt	18%	0%
	Cheddar	57%	7%
Potatoes	Pre-cooked frozen potatoes	14.4%	0%
Veg	Frozen vegetables (not otherwise specified)	14.4%	0%

Be Ready



The 5 Risks



- Movement through UK/EU Border
- Availability of Vehicles
- Availability of Workers (especially drivers)
- Regulatory Wild West
- Panic Buying

THE WORLD IS CHANGING. *SO ARE WE...*



Come and see how at TCS&D Show, 25 June 2019
East of England Arena, Peterborough

TCS&D



Thank You

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THE FUTURE IS COOL



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