# Manufacturing

## **Key Facts**

# 1

Manufacturers will face new rules from 2021

# 2

For example, importing and exporting consumer goods and raw materials will require compliance with two sets of rules and potentially an EU presence

Examples include: Furniture, household appliances, toys, fashion, shoes, food and drink manufacturers, cosmetics, automotive, aerospace, satellite applications and businesses operating within the supply chains of 'original equipment manufacturers' (OEMs).

How you buy and sell from and to the EU will be different from next year. Hiring people from EU countries will also change. Businesses are advised to consider their route to market and look at what trading as a business from a country outside the EU would mean for their margins.

## People

- EU nationals currently in the UK can apply for (pre-)Settled Status under the Settlement Scheme
- From 2021, future EU staff will need to apply under a points-based immigration system if they want to work here

# Trade

- Import and export of goods will be subject to customs controls and may attract tariffs
- Rules around placing products on the EU and UK markets will be different
- Recognition of harmonised goods and importing or using chemicals will be different

### Regulation

- CE marking will be replaced by a UK Conformity Assessment (UKCA) mark
- Conformity assessments and certificates for Europe-bound products will have to be issued by an EU-recognised notified body. However, self-declaration of conformity will still be accepted in the EU
- Product safety standards and metrology in the UK may also change
- The EU's main chemicals regulation, REACH, will be replaced by UK REACH



### To do

### People

- Support and encourage current EU staff to apply for (pre-)settled status. Check out the <u>Settlement Scheme Employer Toolkit</u>
- Follow the development of a new points-based immigration policy

### Trade

- Read the <u>general guidance for the retail sector</u> <u>and consumer goods</u>
- Find out what <u>selling goods to EU countries</u> will mean
- Find out what <u>buying goods from EU countries</u> will mean
- Call the UK Export/Import helpline for support: 0300 3301 331

### Regulation

- Check out what you need to do when <u>placing</u> manufactured goods on the EU market
- Find out how to comply with <u>UK product safety</u> standards and metrology when importing goods
- Check labelling requirements for <u>footwear</u> and <u>textiles</u>
- Understand changes to your <u>VAT obligations</u> and what it means to <u>trade as a business from</u> <u>a non-EU country with regard to VAT</u>

• You may also want to read the EU preparedness notices on <u>e-commerce</u>, <u>REACH</u>, plant protection products, biocidal products, <u>cosmetic products</u> and <u>EU food law</u>

Go to the <u>Government's checker tool</u> and the <u>EU Notices</u> for all other questions on EU exit and your sector.

# What's next

Trade under EU rules will continue as normal until December 2020 during a "transition" period. A new trade agreement will lay down the final conditions for UK-EU trade from 2021.

# For more information on the changes next year:

Visit London Growth Hub or sign up for free business resilience training

London Growth Hub

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