

4 February 2021

Updated statement on Brexit and Habia Cable

The EU and the United Kingdom have signed a Trade and Cooperation Agreement, which regulates trade between the two parties. Habia Cable has employees, customers and suppliers in the UK and significant trading between the UK and the EU.

Habia Cable welcomes the Agreement, which ensures that our raw materials and products can be traded duty-free between the UK and the EU and that similar regulations will apply in the two trade areas. However, as the UK is no longer part of the EU customs union, additional and changed administrative routines will apply for the trade between the UK and the EU.

For Habia Cable customers in the EU

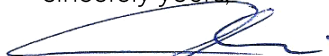
- Habia Cable sources some raw materials from suppliers in the UK.
- Due to increased administration and time for customs clearance, transports from the UK to Europe may take longer time than usual.
- Habia Cable has increased its safety stocks of standard raw materials from UK suppliers, meaning most Habia Cable products that include UK raw materials should be unaffected.
- However, in cases where special raw materials need to be ordered from the UK, lead times may be longer than usual.

For Habia Cable customers in the UK

- Goods entering into the UK are normally subject to VAT, and this is handled either directly or by setting up a deferment account.
- Customs formalities and checks apply on EU goods entering into the UK. The responsibility for these formalities follow the delivery terms. For most terms, the responsibility is on the buyer. Importers can handle these formalities by themselves or authorize a broker to handle them on their behalf. Many forwarders offer this service.
- The trade agreement between the EU and the UK allows zero customs tariffs provided the consignments meet agreed rules of origin. The seller needs to be part of the REX-system in order to be able to certify the origin of the goods for consignments above 6000€ (currently £5,700). Habia Cable Production GmbH in Germany and Habia Cable Sp z o o in Poland are REX-registered. Habia Cable AB in Sweden has a REX application pending.
- Northern Ireland is still a part of the European Customs Union. Deliveries that go directly to Northern Ireland from members of the European Union can be handled in the same way as before Brexit.

If you, as a customer or supplier, have any questions related to Brexit please contact your Habia Cable sales representative.

Sincerely yours,



Carl Modigh
CEO