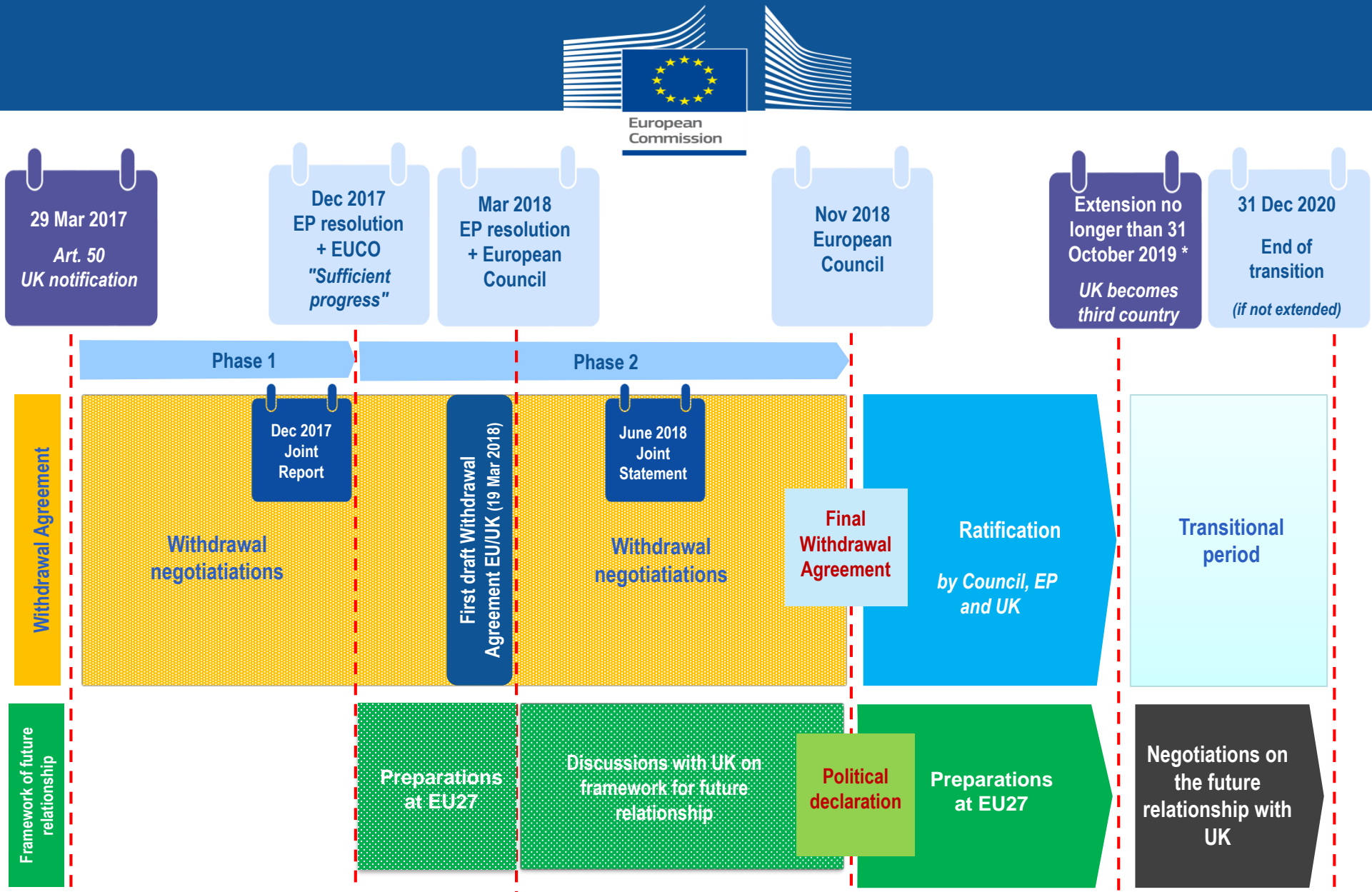


# Negotiations with the United Kingdom

**Michel Barnier,  
Chief Negotiator**



\* Such an extension should last only as long as necessary and, in any event, no longer than 31 October 2019. If the Withdrawal Agreement is ratified by both parties before this date, the withdrawal will take place on the first day of the following month. [...] If the UK is still a Member of the EU on 23-26 May 2019 and if it has not ratified the Withdrawal Agreement by 22 May 2019, it must hold the elections to the EP in accordance with Union law. If the UK fails to live up to this obligation, the withdrawal will take place on 1 June 2019.

# Withdrawal Agreement

## Citizens' rights

- Protection of life choices for citizens arriving in host state until end of transition period
- Simple administrative procedures
- ECJ for citizens' rights

## Financial settlement

- Financing of the whole MFF
- Mechanism for payment of liabilities (including pensions)
- ECJ for financial settlement

## Transition

- Status quo – *minus institutions and decision-making*
- To last until end of 2020 with a possibility to be prolonged once

## Other separation issues

- Geographical indications, goods placed on the market, protection of personal data, etc.

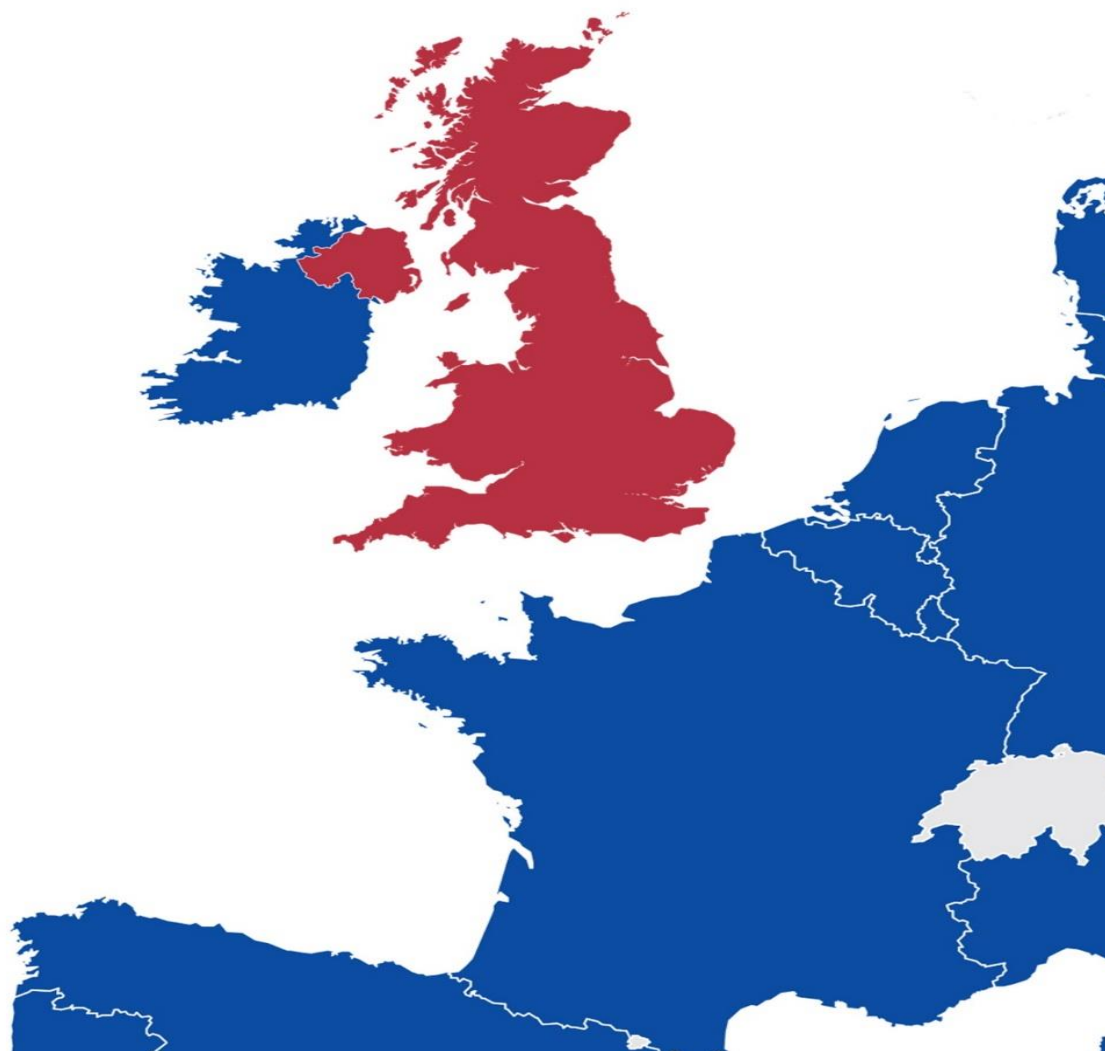
## Governance

- Direct effect and primacy of Withdrawal Agreement over UK law, for the entire agreement
- EC remains the only body competent to interpret EU law

## Ireland / Northern Ireland

- Solution found to avoid a hard border on the island of Ireland

## Ireland / Northern Ireland



- Veterinarian and Phyto sanitarian authorities (SPS – BIP)
- Security authorities

## Customs in cooperation with

- Market Surveillance Authorities

### Security & Safety controls AT THE BORDER

- Pre-arrival declarations security controls ('bomb in the box')
- Live animals
- Products of animal origin
- Animal by-products not intended for human consumption
- Personal consignments of products of animal origin
- Plastic kitchenware from China and Hong Kong
- Fresh fruit and vegetables
- High risk food and feed of non-animal origin
- Okra, curry leaves from India
- Unauthorised GM rice in rice products from China
- Food and feed from Fukushima
- Guar gum from India
- Plant health
- Pelts of certain animal species originating from countries using leghold traps
- Invasive alien species

### Financial Controls At customs office of import

- Risk based controls on the basis of customs declarations for all goods placed under a customs procedure (Union Customs Code)
- Classification of goods
- ~~Origin~~/Proof of status free circulation
- Customs value
- ~~Customs duties~~
- VAT
- Excise

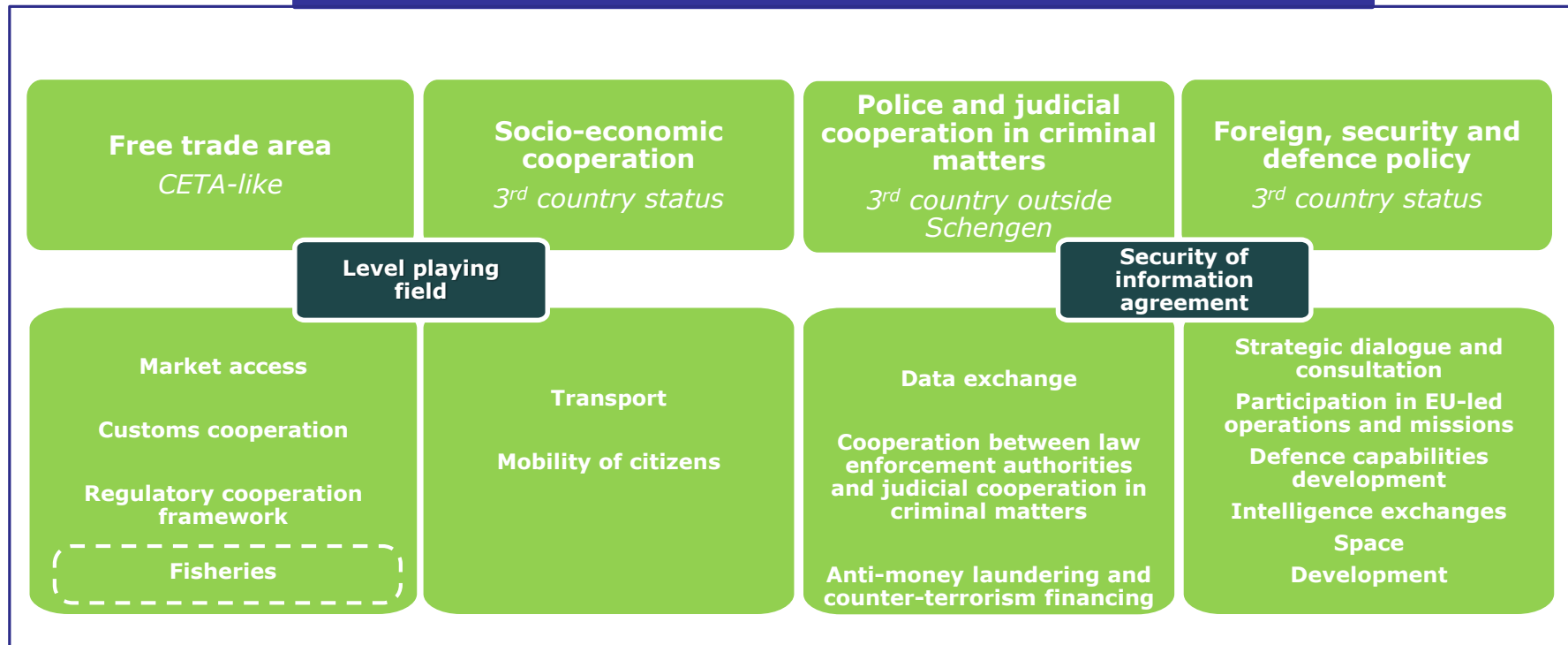
### Market Surveillance At customs office of import

- For industrial products
- Checks based on risk assessment, suspension of release for free circulation, decision by market surveillance authorities, refusal, or authorisation to release
- Ensure that only compliant products are placed on the Union market (Regulation (EC) no 765/2008)
- 68 legal instruments harmonising EU rules on non-food products (e.g. type-approval of motor vehicles, safety of toys, ozone layer depleting substances, CE-marking, EU Ecolabel, pyrotechnic articles, explosives for civil uses, personal protective equipment)
- Specific rules for medicinal products for human and veterinary use

Customs Union



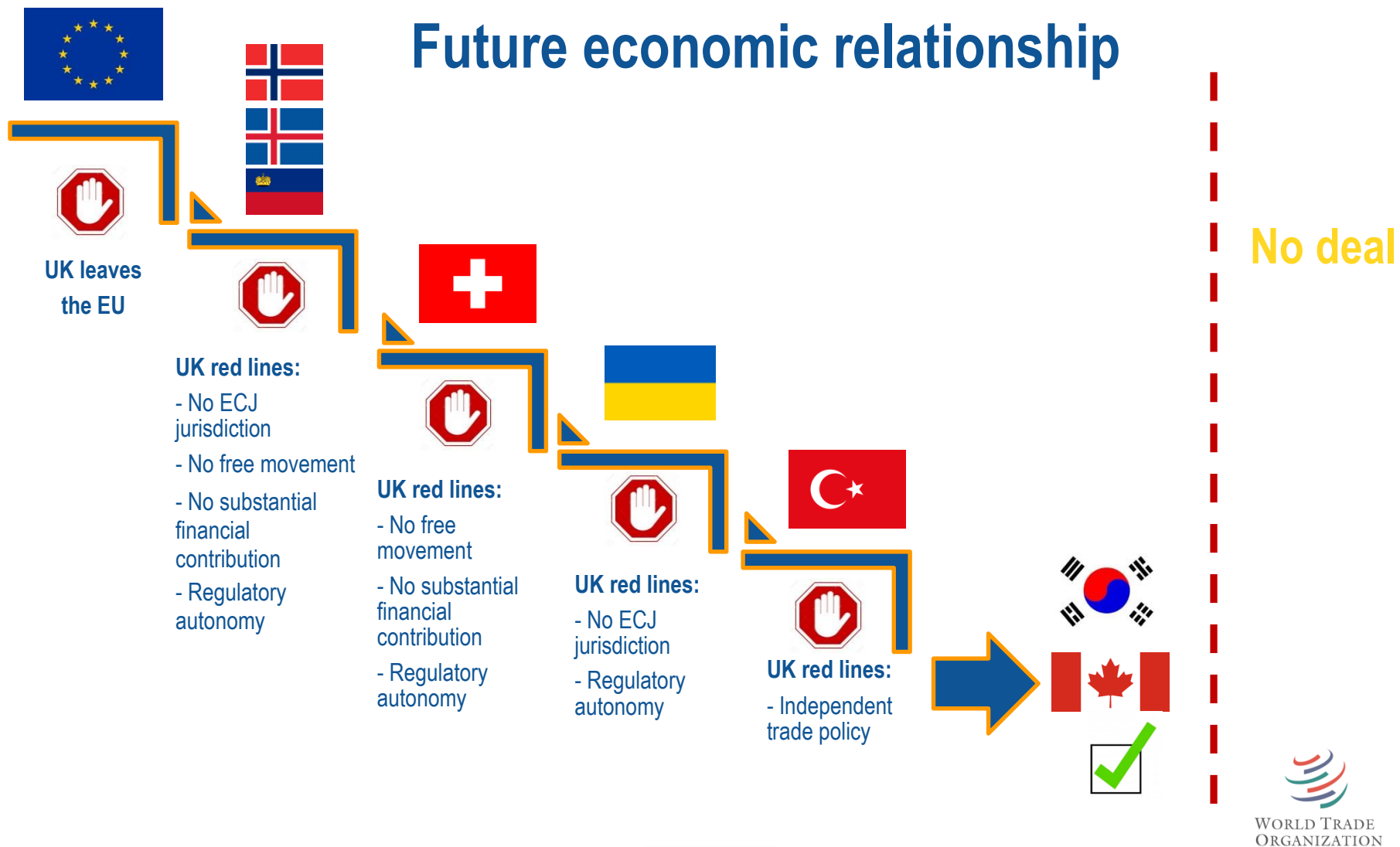
## EU/UK Framework for the Future Relationship



**EU legal basis for 3<sup>rd</sup> countries in EU programmes (\*)**  
e.g. Horizon Europe

**EU autonomous measures**  
e.g. 3<sup>rd</sup> country equivalences in financial services, adequacy decision on data protection

# Future economic relationship



# EU and UK in the world

G8 GDP projections (individual states):

	2016	2030	2050
1	US	China	China
2	China	US	US
3	Japan	India	India
4	Germany	Japan	Indonesia
5	UK	Germany	Japan
6	France	UK	Brazil
7	India	France	Germany
8	Italy	Brazil	Mexico



G8 GDP projections (EU27 combined):

	2016	2030	2050
1	US	China	China
2	EU27	US	US
3	China	EU27	India
4	Japan	India	EU27
5	UK	Japan	Indonesia
6	India	UK	Japan
7	Brazil	Brazil	Brazil
8	Canada	Indonesia	Mexico

GDP at market exchange rates, constant 2016 prices  
Source: PWC, *The World in 2050*, Feb. 2017, p. 68





European  
Commission