



## Customer Communication – Brexit 2

- Merenda Ltd are doing all we can to ensure continuity of our supply line to yourselves after Brexit.
- We have been in touch with our logistics partners to try to ascertain the potential delays envisaged post Brexit and especially in the case of a No Deal Brexit. Although all agree there will be delays, no-one is able to quantify the impact at present.
- Therefore, we would recommend that you ensure you have adequate stock levels in place to mitigate the impact on your business of potential delays. Over the coming months:
  - Place orders early and take possible longer lead times into consideration when ordering, potentially approx. 10 days.
- In the event of VAT and Duty being payable by you at point of entry, you will need to allow for up-front clearance payments in your cashflow.
  - Standard UK VAT rate is 20%. This will be payable at point of entry but can be reclaimed if you are VAT registered on your VAT return
  - Duty for commodity code 44089015 is at 3%. This will also be payable at point of entry. Duty is not reclaimable.
- As your orders are being dispatched the relevant paper work will be emailed to you and a copy will be given to the courier company, which will be a customs requirement. Invoices will contain relevant commodity codes. Therefore you will be able to calculate the amount of VAT and Duty which will be payable when the shipment reaches the UK.

Product	HS Code	WTO Tariff
Profile Wrap	44089015	3%
Fleeced & Sanded Veneer	44089015	3%
Fleeced & Sanded and Glued Veneer	44089015	3%
Thickwood Edging	44089015	3%
PVC Thick	39204990	6.50%
PVC Thin	39204910	6.50%
ABS	39205990	6.50%
HOTMELT	35069190	6.50%