



European
Commission

Negotiations with the United Kingdom

**Mr Barnier,
Chief Negotiator**

29 Mar 2017
*Art. 50
UK notification*

Dec 2017
EP resolution
+ EUCO
*"Sufficient
progress"*

Mar 2018
EP resolution
+ European
Council

Nov 2018
European
Council

29 Mar 2019
*UK becomes
third country*

31 Dec 2020
End of
transition
(if not extended)

Phase 1

Phase 2

Withdrawal Agreement

Withdrawal negotiations

**Dec 2017
Joint
Report**

**First draft Withdrawal
Agreement EU/UK (19 Mar 2018)**

Withdrawal negotiations

**June 2018
Joint
Statement**

**Final
Withdrawal
Agreement**

**Ratification
by Council, EP
and UK**

Transitional period

**Framework of future
relationship**

**Preparations
at EU27**

**Discussions with UK
on framework for
future relationship**

**Political
declaration**

**Preparations
at EU27**

**Negotiations on the
future relationship
with UK**

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

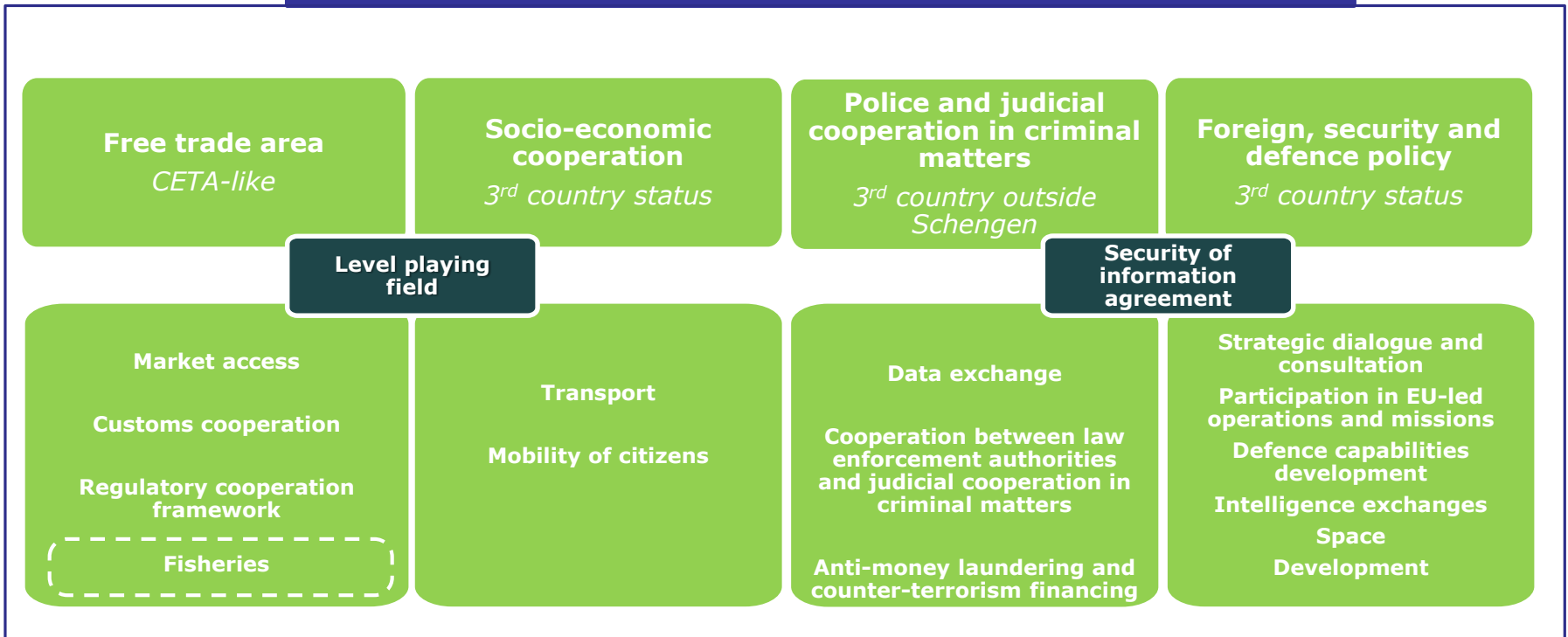
- Direct effect and primacy of Withdrawal Agreement over UK law, for the entire agreement
- EC remains the only body competent to interpret EU law

Ireland / Northern Ireland

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



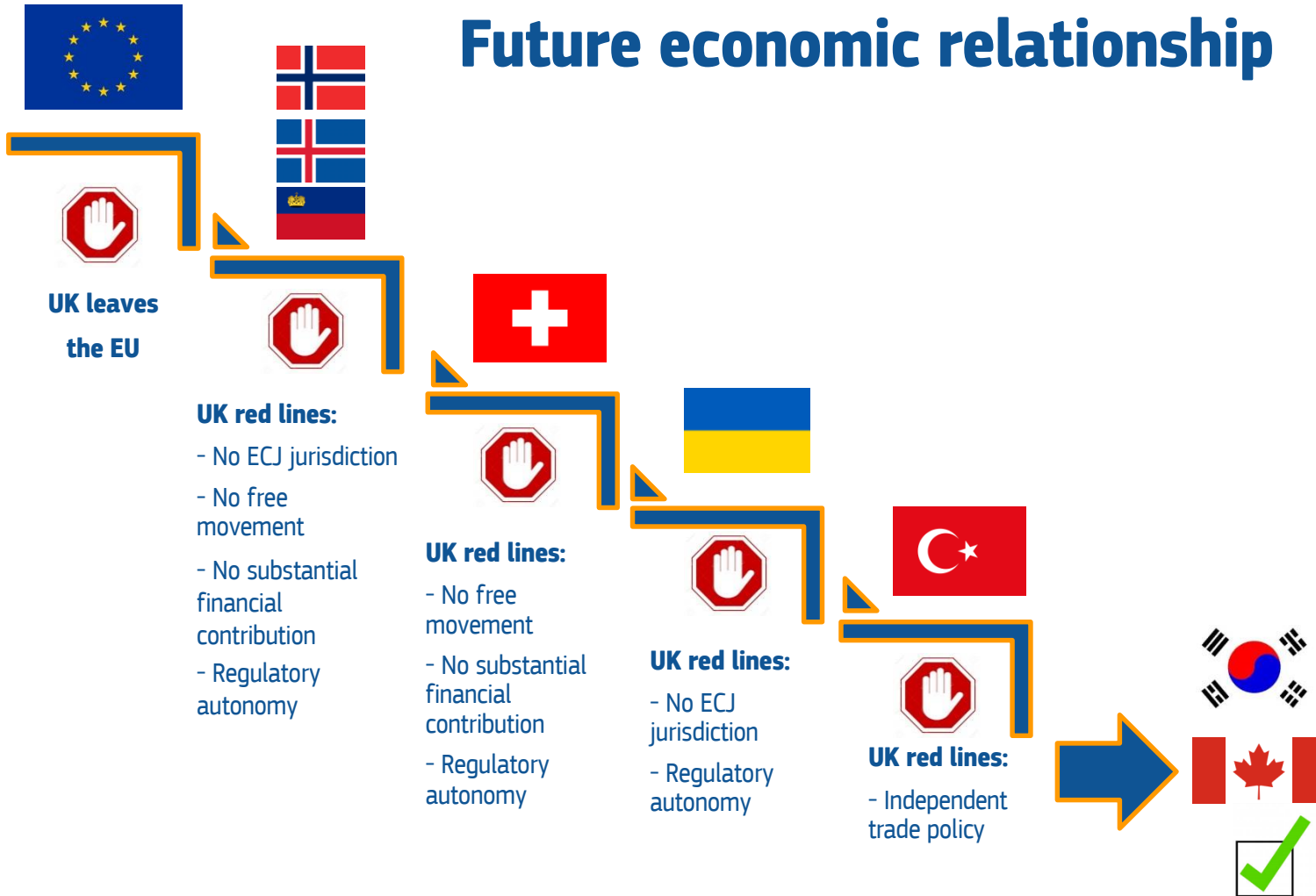
EU/UK Framework for the Future Relationship



EU legal basis for 3rd countries in EU programmes (*)
e.g. Horizon Europe

EU autonomous measures
e.g. 3rd country equivalences in financial services, adequacy decision on data protection

Future economic relationship



No deal



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Steps to conclude the Agreement



30 March 2019

At 00:00 CET, the UK becomes a third country. The transition period begins.

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



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- 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