

Notice to Suppliers



Brexit – UK Government Communications

Originator: Helen Kennett/David Loseby
Job Title: Government Relations & Group Procurement
Business Unit: All

NTS Number: 528
Issue: 1
Date: 6th February 2021

For the attention of the Managing Director

Scope/Applicability:

All Rolls-Royce plc suppliers

Dear Supply Partner,

The UK has now left the EU. Trade between the UK and the EU is now governed under the terms of the UK-EU Trade & Cooperation Agreement, which has been in place since 1st January 2021. This NTS sets out important considerations for suppliers for continuing to do business between the UK and EU.

In the first instance, suppliers should consult UK Government guidance and undertake a check on applicable rules using the new services available at:

<https://www.gov.uk/transition>

Webinars, videos and further interactive support is available at:

<https://www.gov.uk/guidance/help-and-support-if-your-business-trades-with-the-eu>

Direct support on Customs related issues can be sought directly from HMRC using the following details:

HMRC Customs Helplines

The Main Customs and International Trade **0300 322 9434** helpline is answering calls within seconds and has a triage process in place to quickly refer to technical support where needed.

The National Clearance Hub **0300 322 7900** continues to operate 24/7.

Action:

In light of recent changes can all suppliers please provide Rolls-Royce with updated copies of essential contact email addresses and financial details to ensure that all data within existing and new systems to ensure we can provide timely updates and payments. Please contact your Rolls-Royce purchasing point of contact if you require further details.

Further specific notes for Rolls-Royce suppliers:

Export Control

On the 31st December 2020 the UK Government updated [guidance](#) on licensing procedures for the export of controlled dual-use items from the United Kingdom. This includes guidance on the [Open General Export Licence \(Export of Dual-Use items to EU Member States\)](#) which came into force at the end of the Brexit transition period on the 31st December 2020.

To minimise disruption for EU exporters the European Commission has now ratified a proposal for adding the UK to the list of countries covered by UGEA001. This authorisation was updated on the 21st December 2020 and from the 1st January 2021 permits export from the EU to UK, in addition to USA, Canada, Japan, Norway, Australia, New Zealand, Switzerland, Lichtenstein. The same terms and conditions that previously applied to the UGEA continue to apply after the UK was added – see:
https://trade.ec.europa.eu/doclib/docs/2021/january/tradoc_159247.pdf

Customs Invoices: Declared Value

We have been made aware of instances where the values shown on supplier produced export paperwork do not represent the agreed price paid or payable by Rolls-Royce.

In all such cases, formal importation is delayed pending receipt of amended documentation which correctly represents the correct customs values.

As there are strict rules to be complied with regarding transaction values, when goods are sold for export, can you please ensure that where you are delivering goods in response to a Rolls-Royce purchase order that the price declared on your customs invoice matches the agreed price that has been contracted between both parties.

EU origin vendors - Customs Broker

For EU origin vendors, an appointed broker must be identified and copies of the export declaration of those goods must be uploaded to the CEVA Matrix Shipping Order. If a physical stop at the customs broker is required Suppliers must contact the CEVA Control Tower in order to create an alternative pick-up location address to identify where the goods need to be collected from.

If the shipment is destined to a consignee other than a Rolls-Royce facility the Import Broker's details (name, address and contact details) must be included on your Customs Invoice.

REACH/Chemicals Regulation

Regulatory issues can disrupt the supply of chemicals to any business throughout the world by impacting the regulatory requirements placed on importers or manufacturers of chemical products, or the supply of ingredients for such products.

Risks relating to this depend on the chemicals you or your sub-tier suppliers use, and where they are manufactured. The effect of these issues can be felt irrespective of where your business is located through the upstream supply chain, either as a result of EU REACH, or as a result of new obligations under UK REACH.

UK REACH came into force on the 1st January 2021 and the EU chemical legislation no longer applies in the UK, except in Northern Ireland which continues to be subject to EU REACH in accordance with the Northern Ireland protocol.

Managing Obligations and Risks

Please refer to the following sources of information which can help with understanding the obligations on users of chemicals, and their upstream supply chain actors such as manufacturers, importers and formulators. You need to determine your compliance obligations under both UK REACH and EU REACH and whether or not your roles and responsibilities have changed.

Please note that EU companies with new importer obligations have no transitional arrangements available, so any issues should be referred to the relevant national enforcement authority as soon as possible.

Please refer to the ECHA Brexit Web-Site <https://echa.europa.eu/uk-withdrawal-from-the-eu>

The UK Government has established transitional arrangements and issued guidance to help the UK industry and their supply chains to prepare and comply with UK REACH.

The guidance provides information on the following: New Registration, Apply for an authorisation, Grandfathering registration, Authorisation list, Downstream user import Notification (DUIN), Research and development exemption (PPORD), Roles and responsibilities, Fees and charges, Notifying substances in articles, and Northern Ireland notifications among others.

Please click on the following link to understand the transitional arrangements, how to comply with UK REACH and maintain or gain access to the GB, EU/EEA and NI markets: <https://www.hse.gov.uk/reach/index.htm>

The UK government has held a series of Webinars to explain how Chemicals will be regulated after the UK Transition period. To access the Webinar recordings please click on the following link: [Regulating chemicals after the transition period playlist](#)

If you have any specialised or technical questions please contact the REACH helpdesk, and for matters related to enforcement the compliance team.

REACH and CLP helpdesk can be contacted at: ukreach.clp@hse.gov.uk
REACH enforcement: CRDEnforcement@hse.gov.uk

Reporting of Supply Chain Issues

Due to stock of chemical products, which may still exist in the supply chain, it may take several weeks for a supply chain issue to become evident. It is therefore strongly recommended that suppliers continue to purchase chemicals as normal, reducing pre-stock levels gradually, to validate that supply chains are still intact.

Rolls-Royce request suppliers report any issues as soon as possible to reach.programme@rolls-royce.com to enable coordinated action to resolve.

NTS Category:

General Information / Communication

Authorised by:

Helen Kennett
Director of UK Government Relations

David Loseby
Director of Procurement, Rolls-Royce plc