

Brexit impact statement

Link Microtek is a supplier to many industries; telecommunications, environmental protection, power and water, automotive, aerospace, defence, food processing, universities and research, healthcare and electronics.

Many of our products are produced in the UK for UK customers but the majority are sourced from non-EU countries. Where we do import products and raw materials from within the EU it is via a well-established process and robust supply chain. We expect, at worst, to be minimally affected by any changes to freedom of movement for people across UK borders as a result of Brexit.

We do not expect that shipping to the UK in a post-Brexit scenario would be significantly more challenging than the process required today when shipping from non-EU countries. However, we are working on plans to mitigate any potential delays in customs clearance when importing products from European countries after Brexit.

The government is currently advising that in the event of a 'no deal' Brexit, all goods imported from the EU will be subject to the same requirements as third country goods, including the payment of duty. The government will determine and publish the new duty rates prior to leaving the EU.

As the majority of our products are either manufactured in the UK or sourced outside of the EU the associated impact of any additional costs related to the payment of tariffs/duties should only impact a relatively small number of our products. Where this is the case our pricing will increase in line with any increase in duty. Whilst we are taking steps to ensure existing business is relatively unaffected by exchange rate movements caused by a 'no deal' outcome it is possible that our pricing may increase in line with any further weakening of Sterling against foreign currencies.

Whilst we understand that many of our customers will have concerns, given our limited exposure to products from the EU and a focus on UK production and supply, Link Microtek's products and services are likely to be minimally affected by leaving the EU. We will continue to review our position as more information is provided by Government but at this stage there is no need to change normal ordering procedures. If this advice changes we will inform you directly.

8th January 2019