

Appendix

Annex 1

As a general rule, finished products attract a higher rate of duty than primary and semi-processed goods. This is known as 'tariff escalation' and is evident in a number of food supply chains, for example:

Fish and seafood

Product	Duty rate for fresh/ chilled/frozen (%)	Duty rate for smoked/dried (%)	Duty rate for preparations (e.g. tinned) (%)
Trout	8-12	14	
Salmon	2-8	13-15	5.5
Halibut	8-15	15-16	
Tuna	22		24
Herring/anchovy/mackerel/sardines	15	14	15-25
Cod	12	16-20	20
Haddock	7.5	14	
Shrimps/prawns	12-18		20

Tariff escalation also applies to most oil seeds which are exempt of duty in their raw state, but attract a rate of up to 9.6% when converted to usable oils.

In specific cases, duty rates are higher for goods that are packaged for retail than for bulk-packed goods (e.g. milk, green tea, palm oil, tinned fruit). Again, this imposes a higher tariff burden for retailers and others operating at the end of the supply chain.

Meat

Product	Duty rate for live animals	Duty rate for unprocessed products	Duty rate for processed products
Cattle/beef	10.2% + 931euro/tonne	12.8% + 1,410 euro/tonne (minimum)	3,034 euro/tonne
Pigs/pig meat	412 euro/tonne	467-869 euro/tonne	857-1,568 euro/tonne
Sheep/lamb	805 euro/tonne	12.8% + 1,199 euro/tonne (minimum)	
Poultry/chicken	209 euro/tonne	262-1,024 euro/tonne	2,765 euro/tonne

Annex 2

Hard Brexit estimated to cost UK retailers and wholesalers
£9.3bn for sourcing goods from EU.

Category	Description	Total arrivals (£) from EU to UK	Total tariff under WTO (£)	Tariff as % of EU arrivals
01	Live animals	460,701,090	21,964,085	4.8%
02	Meat and edible meat offal	3,723,374,999	1,620,279,655	43.5%
03	Fish and crustaceans, molluscs and other aquatic invertebrates	690,545,985	49,024,371	7.1%
04	Dairy produce; birds' eggs; natural honey; edible products of animal origin, not elsewhere specified or included	3,038,065,789	1,592,673,545	52.4%
05	Products of animal origin not elsewhere specified or included	82,971,170	361,142	0.4%
07	Edible vegetables and certain roots and tubers	2,488,416,577	186,803,338	7.5%
08	Edible fruit and nuts; peel of citrus fruits or melons	2,003,568,192	156,450,557	7.8%
09	Coffee, tea, mate and spices	559,589,422	32,247,514	5.8%
10	Cereals	611,423,222	150,181,886	24.6%
11	Products of the milling industry; malt; starches; inulin; wheat gluten	334,212,938	105,336,304	31.5%
12	Oil seeds and oleaginous fruits; miscellaneous grains, seeds and fruit; industrial or medical plants; straw and fodder	335,507,556	5,634,113	1.7%
15	Animal or vegetable fats and oils and their cleavage products; prepared edible fats; animal or vegetable waxes	1,108,872,909	183,104,539	16.5%
16	Preparations of meat, fish or crustaceans, molluscs or other aquatic invertebrates	2,238,073,113	1,237,989,167	55.3%
17	Sugars and sugar confectionery	817,122,676	422,089,535	51.7%
18	Cocoa and cocoa preparations	1,768,051,792	137,080,123	7.8%
19	Preparations of cereals, flour, starch or milk; pastrycooks' products	2,921,745,458	679,211,921	23.2%
20	Preparations of vegetables, fruit, nuts or other parts of plants	2,465,655,740	831,497,711	33.7%
21	Miscellaneous edible preparations	2,527,730,388	408,554,177	16.2%
22	Beverages, spirits and vinegar	4,603,671,690	438,594,094	9.5%
23	Residues and waste from the food industries; prepared animal fodder	1,264,813,019	1,032,055,461	81.6%
Total		34,044,113,725	9,291,133,240	27.3%