



Fundamental Aspects for International Shipping

Shipping to Canada from The U.K.

Shipping to Canada

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We encourage independent research directly with regulators and to see professional counsel as necessary.



Shipping to Canada from The UK

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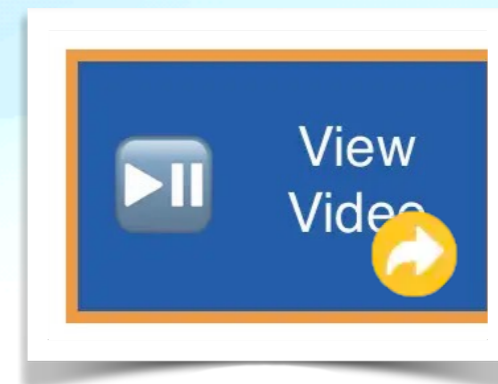
- HS Codes
- Valuation
- Country of Origin
- Resulting duty assessment

Export Declaration from the UK

Canadian UK Free Trade Agreement

Non-Resident Importer (NRI) to Canada

Shipping Options UK to Canada and Returns



[www.jetworldwide.com/
blog/low-cost-shipping-
from-the-uk-to-canada-
options-to-consider](http://www.jetworldwide.com/blog/low-cost-shipping-from-the-uk-to-canada-options-to-consider)



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UK HS codes versus Canadian HS codes

The main difference between HS codes in the UK and Canada lies in the additional digits. The first six digits are harmonized globally

- The Harmonized schedule Canadian Customs Tariff
- In the UK Integrated Online Tariff



See link to Canada and UK resources for HS lookup: [👉 Jet's blog on HS Codes](#)



Shipping to Canada from The UK

HS Codes

In addition to the UK online resources, you can find the Canadian HS codes via Canada Export Development Corporation's online tool.



Canada Export Development Corp



Note: A link these tools are included on

 [Jet's blog on HS Codes](#)



Shipping to Canada

HS Codes

Generic Harmonized System (GHS) to Canada

Canada has a tariff classification process for qualified postal and courier imports. The system may be used in lieu of a more detailed classification. This a great benefit for e-commerce imports.

This gives the option to apply one of three generic Most-Favoured-Nation (MFN) tariff rates. Assessment on “special classification provisions” found in Chapter 98 of Canada’s Customs Tariff.

| Tariff Item | MFN Tariff | Preferential Tariff Treatment |
|--------------------|-------------------|--------------------------------------|
| 9825.10.00 | 20% | e.g. UST/MT/ CT - Free |
| 9825.20.00 | 8% | e.g. UST/MT/ CT - Free |
| 9825.30.00 | 0% | e.g. UST/MT/ CT - Free |

Source: CBSA Sept 2021 presentation



Shipping to Canada

HS Codes Export versus Import

Advance Ruling

Importers to Canada can request an advance ruling to verify the correct tariff classification. Request can be made directly to Canadian customs/ CBSA.

 [Jet's blog on HS Codes](#)



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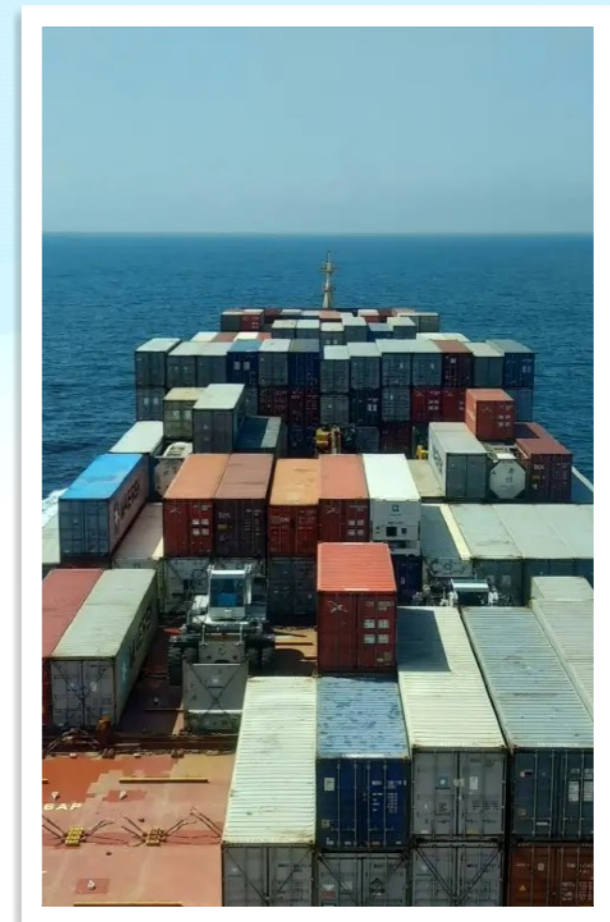
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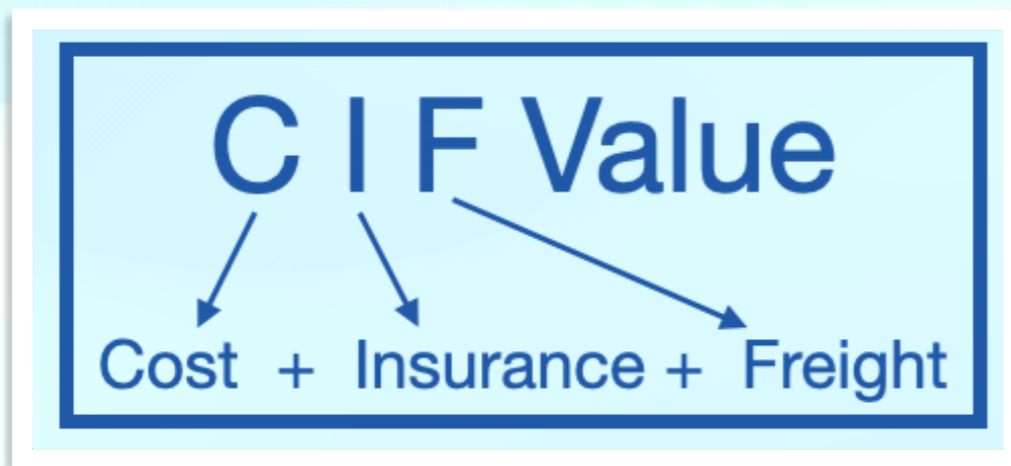
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Valuation / Value For Duty

Transaction Value

In the majority of the cases, the correct value to declare at export and import is the “transaction value.” The transaction value is the price paid - or payable - for the goods.

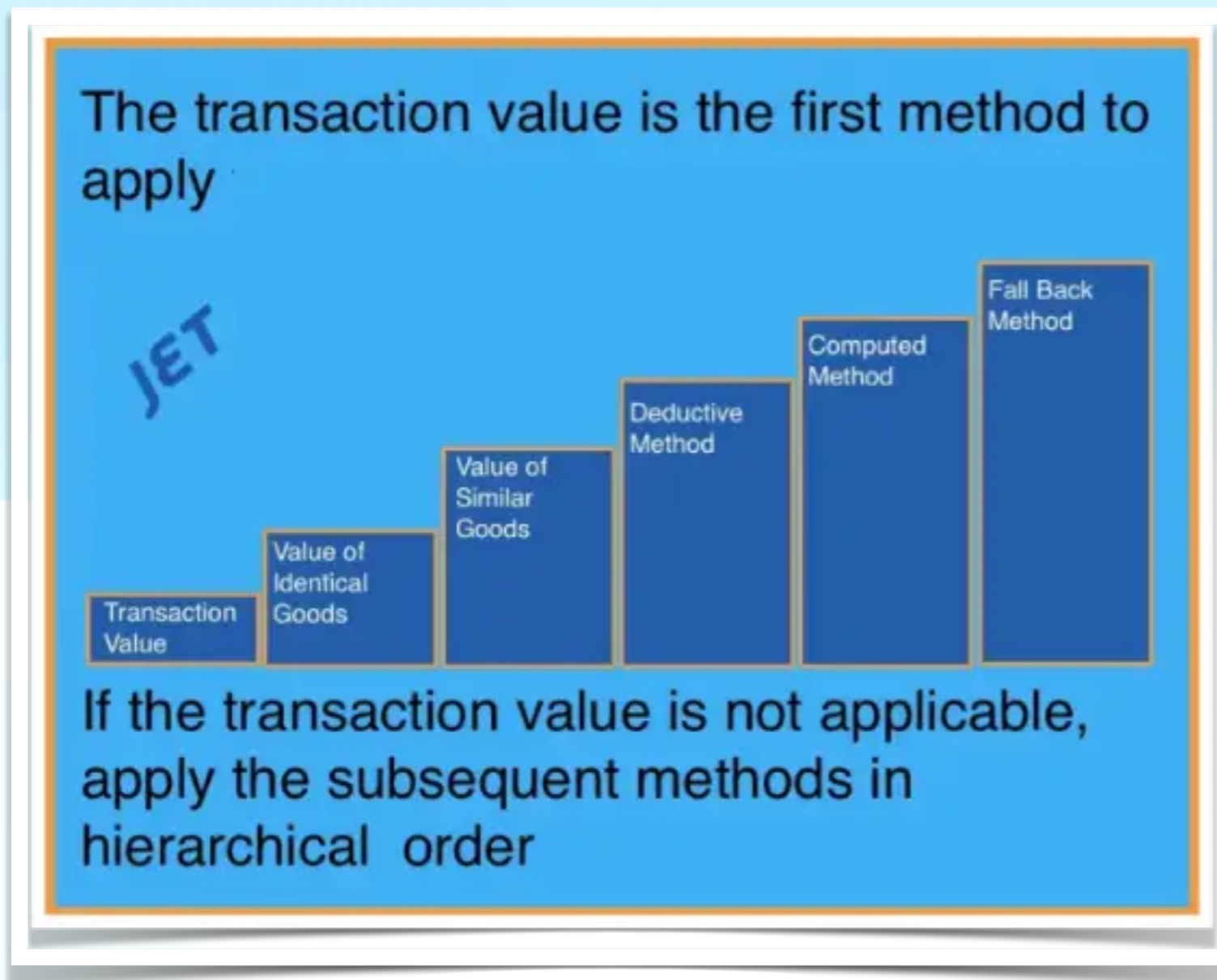
The cost of shipping and insurance is included as part of the transaction value (known as CIF value).



Useful information regarding [!\[\]\(de95854c7ee024cfadc48187bbb781b2_img.jpg\) declared value and CIF](#)

Shipping to Canada from The UK

Valuation / Value For Duty



Useful information regarding [declared value and CIF](#)



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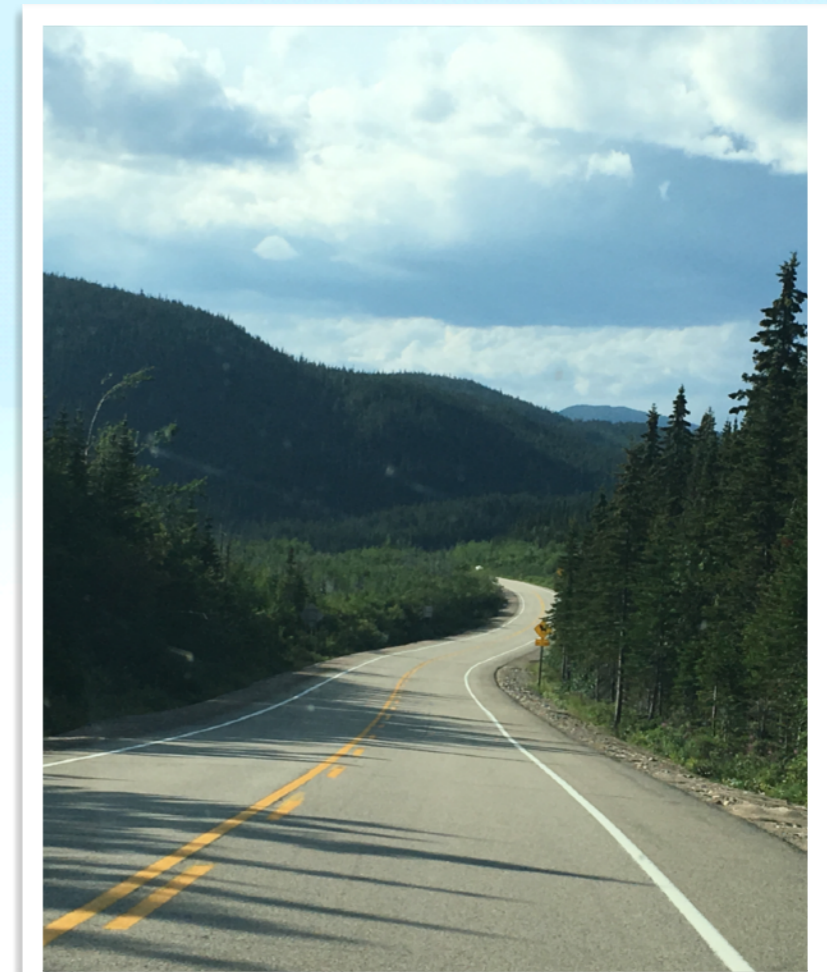
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Country of Origin

Just the purchase and shipping an item from the UK does not grant duty free status to Canada

Shipping from the UK \neq UK origin goods

To benefit from preferential duty free import to Canada, goods must qualify under the rules of origin under the Canadian UK Free Trade agreement.

All Shipments from the UK are subject to:

- Standard import processing
- “Most Favoured Nation” / default rate of duty (unless they qualify as originating)
- Restrictions on specific categories including food and drugs

Useful information on  from where goods ship versus their country of origin



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Canada's Import Tariffs / Duty

Import Duty is primarily determined by three main factors

- HS Code / tariff classification
 - Country of Origin
- = % Duty

$\% \text{ Duty (x) Value} = \text{Duty Amount}^*$

* Note that duty is sometimes based on volume, weight or other measurements rather than value

Other Canadian Import Fees

- Federal and Provincial Sales Tax
- Entry Preparation and Related Fees
- Carrier Disbursement Fee

Useful information
 [Canadian import fees](#)



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Export Declaration Customs Declaration Service (CDS)

The UK HS classification for export may differ from the Canadian HS Code



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Canada-UK Trade Continuity Agreement

The Canada-UK Trade Continuity Agreement (CUKTCA) continues benefits and tariff reductions outlined in CETA (the European Canadian Free Trade Agreement). It addresses various aspects of trade, including market access, rules of origin for preferential duty free import.

The key advantage for merchandise trade is the UK origin goods can qualify for preferential duty free import. The TCA largely replicates the CETA rules of origin.



https://www.international.gc.ca/trade-commerce/trade-agreements-accords-commerciaux/agr-acc/canada_uk_fta-ale_canada_ru/index.aspx?lang=eng

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Non-Resident Importer/ NRI

The NRI program allows UK businesses to get a Canadian Business Number (BN). This is the most common way for foreign companies to import goods to Canada.

This program allows British companies to effectively operate as a Canadian company. It can simplify the import process. Large bulk imports can import via one customs entry for de-consolidation and distribution to multiple consignees.

The requirements include record keeping, posting of a surety bond to benefit from customs release prior to payment of import fees, and reporting.

Note: Different methods of valuation and determining the “Value for Duty” may apply.



Visit CBSA website

.... or contact a  [Canadian customs broker](#) or an accounting firm for more information.



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Shipping Options and processes: UK to Canada

Obvious .. and often.. good choices

FedEx, UPS and DHL (partner of Jet Worldwide)

- Beware of import fees
- Disbursement fee - prepayment fee - often applies with a minimum charge
- The import fees can be significant as a percentage of the value of the shipment

Royal Mail / Parcel Force

- Can be a good option for infrequent shippers
- Lack of tracking and customer support
- “Postal clearance advantage” is lessening

For imports of high volume e-commerce orders to
Canada and USA: Contact Jet’s team



Shipping to Canada from The UK

Modes of Shipping: UK to Canada

| Small Packets and Personal shipments | Commercial parcels | Several Boxes | 1 to Several pallets | Partial or full container |
|--------------------------------------|--------------------|---------------|----------------------|---------------------------|
| Local Post | | | | |
| JET Commercial Courier | | | | |
| | | JET Air Cargo | | |
| | | | JET Sea Freight | |

 Contact our team for pricing and support



Shipping to Canada from The UK

Returns in Canada for UK Companies

Return Solutions Canada to the UK

A necessary consideration when setting up export processes to a foreign country is management of returns.

- Refused deliveries
- Damaged goods
- Regular product returns
- Receive and reship

Jet Worldwide currently manages Amazon removal order, and return support for overseas companies. Goods ship back via economy air or LCL ocean.

