

Fundamental Aspects for International Shipping

Shipping to The U.K. from Canada

Disclaimer: The information in this presentation, and all Jet Worldwide online content is for general information only. It is not intended to constitute legal and/or tax advice. All liability with respect to actions taken or not taken based on the contents of this site are hereby expressly disclaimed. The content is provided "as is"; no representations are made that the content is error-free.

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

Fundamental Aspects for International Shipping

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

Export Declaration from Canada

Canada U.K. Free Trade - CETA



https://www.jetworldwide.com/blog/shipping-from-canada-to-the-uk-what-are-the-best-options



Fundamental Aspects for International Shipping

HS Codes / Tariff Classification

- Valuation
- Country of Origin
- Resulting duty assessment

Export Declaration from Canada

Canada UK Free Trade Agreement





HS Codes

Tariff, the integrated Tariff of the U.K., provides the tariff classifications for The U.K.

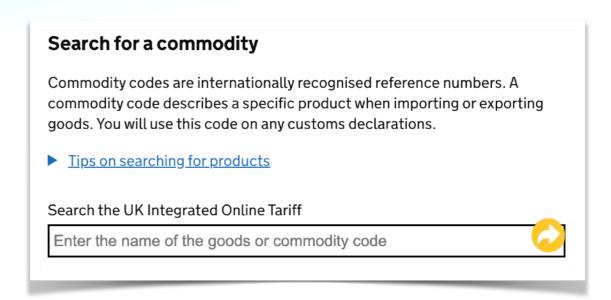


Canada Export Dev. Corp





Tariff Consultation





Fundamental Aspects for International Shipping

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



Export Declaration from Canada

Canada UK Free Trade Agreement



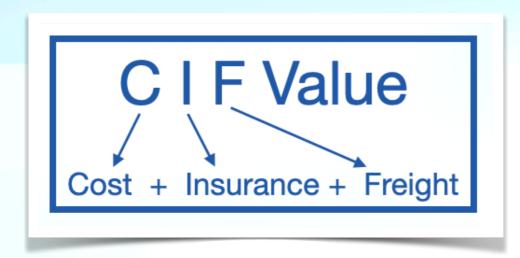
Shipping to The U.K.

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.

Customs considers the cost shipping and insurance as part of the transaction value (known as CIF value).



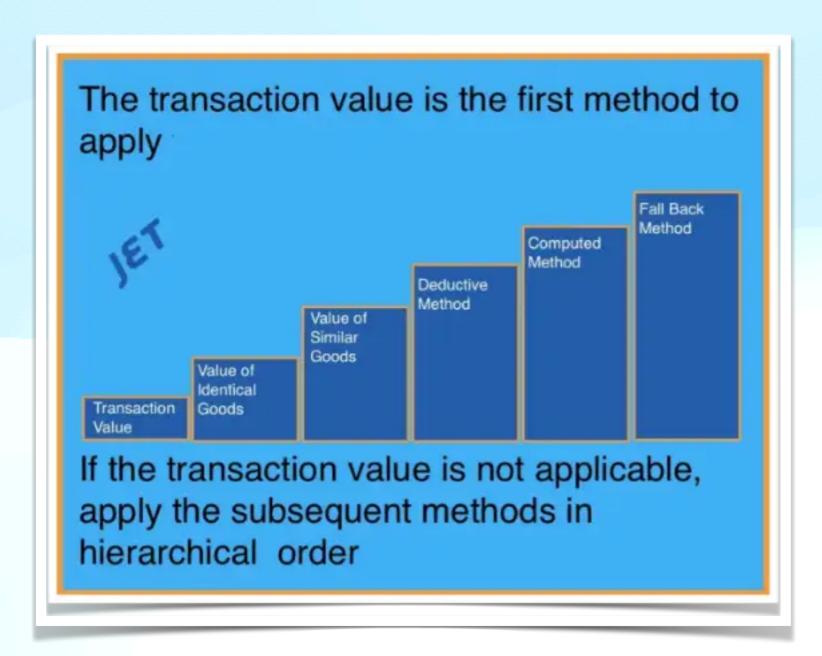


Useful information regarding declared value and CIF



Shipping to The U.K.

Valuation / Value For Duty



Useful information regarding declared value and CIF

Fundamental Aspects for International Shipping

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



Export Declaration from Canada

Canada UK Free Trade Agreement

Country of Origin

Just the purchase and shipping an item from Canada does not grant duty free status to The U.K.

Shipping from Canada ≠ Canadian origin goods

To benefit from preferential duty free import to The U.K., goods must qualify under the rules of origin in outlined in the Canadian U.K. Free Trade Agreement (CUKTCA).

All Shipments from Canada are subject to:

- Standard import processing
- Include importers EORI number
- "Most Favoured Nation" / default rate of duty (unless they qualify as originating)
- · Restrictions on specific categories including food, drugs and alcohol

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



Fundamental Aspects for International Shipping

- HS Codes
- Valuation
- Country of Origin

Resulting duty assessment

Export Declaration from Canada

Canada UK Free Trade Agreement



Canada's Import Tariffs / Duty

Import Duty is primarily determined by three main factors

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

% Duty x Value = Resulting duty assessment

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

Other U.K. Import Fees

- Value Added Tax
- Entry Preparation and related Fees
- Carrier Disbursement Fee

Useful information Import Fees to the UK Explained



Fundamental Aspects for International Shipping

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

Export Declaration from Canada

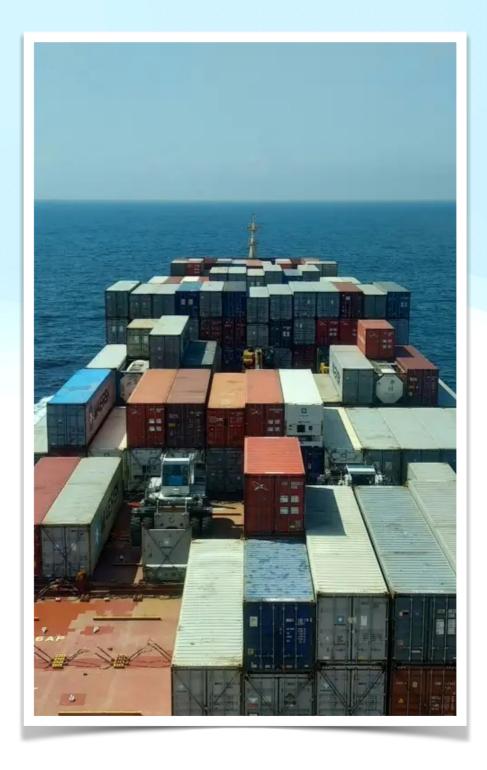
Canada UK Free Trade Agreement

Export Declaration

Exports to The U.K. valued over \$2,000 CAD or otherwise restricted require an export declaration. Declarations are via the Canadian Export Reporting System/ CERS

Sign in to the CERS portal







Fundamental Aspects for International Shipping

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

Export Declaration from Canada

Canada - U.K. Free Trade



Canada-UK Trade Continuity Agreement (Canada-UK TCA)

The Canada-U.K. Free Trade Agreement (CUKTCA) addresses various aspects of trade, including market access, rules of origin for preferential duty free import.

The key advantage for merchandise trade is that Canadian origin goods can qualify for preferential duty free import. Be sure to include a certification of origin.



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

Fundamental Aspects for International Shipping

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

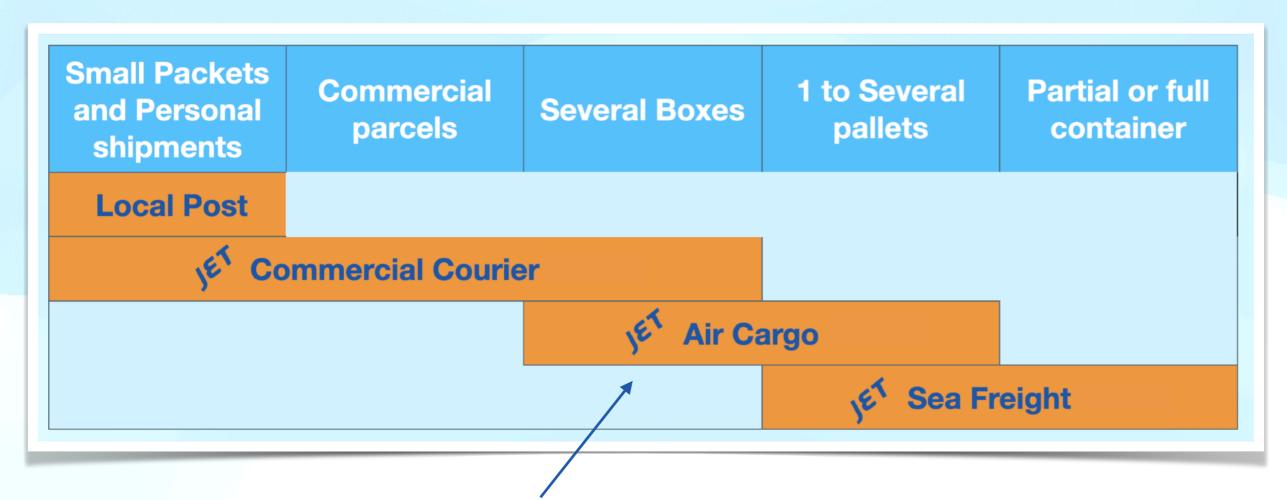
Export Declaration from Canada

Canada UK Free Trade Agreement





Modes of Shipping: Canada to The U.K.



E-commerce consolidations

Shipping Options and processes: Canada to The U.K.

For Parcels: Obvious .. and often.. good choices

FedEx, UPS and DHL

- Beware of import fees
- Disbursement fee prepayment fee often applies with a minimum charge
- Contact Jet Worldwide for pricing

Local Post

Canada post options offer best options for individuals shipping personal goods

E-Commerce Orders to The U.K. Direct

- Take advantage of low value duty free threshold
- Pre-payment of VAT
- Ensure not charge to the receiver
- Low cost delivery via local courier





U.K. Distribution and Logistics Support

U.K. Based Solutions

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

- Storage and distribution
- Dedicated import processes
- Product returns
- Euro-domestic distribution





