

Are you ready for Brexit?

Follow our three-step approach to prepare your business for the opportunities and challenges ahead.



Step 1 - Analyse your business risks and opportunities

Consider the impact of the following on your business:



Income

- Introduction of tariffs

Key points

- Loss of passporting arrangements

Key points

- Relocation of your client base

Key points

- Impact from changes in VAT and other indirect taxes both on sales and partial exemption schemes

Key points

- The requirement to be regulated in other EU territories

Key points

- Major currency fluctuations

Key points

Costs

- The effect of tariffs introduced by the UK

Key points

- Changes in indirect taxes charged by non-UK suppliers

Key points

- Major currency fluctuation

Key points

- Security of supply chain

Key points

People

- Restriction on inward immigration

Key points

- Visa requirements on non-UK employees

Key points

- Visa requirements imposed by non-UK territories

Key points

- Impact on employment legislation

Key points

- Alternative sources of staff resources

Key points

Step 2 - Preparation of Plan

Plan your response to the identified risks and opportunities of Brexit. Consider the following:



Change in level of business activities

- Changing your resources to cope with expected increase or decrease of activities

Key points

- Recruitment/redundancy costs

Key points

- Liquidation of surplus trading entities

Key points

- Rationalise trading structures

Key points

Relocation of trading activities

- Total/partial

Key points

- Choice of location

Key points

- Tax jurisdiction

Key points

- Correct trading structure company/branch etc.

Key points

- Language barriers

Key points

- Regulatory considerations

Key points

- Timescale

Key points

- Availability of government/regional grants

Key points

- Effect on current employees

Key points

- Office accommodation

Key points

Step 3 – Implementation

Review and prepare a timeline and implement time-critical actions now. The following will take time, so start your implementation in good time:



Finding accommodation

Key points

Recruitment of local resources

Key points

Relocation of key employees

Key points

Applying for regulatory approval

Key points

Registration with local tax and other authorities

Key points

Remember to keep your contingency plan up to date and review it on a regular basis and take professional advice throughout the process.

The triggering by the Government of Article 50 of the Treaty of Lisbon begins a formal two-year process of the UK leaving the EU.

Two years is not a long time to prepare for such a fundamental change, and our strong advice is to start your contingency planning now, in the spirit of 'planning for the worst and hoping for the best'. The three-step approach contained in this document is designed to help you begin that process.

The range of issues that potentially have to be covered by any meaningful plan is extensive. That is why we have assembled a team of experts, both here in the UK and across the EU, who can help you prepare and, if necessary, implement a plan tailored to your unique circumstances.

You should regard any costs incurred now as an insurance premium to safeguard the security of your business. Doing nothing may well cost you more in the long run. Can you afford to run the risk?

Our expert team can help you understand the impact of the Brexit on you and your business.

To find out more, please get in touch with your PKF Francis Clark contact:



Stuart Rogers

Tax Partner

stuart.rogers@pkf-francisclark.co.uk



John Endacott

Tax Partner

john.endacott@pkf-francisclark.co.uk

We have offices in:

EXETER	NEW FOREST	PLYMOUTH	POOLE	SALISBURY	TAUNTON	TORQUAY	TRURO
01392 667000	01425 610166	01752 301010	01202 663600	01722 337661	01823 275925	01803 320100	01872 276477

Please visit our website for your local office expert

PKF-FRANCISCLARK.CO.UK

If you would like to be added to, or deleted from our mailing list, please contact Peter Finnie, peter.finnie@pkf-francisclark.co.uk or sign up online at:

www.pkf-francisclark.co.uk

PKF FRANCISCLARK

Chartered accountants & business advisers

PKF Francis Clark is a trading name of Francis Clark LLP. Francis Clark LLP is a limited liability partnership, registered in England and Wales with registered number OC349116. The registered office is Sigma House, Oak View Close, Edginswell Park, Torquay TQ2 7FF where a list of members is available for inspection and at www.pkf-francisclark.co.uk

The term 'Partner' is used to refer to a member of Francis Clark LLP or to an employee or consultant with equivalent standing and qualification. Francis Clark LLP is a member firm of the PKF International Limited network of legally independent firms and does not accept responsibility or liability for the actions or inactions on the part of any other individual member firm or firms.

This publication is produced by Francis Clark LLP for general information only and is not intended to constitute professional advice. Specific professional advice should be obtained before acting on any of the information contained herein. Whilst Francis Clark LLP is confident of the accuracy of the information in this publication (as at the date of publication), no duty of care is assumed to any direct or indirect recipient of this publication and no liability is accepted for any omission or inaccuracy.