# NZ-UK FTA key statistics

* The UK was New Zealand’s seventh largest trading partner pre-COVID, with two-way trade worth **$6 billion** for the year to March 2020.

**Key market access outcomes**

* The market access package is among the very best New Zealand has secured in an FTA.
* Tariffs will be eliminated on 100% of New Zealand’s exports to the UK.
* Tariffs on 97% of products will be eliminated from day one

**At full implementation**

* Modelling shows NZ goods exports to the UK will increase by up to 40%.
* Modelling shows NZ GDP increasing up to $970 million.
* Tariff savings for NZ exporters: estimated $37.8 million per year based on current export volumes.

**Horticulture highlights\***

* Tariffs will be eliminated from day one on wine (export value $463.1 million), honey (export value $74.9 million) and onions (export value $8.0 million).
* Tariffs will be eliminated after 3 years for apples (export value $63.6 million), with tariff free access for off season exports for the first 3 years.

**Fisheries highlights\***

* Tariffs will be eliminated from day one on hoki (export value $2.2 million), and on mussels after 3 years (export value $6.4 million).

**Dairy highlights\***

* Tariffs will be eliminated after 5 years for butter (export value $1.6 million) and cheese (export value $500k), with significant quotas that will operate and provide duty-free access for significant volumes of trade until all tariffs have been eliminated. Many other dairy products will also become tariff free.
* This opens an important market that exporters have effectilvey been locked out of for a long time due to high tarrifs.

**Meat highlights\***

* Tariffs will be eliminated after 15 years for for sheep meat (export value $366.1 million) and beef (export value $4.0 million), with significant quotas that will operate and provide duty-free access for significant volumes of trade until all tariffs have been eliminated.

**Services and Investment**

* The UK is currently New Zealand’s sixth largest source of overseas investment and the fourth most important destination for New Zealand offshore investment.
* In the year to March 2020, UK investment in New Zealand amounted to NZ$5.47 billion.
* The UK is an important services market for New Zealand. In the year to March 2020, New Zealand exported $1.67 billion of services to the UK, and imported $1.18 billion worth of UK services.

**Māori**

* This FTA recognises the unique status of Te Tiriti o Waitangi and includes New Zealand’s Treaty of Waitangi exception, along with an Indigenous Chapter.

**Environment**

* This Agreement will include the most far reaching commitments New Zealand has ever negotiated on trade and the environment in a free trade agreement.
* It will include provisions addressing subsidies which are not only environmentally harmful but also trade distorting, including commitments to prohibit subsidies for fishing overfished stocks and to take steps to eliminate harmful fossil fuel subsidies.
* Over 260 environmentally beneficial products have been prioritised for tariff elimination – the largest environment goods list ever agreed

**Working Holiday Scheme/ Mobility Dialogue** (separate to FTA)

* Commitment to a mobility dialogue outside of the FTA that will consider how people-to-people links can be deepened even further. This will include working expeditiously to extend and improve the existing New Zealand-UK Working Holiday/Youth Mobility scheme. Work on this will begin immediately.

**Key tariff eliminations**

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| **Product, current tariff and value for year ending March 2020** | **Tariff elimination timeframe** |
| **Honey:** 16%Export Value: $74.9 million | **EIF\*** |
| **Onions:** 8%Export Value: $8.0 million | **EIF** |
| **Wine:** up to $50 per hectolitre\*\*Export Value: $463.1 millionExport Volume: 480,577.6 hectolitres | **EIF** |
| **Apples:** seasonal tariff up to 8%Export Value: $63.6 million | **EIF** for trade between January-July and **3 years** for seasonal trade between August-December with a significant quota that will operate and provide duty-free access for significant volumes of trade until tariffs on seasonal exports are eliminated |
| **Hoki:** 6%Export Value: $2.2 million | **EIF** |
| **Mussels:** 8%-20%Export Value: $6.4 million | **3 years** |
| **Butter:** up to $374 per 100 kgExport Value:$1.6 millionExport Volume: 339.2 tonnes | **5 years** with significant quotas that will operate and provide duty-free access for significant volumes of trade until all tariffs have been eliminated |
| **Cheese:** up to $358 per 100 kgExport Value: $508,620Volume: 100.8 tonnes | **5 years** with significant quotas that will operate and provide duty-free access for significant volumes of trade until all tariffs have been eliminated |
| **Sheep meat:** up to 12% + $500 per 100 kgExport Value: $366.1 millionExport Volume: 35,950.0 tonnes | **15 years** with significant quotas that will operate and provide duty-free access for significant volumes of trade until all tariffs have been eliminated |
| **Beef:** up to 12% + $492 per 100 kgExport Value:$4.0 millionExport Volume: 540.1 tonnes | **15 years** with significant quotas that will operate and provide duty-free access for significant volumes of trade until all tariffs have been eliminated |

**\*EIF = Entry into force \*\* 1 Hectolitre = 100 litres**