



Brexit: Safeguarding the UK's powerhouse sectors

Post-Brexit, the most important sectors of the UK economy will require more than just a free trade agreement with the EU to maintain their level of activity. Failure to support these sectors will lead to a loss in aggregate output and national wealth – even under the most optimistic scenarios.



Distribution, Transport, Hotels & Restaurants

20%
UK corporate tax liabilities

26%
UK workforce

9.0
million
workers

Production (inc manufacturing, mining, power, water and waste)

14%
UK corporate tax liabilities

9%
UK workforce

3.1
million
workers

Financial & Professional/ Support Services

37%
UK corporate tax liabilities

21%
UK workforce

7.3
million
workers

Distribution, Transport, Hotels & Restaurants



Share of trade with EU:

21%

Annual net exports to Rest of World:

£24_{bn}

HIGH

Reliance on EU immigration

Production (inc manufacturing, mining, power, water and waste)



Share of trade with EU:

52%

Annual net exports to Rest of World:

£65_{bn}

HIGH

Reliance on EU immigration

Financial & Professional/ Support Services



Share of trade with EU:

38%

Annual net exports to Rest of World:

£94_{bn}

LOW

Reliance on EU immigration

Biggest Brexit risks

Immigration controls

Supply chain disruption

Rising import prices

Immigration controls

Impact of added tariffs and customs checks on production lead times and profit margins

Reduced investment

Relocation of people and revenues leading to loss of fiscal revenues

Services are usually excluded from free trade arrangements

What's needed?

Secure supply chains by signing FTAs with the widest range of trading partners

Open immigration policy to attract external workforce

Negotiating comprehensive FTAs to maintain access to export market, availability of talent and secure value chains

Strategically assess how whole value chains can adapt to post-Brexit access to resources and market production possibilities

Negotiate continued access to the single market for financial services

Reassert London's role as global financial centre by diversifying partners and products

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