

UNTERNEHMENSGRUPPE



To whom it may concern

February 2019

YOUR REQUEST FOR STATEMENT ON BREXIT PREPAREDNESS

Dear Sir or Madam,

Thank you for your recent communication regarding our Brexit preparations.

The decision of the UK to leave the European Union 29th March 2019 is still subject to Uncertainties regarding how the exit will be delivered and the nature of any transitional arrangements.

As your business partner and as how things currently stand, we would like to outline Würth Electronics UK Ltd approach to the withdrawal from UK's status of EU member State.

Since August 2018, Würth Elektronik group have developed several contingency plans in light of the UK's 2016 decision to leave the EU (Brexit at an early stage and take appropriate actions, e.g. detailed risk assessment across all business areas for mitigating impacts on an ongoing and timely basis).

Although Brexit does not raise any new principal risks for us, it does have the potential to impact a number of our existing risks at an individual level, e.g. exchange rates, changes in tariffs and duties, regulatory changes, transit times and economic uncertainty.

Of course, there will be a kind of transition phase for every company until business will run smoothly again. Our aim is to keep such phase as short as possible and keep our service level as high as usual. With diligently prepared process changes for the event



of an unregulated exit of The United Kingdom from the European Union and the existing competences in responsive global supply chain. We believe that all these activities will allow us to provide customers with a continued supply of goods made by Würth Elektronik in all scenarios.

For today and based on decisions on governmental level available to-date, we provide you with the following information in terms of impacts on post- BREXIT business transactions

- The share of components sourced in the UK is < 2%, thus a risk near to zero for our customers as there is no dependency or a possible impact from losing benefits.
- All contracts are ruled by EU legislation.
- Würth Elektronik is prepared to handle extended logistic requirements in case of a “hard BREXIT” along with import / export documentation & processing with their competence in running international business with customers and suppliers in third countries.
- A lack of resources is very unlikely since both important functions in UK as well as the WE contact persons in UK serving you as yet remain unchanged.
- With respect to changes in transport, e.g. possible delays due to customs clearance at UK / EU borders, we are in close contact with our freight forwarders and strongly recommend you the same if agreed INCOTERMS 2010® with WE are determined accordingly.

For jointly shaping our partnership fit- for Post Brexit scenarios and future prosperous and mutually supportive business ,your sales person at Würth Electronics UK will contact you in due time.

For any further information, please do not hesitate to get in touch with your sales contact person directly. For productivity reasons and to the benefit of our valuable customers, no individual questionnaires will be administrated.

Thank you for your understanding and best regards

WÜRTH ELEKTRONIK GROUP