

2018: Juncker's last chance to deliver

12 December 2017



Brexit – there are no winners



There is nothing to win in this process and I'm talking about both sides. In essence this is about damage control



The fundamental difference between the UK vision about Brexit and the Franco-German view is that the British think this is a negotiation. It is not a negotiation, it's a process to be managed to minimise harm. They still seem to believe they can buy something with the money they have to pay

Brexit is not top of everyone's agenda



A deal is reached... but “nothing is agreed until everything is agreed”



Two thirds of EU business to move UK supply chain after Brexit

- 63% non-British European companies expect to move some of their supply chain out of UK -an increase from 44% in May.
- 20% UK businesses with EU suppliers said it was difficult to secure contracts that run after March 2019 due to lack of progress in talks
- 25% large British firms have spent over £100,000 preparing their supply chains for Brexit + costs of currency fluctuations which made supply chains more expensive to manage
- Supply chain managers said they are losing faith that the UK will maintain “free and frictionless “trade with the EU after Brexit

Associations want transition based on current terms...



11 October 2017

Industry Groups Call for a Clear and Predictable Transitional Arrangement in the Brexit Process

The above-mentioned associations representing industry from various sectors and businesses operating in both the UK and the EU are concerned that more time will be needed for the satisfactory completion of the Brexit negotiations. We therefore call upon the UK and the EU27 to agree on a business-friendly and efficient transitional arrangement between UK's exit and a new deal. Such a transitional arrangement should, for example, allow for ongoing UK participation in the Customs Union and the Single Market. Business requires certainty on this as soon as possible as we are increasingly challenged by the regulatory and operational complexities as well as the economic risk associated with Brexit.

A clear and predictable transitional arrangement is necessary to provide certainty and mitigate the negative economic impact of Brexit. The gap between UK's exit and the implementation of a future framework between the UK and EU will almost certainly result in the disruption of the supply and value chain and impede commerce.

The American Chamber of Commerce to the EU (AmCham EU) - BritishAmerican Business (BAB) - British Chamber of Commerce | Belgium & EU - Trans-Atlantic Business Council (TABC) - UKTiE

... but transition needs to be agreed quickly if to stop business exodus



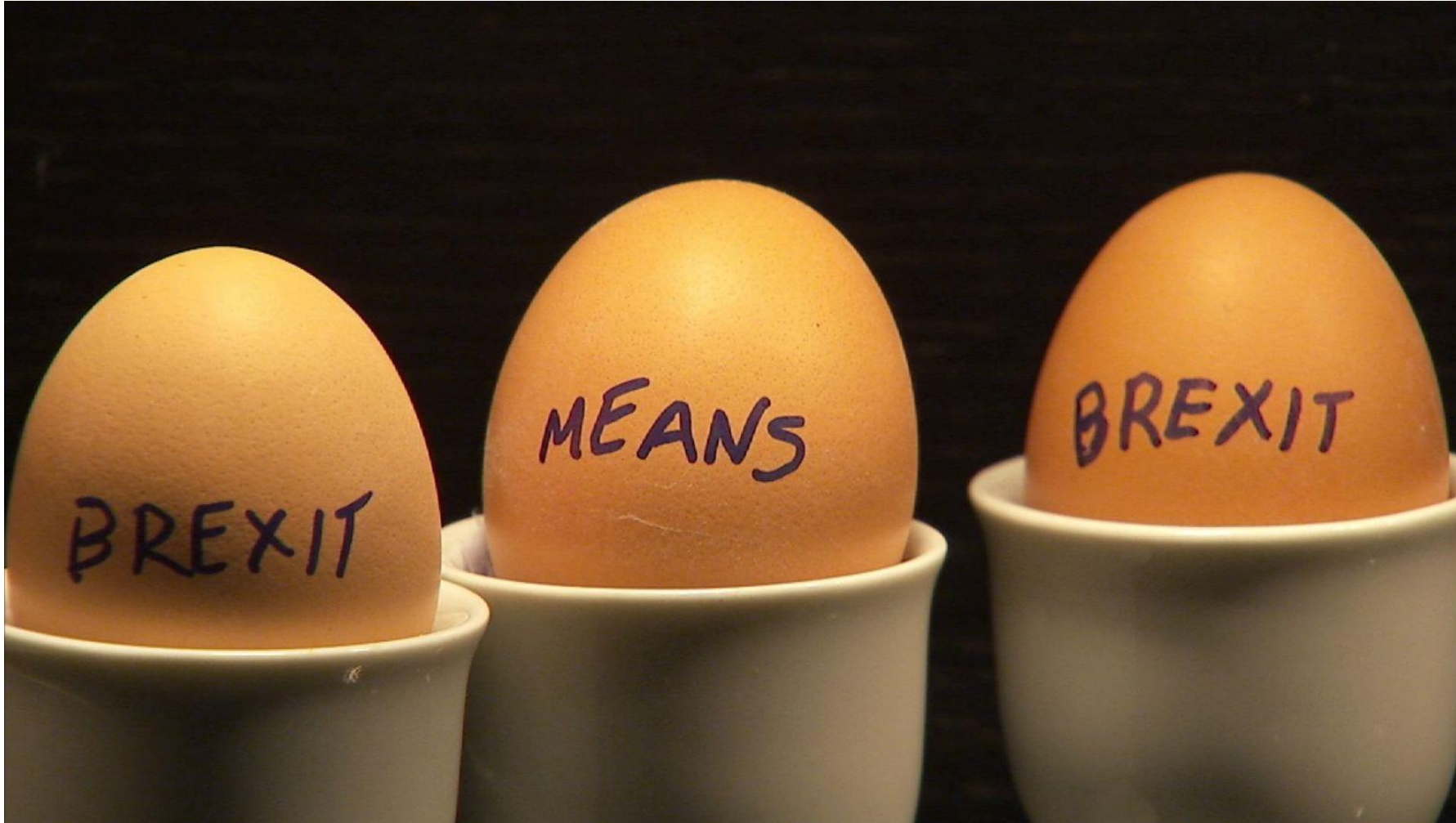
“The transition period is a depreciating asset of increasingly limited value to business the longer it takes to agree”

Philip Hammond

The UK wants its cake + icing + cherry on top



How do you like your Brexit – hard or soft?



Singapore by the Thames?



Who will replace UK as EU's business champion?



The Bratislava roadmap

- Show unity and rebuild sense of political community
- Tackle calls for 2 speed EU
- Rome declaration

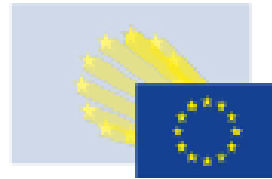


Juncker's five scenarios on future of Europe

SCENARIOS



1
Carrying on



2
**Doing less
together**



3
Some do more



4
**Radical
redesign**



5
**Doing much
more together**

Verfassungswirklichkeit

- The reality of power in a political system as opposed to what is written in the constitution
- The art of exploiting the grey zones of EU law to exert influence
- Make the most of the unused potential of Lisbon without Treaty changes

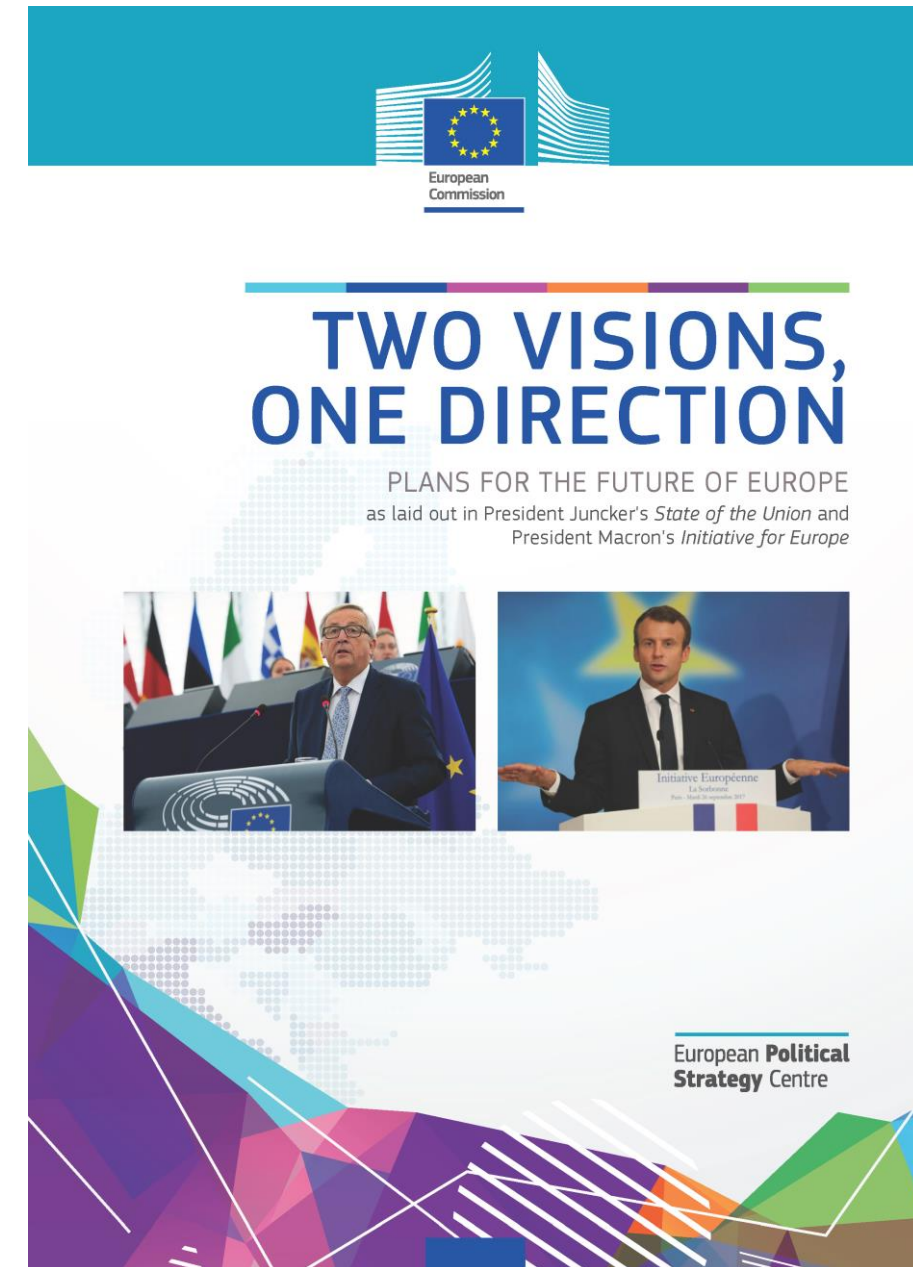
Wind in our sails

- Roadmap until 2019 .. and 2025
- 6th scenario – EU move as one
- Close gap east/west
- Target Sibiu summit 9 May 2019



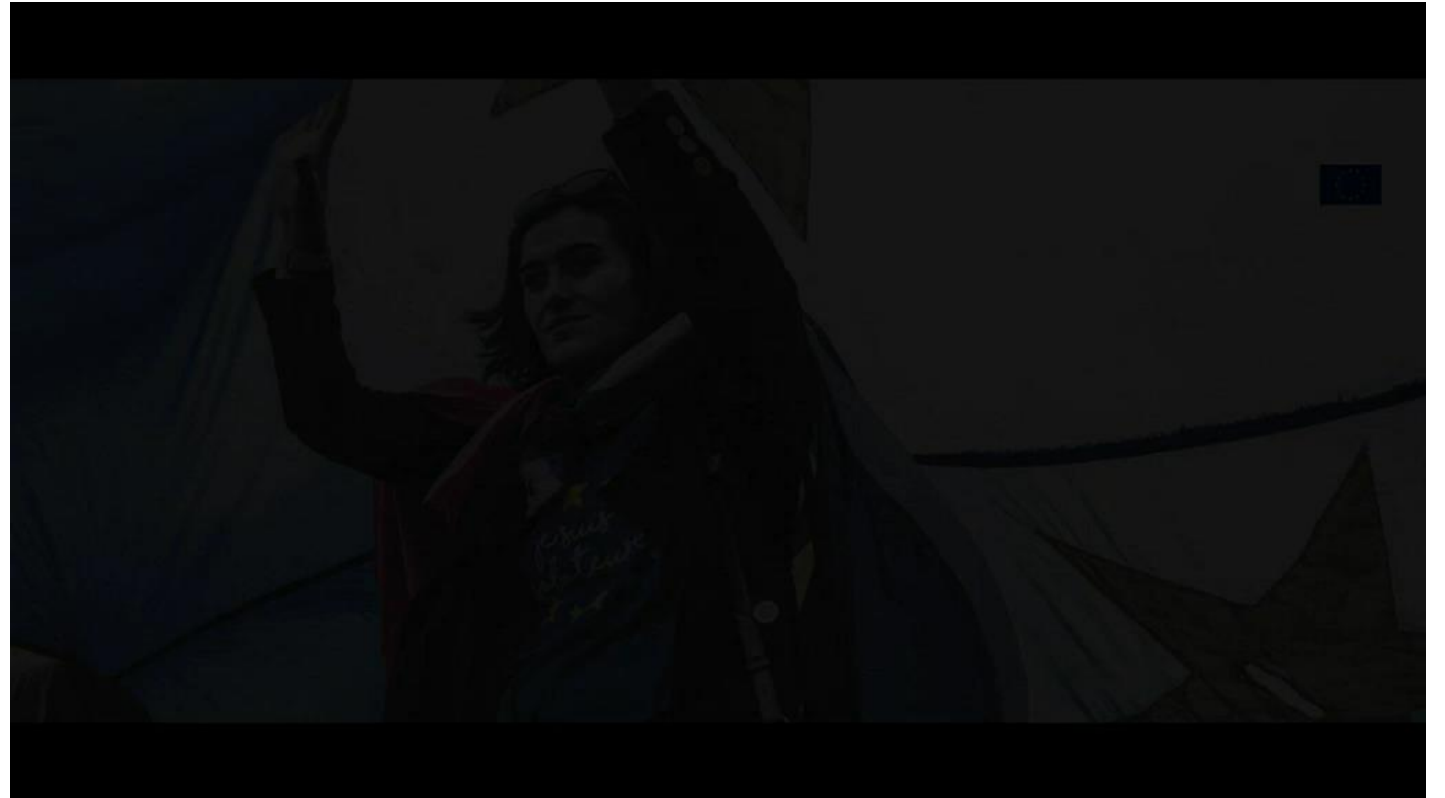
Two visions, one direction

- Optimistic – Macron « I don't have red lines only horizons »
- 80% Macron proposals foreseen in Commission work programme
- Both offer 2 stage approach – upto 2019 and beyond to 2024/25



Tusk leaders' Agenda – « unity cannot become an excuse for stagnation but at the same time ambition cannot lead to divisions »

- 2 year agenda to EP elections
- Unity key
- But member states can move more rapidly
- Don't hide from difficult decisions



26 proposals for 2018 and beyond



New initiatives to complete the work on President Juncker's 10 Priorities & initiatives launched with a 2025 perspective

	A New Boost for Jobs, Growth and Investment
	1. Delivering on the Circular Economy Action Plan
	2. Multi-annual financial framework
	3. A sustainable European future
	A Connected Digital Single Market
	4. Completing the Digital Single Market
	A Resilient Energy Union with a Forward-Looking Climate Change Policy
	5. Completing the Energy Union
	6. Future of EU energy and climate policy
	A Deeper and Fairer Internal Market with a Strengthened Industrial Base
	7. Fair taxation in the digital economy
	8. Social fairness package
	9. EU food supply chain
	10. Completing the Capital Markets Union
	11. More efficient Single Market law-making
	A Deeper and Fairer Economic and Monetary Union
	12. Completing the Economic and Monetary Union
	13. Completing the Banking Union
	14. Creation of a permanent and accountable European Minister of Economy and Finance

	Trade: A balanced and progressive trade policy to harness globalisation
	15. Delivering on the Trade for All Strategy
	An Area of Justice and Fundamental Rights Based on Mutual Trust
	16. Completing the Security Union
	17. EU Civil Protection Mechanism
	18. Extension of the tasks of the new European Public Prosecutor's Office
	19. Rule of law initiative
	Towards a New Policy on Migration
	20. Delivering on the EU Agenda on Migration
	A Stronger Global Actor
	21. Delivering on the Global Strategy
	22. A credible enlargement perspective
	23. More efficiency and consistency in implementing the Common Foreign Policy
	A Union of Democratic Change
	24. Communicating Europe
	25. Doing less more efficiently
	26. A more efficient and democratic Europe

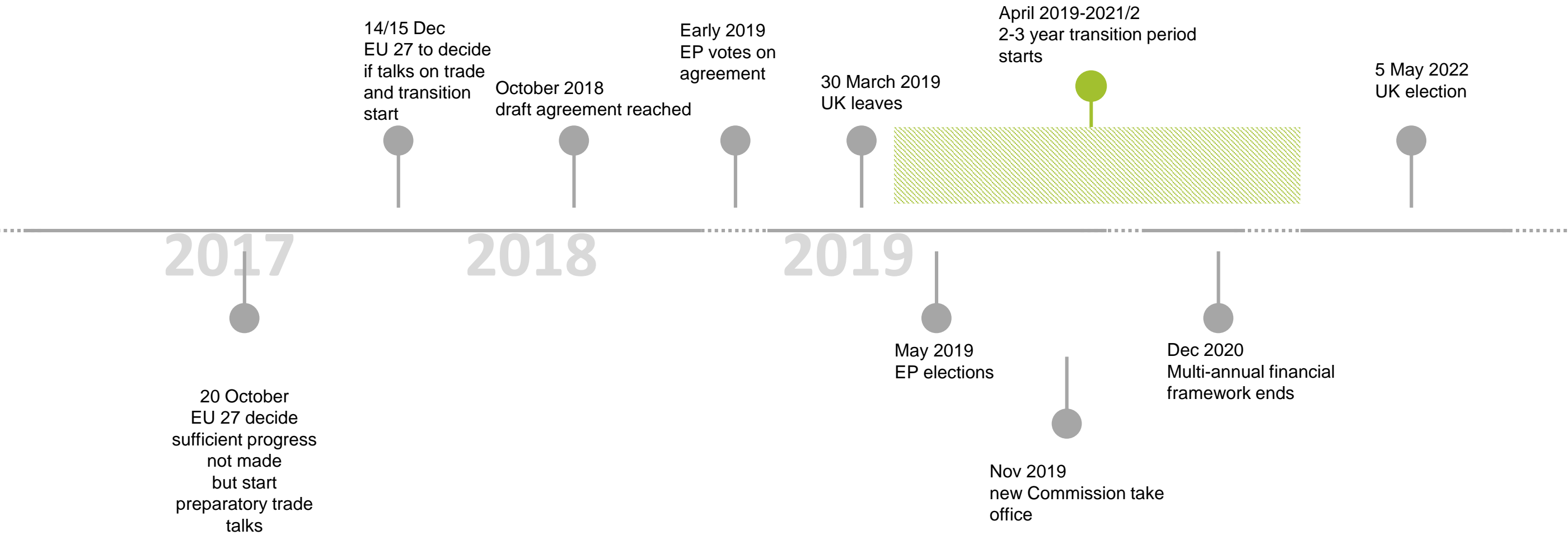
Future of Europe initiatives
 Delivering on the 10 priorities before the end of the mandate

Build-up to 2019 EP election

- Spitzenkandidaten process
- What to do with British seats?
- Influence on next Commission
- S&D play opposition role
- EPP/ALDE alliance in peril
- 2019 more ant-establishment parties



What happens next





Thank you

Getting in touch

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