

# Instarmac Group plc: Brexit Statement

**Instarmac Group plc is a UK manufacturer specialising in the supply and distribution of cement and bitumen based products to the UK and world markets. Instarmac Group plc is a key supplier to many industries and sectors including highway maintenance, urban regeneration, tiling, flooring and internal finishing.**

Our key objective is to ensure we continue to provide first class service and products and this update is provided to give further information to our customers and supply chain partners on how we plan to achieve this pre and post Brexit negotiations.

All the sands, aggregates and bulk components used in our products are sourced from within the UK, however some individual chemical components and packaging are sourced from overseas suppliers, some of whom are within the EU. In these instances, and wherever possible, we have identified and approved alternative suppliers within the UK. In addition, we continue to significantly increase our stock holding in order to prevent any unplanned interruptions that may result in goods being delayed or stopped in transit.

In anticipation of continued growth and opportunity, Instarmac purchased a 17,000sq.ft warehouse at the beginning of 2020 to store materials brought in from outside of the UK. This is based locally to our manufacturing facility and has been set up to house over 500 pallets.

We have also taken steps to identify any risks our suppliers foresee and what contingency plans they have in place to prevent disruption and delays in supplying raw materials to

us. All information collected is reviewed by our Brexit Working Group who will assign a risk score of High or Medium and will determine what course of action may be needed in order to maintain supply.

With negotiations currently taking place in Government, Brexit is an ever changing subject and is therefore discussed weekly by our Senior Management Team where updates are presented and advised upon. Furthermore, we have previously engaged with a Manufacturing Consultant to ensure we are compliant to any import and export duty costs as well as any further notifications, changes and developments in the coming months.

We understand customers and suppliers have concerns about how Brexit will affect them, therefore we will continue to review our position as more information is provided by the Government.

At this stage there is no need to change your normal ordering pattern. If this advice changes you will be notified immediately.

September 2020



**BREXIT**