

Adient US LLC 49200 Halyard Drive Plymouth, MI 48170

May 26, 2020

## Important Supplier Notification Regarding USMCA

The <u>July 1, 2020 USMCA Entry into Force</u> date is rapidly approaching. You will soon be receiving solicitations for USMCA certificates of origin from our service provider STTAS, a UPS Company. It is vital that you respond to those solicitations as soon as possible, but not later than the due date noted in the solicitation. As put forth in our global terms and conditions, Adient's suppliers are responsible for providing timely and accurate responses to Free Trade Agreement solicitations. Your responses allow Adient, in turn, to meet the requirements of our customers as well as minimizing duty expenditures.

Under the US CBP's Interim Implementing Instructions, if an importer does not have a USMCA certificate of origin at the time of importation, duty and fees must be paid. If a certificate of origin is received after importation, the duty can be refunded. **However, unlike NAFTA, if a certificate is not available at importation, CBP's Merchandise Processing Fee (MPF) will not be refunded**.

If your certificate is not in place at the time of import, the MPF could be a substantial cost to Adient. Please note that Adient plans to debit suppliers for the lost revenue if certificates are not provided in a timely manner. Additionally, suppliers risk losing their eligibility for a supplier award and/or the ability to quote on new business.

Your compliance in meeting the certification requirements is vital and your continued support is much appreciated. Some helpful links are listed below. Please refer any questions to jill.d.finch@adient.com.

 $\label{lem:linear_loss} \begin{tabular}{l} \textbf{Interim Implementing Instructions -} \underline{\textbf{https://www.cbp.gov/sites/default/files/assets/documents/2020-Apr/Implementation%20Instructions.pdf} \end{tabular}$ 

## Rules of Origin -

https://ustr.gov/sites/default/files/files/agreements/FTA/USMCA/Text/04-Rules-of-Origin.pdf

## Training Material -

https://www.sttas.com/usmca-webinar-whats-changing-with-required-documentation/

Sincerely.

Kelli E. Carney

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Vice President and Chief Purchasing Officer