# EU NZ TRADE AGREEMENT





# **EU-NZ FTA COUNTRY FACTSHEET IRELAND**



## **Overview of benefits**



Eliminates customs tariffs for Irish exporters and importers



Improves market access for Irish service providers



Protects distinct Irish food and drink products



**Enables opportunities** for green Irish firms and technology



Supports Irish smalland medium-sized businesses to export



Creates opportunities for Ireland's digital firms to export their services



Enables Irish firms to bid on **public contracts** in New Zealand



Facilitates Irish investments into New 7ealand







# Trade in goods and services

#### Top-5 exported goods from Ireland to New Zealand

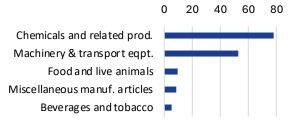


Figure 1: Top-5 exported goods in million Euros, 2023 (Source: <u>Eurostat</u>)

#### Irish service exports to New Zealand 2018-2022

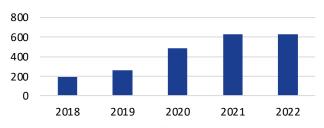


Figure 2: Exported services in million Euros, 2018-2022 (Source: Eurostat)



### **Trade in goods**

In 2023, Irish goods exports to New Zealand exceeded €150 million, led by chemicals and related products, totalling over €77 million. This was followed by machinery and transport equipment (€53 million) and food and live animals (€9 million). The EU-NZ FTA brings significant tariff eliminations, enhancing Irish firms' competitiveness across these and other sectors.



### Chemicals and related products

Medicinal and pharmaceutical products (€73 million) are the top exports, mainly including medicaments (€64 million). This is followed by plastics in non-primary forms (€1.6 million), dominated by plates, sheets, film, or foil; and **organic chemicals** (€1.4 million).



Prior to the FTA, tariffs in this sector were as high as 5%, however, these have been eliminated, dropping to **0%** since the entry into force. For example, the tariff rate for pharmaceutical appliances (e.g., ostomy use) (HS 3006.91.00), previously 5%, is now 0%.



### **Machinery and transport equipment**

General industrial machinery (€32 million) are the main exports, mainly including cranes (€24 million). This is followed by **industry-specific machinery** (€9 million), such as agricultural machinery (€7 million); and office machinery and automated data processing equipment (€5 million).



Prior to the FTA, tariffs in this sector were as high as 10%, however, these have been eliminated, dropping to 0% since the entry into force. For example, the tariff rate for lifting equipment, including cranes (HS 8426.19.00), previously 5%, is now 0%.



### Food and live animals

As for food and live animals, dairy products and bird's eggs (€5 million) are the main exports, mainly including cheese and curd (€3 million). This is followed by meat and meat preparations (€3 million) and coffee, tea, and cocoa manufactures (€0.4 million).



Prior to the FTA, tariffs in this sector were as high as 5%, however, these have been eliminated, dropping to **0%** since the entry into force. For example, the tariff rate for edible ice mixtures containing alcohol (HS 2106.90.98), previously 5%, is now 0%.

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### **Trade in services**

Irish service exports amounted to €628 million in 2022. This represents a significant increase in service exports compared to €196 million in 2018.

The agreement facilitates easier access for Irish firms to New Zealand's service market, ensuring a level playing field for Irish service providers in sectors like telecommunications, financial services, and international maritime transport. Additionally, the FTA includes advanced provisions for the movement of business professionals, allowing Irish firms to efficiently post managers or specialists and their families to subsidiaries in New Zealand.



### Support framework for exporters

The FTA introduces a comprehensive regulatory framework designed to simplify export procedures and reduce compliance costs for Irish firms. This includes streamlined customs processes and easy access to essential information. Central to this effort is the European Commission's Access2Markets platform, which provides detailed information and guidance on tariffs, rules of origin (Rules of Origin Self-Assessment Tool - ROSA), taxes, import procedures and formalities, product requirements, trade barriers, and trade flow statistics. The databases are restricted to users in the EU. EU companies' offices outside the EU can request access via this form.



Please visit the EU's **Access2Markets** platform for more information

## **Investment opportunities**

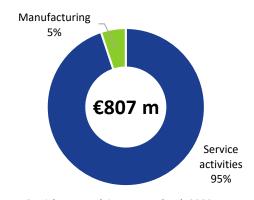


Figure 3: Irish FDI stock in New Zealand, 2022

(Source: Eurostat)

In 2022, Ireland's foreign direct investment (FDI) stock in New Zealand amounted to €807 million, with the service sector being the primary area for investment activities. Currently, about 200 Irish companies are active in New Zealand, spanning a wide range of activities.

The FTA lays the groundwork for increased Irish investment in New Zealand, particularly in sectors such as

- agricultural technology
- financial technology
- medical technology

aligning with Ireland's investment strengths.

Irish investment in New Zealand is poised for growth, supported by a favourable investment climate and shared priorities in sustainability and innovation. Under the FTA, the investment screening threshold has been doubled to NZD 200 million (~€110 million). This adjustment impacts Irish investors planning to acquire significant business assets in New Zealand. Guidance on the overseas investment regime in New Zealand is available from the Overseas Investment Office. More information on investing in New Zealand can be found on the New Zealand Trade and Enterprise website.







# **Agriculture & Geographical Indications**

Ireland's exports of food and beverages to New Zealand ranked third among its export sectors in bilateral trade for 2023, totalling over €14 million. The leading commodities were dairy products and bird's eggs (€5 million) for food items, and alcoholic beverages (€5 million), including Whiskey (€3 million) for beverage items.

The FTA ensures robust protection for 3 Irish spirits in New Zealand, guarding against counterfeit goods and securing marketing for authentic products with their traditional names. The agreement also includes provisions to potentially expand the list of protected geographical indications (GIs), bolstering the safeguard of Europe's culinary and cultural legacy. All EU GIs protected in New Zealand can be accessed through New Zealand's Intellectual Property Office.

Protected Irish items include:



Spirits: Irish Whiskey (grain spirit), Irish Poteen (distilled spirit usually from milk whey or potatoes), and Irish Cream (liqueur containing whiskey and cream)

# **Public procurement**

The FTA unlocks new opportunities for Irish firms within New Zealand's public procurement sector, offering several key benefits:

- Expanded market access: Irish firms now have broader access to New Zealand's procurement, extending beyond WTO limits to include all entities governed by New Zealand Procurement Rules.
- Equal footing with local firms: The FTA levels the playing field, allowing Irish companies to compete on **equal terms** with local firms, especially in globally competitive sectors.
- Access to key sectors: Irish businesses gain entry to transport and infrastructure projects, notably those funded by the New Zealand Transport Agency and Auckland Transport, enhancing prospects in engineering and technology.

More information on public procurement can be accessed via New Zealand Government Procurement. Furthermore, New Zealand's Marketplace platform allows EU firms to register their interest in providing Software as a Service (SaaS), consultancy, managed services, and enterprise software to the government.

# Key contacts & additional information

#### **Embassy of Ireland**

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#### **Enterprise Ireland**

W: www.enterpriseireland.com/en/

Irish Business Network of New Zealand

W: www.ibnnz.com/

#### **Enterprise Europe** Network

Link to website: een.ec.europa.eu/ Local contact points: een.ec.europa.eu/localcontact-points/ie

#### **New Zealand Europe Business Council**

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