



EU / US DEAL SUMMARY

The European Union and United States reached a political agreement over reciprocal tariffs on 27 July. A day later the US announced the “Cooperation Agreement on Reciprocal, Fair and Balanced Trade”.

MAIN DETAILS

- ✓ Reciprocal tariff reduction
- ✓ Reduction in steel & aluminium tariffs
- ✓ Reduction in auto & parts
- ✓ Reduction in other section 232 tariffs
- ✓ Confirmed investment pledge
- ✓ Other concessions



US Commitments

- 15% import tariff for most EU goods
- 15% import tariff for autos and automobiles
- 15% import tariff for pharmaceuticals and semiconductors



EU Commitments

- “Zero-for-zero tariffs” on strategic products
- elimination of tariffs on industrial goods
- USD 750 billion in purchases of US energy products
- EUR 40 billion in purchases of US AI chips
- Enhanced market access to limited and non-sensitive US agricultural and fisheries products via the current TRQ systems

Copper: Tariffs will only apply as of 01 August to pipes, tubes and other semi-finished copper products, as well as products that use copper heavily, cable and electrical components. Tariffs will exclude copper scrap and copper concentrates, mattes, cathodes and anodes, key products of copper mines and smelters, leading to the re-pricing of the material on the markets.

TO BE NEGOTIATED IN THE FUTURE

Economic security: Cooperation regarding investment screening, duty evasion, and export controls.

Non-tariff barriers: Cooperation regarding vehicle standards, SPS measures and mutual recognition.

CONFLICTING STATEMENTS

Steel & Aluminium: US said the duties will remain, EU said that this will be lowered.

Rules of Origin: US mentioned them as part of the agreement, but the EU did not.

Tariffs on U.S. Industrial Goods: US talked about EU reduction, EU referred to “zero-for-zero”.

Military Equipment Purchases: The White House claimed a commitment on military sales while the EU did not mention it.

