

CHAPTER V

CONCLUSION

The United Kingdom is set to have a referendum by the end of 2017 not to remain in the European Union. Britain as one of members of European Union, but Britain is not a founder of European Union. During Britain participation in European Union, Britain gave large contribution toward European Union. Britain as a second country that has given large contribution to funding toward European Union after Germany. The amount of the payment is 6.5 billion Euros, but the large contribution that has been given from Britain to European Union does not mean Britain got advantage over other countries in the European Union.

It will be difficult for European Union when Britain as the main contributor left the EU. The member states of the European Union experienced a trade balance surplus of about 100 billion euros in trade with the United Kingdom. While the larger United Kingdom export value of 20 billion euros rather than the value of imports. Similar conditions also apply in the field of financial services. Many economists predict Brexit will be at the very least, while reducing the growth of the United Kingdom.

Other EU member states have to fill at least half of a number of shortcomings from the loss of the contribution of the United Kingdom to the European Union funds. Total of United Kingdom contribution to the EU budget for the year 2016 is

19.4 billion euros, including cutting tariffs and import taxes. United Kingdom received around 7 billion euros of agricultural and regional subsidies. Germany, the largest EU member states, will inevitably have to provide extra cash to cover this gap. Germany, Ifo Institute, estimates funds required reaching 2.5 billion Euros. Uni Credit declared there will be a number of shortcomings in the eurozone but it will be resolved. Trade, financial sector and uncertainty factors are expected to lead to a more difficult financial conditions and delay investments. The European Union will lose an estimated gross domestic product (GDP) by 0.5-1.0 percent of current of 1.6 percent

As a regional forum European Union also got the impact of Brexit. There are about 3 million other EU citizens living in the United Kingdom, while there are 1.2 million citizens of the United Kingdom that are scattered in a number of EU countries. Britons, the term for citizens of the United Kingdom, blaming the migrants are related to a number of issues such as unemployment, low wages, and the destruction of the education system as well as the health of even a traffic jam. This made the immigrant citizens concerned, but the number of immigrants became one of the “mainstays” for fortress pro-Brexit for elections caused the sound. They contend the number of immigrants was already too much, mainly from Eastern European countries who are members of the European Union.

They argued the immigrant flow can be dammed if the United Kingdom is out of the European Union because it will not be bound to the principle of free movement

as defined economic bloc. The main character of Brexit supporters ask Australia immigration policy model, that only allow people with special abilities that are needed for the United Kingdom to enter and stay in the country.