ADC No. 35/2015/NTC/CRC Government of Pakistan National Tariff Commission

Notice of Preliminary Determination in Anti-dumping Investigation against Dumped Imports of Cold Rolled Coils/Sheets into Pakistan Originating in and/or Exported from the Peoples' Republic of China and Ukraine

The National Tariff Commission (the "Commission") initiated an anti-dumping investigation on July 16, 2015, under Section 23 of the Anti-Dumping Duties Ordinance, 2015 (now enacted as Anti-Dumping Duties Act, 2015) after establishing that the application lodged by Aisha Steel Mills Limited Karachi (the "Applicant"), on behalf of domestic industry producing Cold Rolled Coils/Sheets ("CR Coils/Sheets") was in accordance with Section 20 and 24 of the Ordinance. The investigation concerns dumping of CR Coils/Sheets, originating in and/or exported from the People's Republic of China and Ukraine (the "Exporting Countries") into Pakistan and material injury caused therefrom to the domestic industry producing CR Coils/Sheets. In accordance with provisions of the Anti-Dumping Duties Act, 2015 (the "Act") and Anti-Dumping Duties Rules, 2001 (the "Rules"), the Commission has, after investigation, determined the following on preliminary basis:

<u>Product under Investigation</u>: The product being dumped into Pakistan is Cold Rolled Coils/Sheets of: primary and secondary quality with a thickness of 0.15-2.50 mm and width of above 600 mm originating in and/or exported from the Exporting Countries and is classified under Pakistan Customs Tariff Heading Nos. 7209.1690, 7209.1790, 7209.1890, 7209.1610, 7209.1710, 7209.1810, 7209.2690, 7209.2790, 7209.2890, 7209.2610, 7209.2710 and 7209.2810 (the "investigated product").

<u>Period of Investigation (POI):</u> For determination of dumping and injury, the POI is as follows:

For determination of dumping: From April 1, 2014 to March 31, 2015 For determination of injury: From April 1, 2012 to March 31, 2015

<u>Determination of Dumping</u>: Individual dumping margins in this preliminary determination are determined for producers of the investigated product from the Exporting Countries on the basis of the information provided by them. However, residual dumping margins/duty rates for non-cooperating exporters/producers have been determined as the highest dumping margin of the exporter/producer of the respective country.

<u>Injury to the domestic industry</u>: Injury to the domestic industry has been determined in accordance with Part VI of the Act. The Commission has on preliminary basis established that the domestic industry suffered material injury on account of increase in volume of dumped imports, price undercutting, price depression, price suppression, decline in market share, profits, sales, capacity utilization, return on investment, and negative effect on cash flow, inventories and ability to raise capital. The Commission has also examined factors other than dumped imports under Section 18(2) and Section 18 (3) of the Act, which could at the same time cause injury to the domestic industry. Analysis showed that the domestic industry has not been suffered material injury due to others factors.

Imposition of Provisional Anti-Dumping Duty: In reaching this preliminary determination, the Commission is satisfied that the investigated product has been imported from the Exporting Countries at dumped prices. However, for the purpose of imposition of lesser duty in terms of Section 43 (1) of the Act, the Commission has calculated injury margin to ascertain whether a lower duty would be adequate to remove injury being suffered by the domestic industry due to dumped imports of investigated product from the Exporting Countries. In order to prevent material injury during the course of this investigation, the Commission, pursuant to the powers conferred upon it under Section 43 of the Act, has decided to impose provisional anti-dumping duty at the rates

mentioned below on C&F value in *ad val*. terms on imports of CR Coils/Sheets importable from the Exporting Countries for a period of four months effective from the date of publication of notice in the press, on the following exporters/producers, however, it would not be levied in terms of Section 51(1) e of the Act on imports that are to be used as inputs in products destined solely for exports:

Country/Exporter/Foreign Producer	Provisional Antidumping Duty Rate (%)
China	
Shougang Casey Steel Company Limited	19.04
Shougang Jingtang United Iron & Steel Co. Limited	15.93
Beijing Shougang Cold Rolling Company Limited	12.02
Handan Iron & Steel Group Han-Bao Co. Limited	8.31
Maanshan Iron & Steel Company Limited	17.69
All others	19.04
Ukraine	
Zaporizhstal Integrated Iron-and-Steel Works	18.92
Ilyich Iron and Steel Works of Mariupol	19.04
All others	19.04

<u>Hearing:</u> Any party registered as an interested party in this case may, if it so wishes, request a hearing in accordance with Rule 14 of the Rules within 30 days of the publication of this notice by contacting Secretary, National Tariff Commission, State Life Building No.5, Blue Area, Islamabad. Telephone No. +92-51-9202839, Fax No.+92-51-9221205.

<u>Authority under Law:</u> This notice is published pursuant to Section 37 of the Act by order of the Commission.

(Muhammad Shahid) Secretary January 13, 2016