ADC No. 51/2017/NTC/CCCS Government of Pakistan National Tariff Commission

Notice of Final Determination and Imposition of Definitive Anti-dumping Duties against Dumped Imports of Color Coated Steel Coils/Sheets into Pakistan Originating in and/or Exported from the People's Republic of China and Republic of South Africa

The National Tariff Commission (the "Commission") initiated an anti-dumping investigation on June 10, 2017 under Section 23 of the Anti-Dumping Duties Act, 2015 (the "Act") after establishing that the application lodged by M/s International Steels Limited Karachi (the "Applicant"), a manufacturer of Color Coated Steel Coils/Sheets ("Color Coated Coils/Sheets") was in accordance with Sections 20 and 24 of the Act. The investigation concerns dumping of Color Coated Coils/Sheets, originating in and/or exported from the People's Republic of China and Republic of South Africa (the "Exporting Countries") into Pakistan and material injury caused thereby as well as threat of material injury to the domestic industry manufacturing Color Coated Coils/Sheets. The Commission made a preliminary determination in this investigation in terms of Section 37 of the Act and notice of preliminary determination was published in the press and official Gazette on December 9, 2017. In accordance with the Act and the Anti-Dumping Duties Rules, 2001 (the "Rules"), the Commission has made its affirmative final determination as follows:-

<u>Product under Investigation</u>: The investigated product is Color Coated Coils/Sheets above thickness of 0.23 mm imported from the Exporting Countries classified under Pakistan Customs Tariff ("PCT") Heading Nos. 7210.7020, 7210.7090, 7212.4010 and 7212.4090.

Period of Investigation (POI): For determination of dumping and injury, the POI is fixed as follows:

For investigation of dumping: From January 1, 2016 to December 31, 2016 For investigation of injury: From January 1, 2014 to December 31, 2016

<u>Determination of Dumping:</u> Fourteen (14) exporters/producers of investigated product from China provided information in response to the questionnaire and no exporters/producers from South Africa provided information in response to the questionnaire. The Commission selected only three exporters/producers from China on the basis of highest import of Color Coated Coils / Sheets to Pakistan for calculation of individual dumping margin. The Commission is satisfied in terms of Section 14 of the Act that the number of the exporters/producers involved is so large and it is impracticable to determine an individual dumping margin of all cooperating exporters/producers from China.

Normal value and export price of the investigated product has been determined on the basis of the information provided by these three exporters/ producers from China in response to the Commission's Questionnaire and verified during the verification visit. Accordingly, the Commission has worked out individual dumping margins for these three exporters/producers. Antidumping duty rate for the cooperating exporters/producers who were not selected in the sample from China, has been determined on the basis of the weighted average of dumping margin of three selected exporters/producers. However, residual dumping margins have been determined for all other non-cooperating exporters/producers from the Exporting Countries on the basis of Best Information Available.

Material Injury and Threat of Material injury to the domestic industry: Material injury and threat of material injury to the domestic industry has been determined in accordance with Part VI of the Act. The Commission has established that there was a significant increase in volume of dumped imports of the investigated product and significant price undercutting of the domestic like product in the domestic market. Resultantly, the domestic industry suffered material injury on account of low level of production, low level of capacity utilization, decline in market share, negative effect on inventories and growth. Besides, the Commission determined that the dumped imports are posing imminent threat of material injury to the domestic industry in terms of Section 19 of the Act on account of likely further increase in the volume of dumped imports, idle capacities of like product in the Exporting Countries, inventories/excess production of like product in the Exporting Countries and trade defense actions taken by other countries against China steel products. The Commission has also examined factors other than dumped imports under Section 18(2) and 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 suffered injury due to others factors.

<u>Imposition of Definitive Anti-dumping Duties:</u> - In this final determination the Commission has determined that Color Coated Coils/Sheets are imported from the Exporting Countries at dumped prices and is consequently

causing material injury and there is also threat of material injury to the domestic industry. In order to prevent material injury and threat of material injury to the domestic industry, the Commission, pursuant to powers conferred under Section 50 of the Act, has decided to impose definitive anti-dumping duties at the rates mentioned below on C&F value in *ad val*. terms on imports of Color Coated Coils/Sheets imported from the Exporting Countries under PCT Heading Nos. 7210.7020, 7210.7090, 7212.4010 and 7212.4090, for a period of five years with effect from June 13, 2018:

Definitive Antidumping Duty Rates

Country	Exporters/Producers	Definitive Antidumping Duty Rates (%)
China	Exporters/Producers selected for Detailed Examination:	
	Hebei Yanbo Color Coated Sheet Co., Ltd	5.36
	Zhejiang Huada New Material Co., Ltd	6.03
	Hangzhou Jurui Steel Co., Ltd	10.88
	Exporters/Producers Cooperated But not Selected for Detailed Examination:	
	Shandong Huijin Color Steel Co., Ltd	7.32
	Shandong Kenod Steel Co., Ltd	7.32
	Jiangyin Zongcheng Steel Co., Ltd	7.32
	Shandong Huaye Industry & Trade Co., Ltd	7.32
	Shandong Gengxiang Import And Export Trade Co., Ltd	7.32
	Hangzhou Puyin Metal Material Co., Ltd	7.32
	Hangzhou Puyin Industrial Co., Ltd.	7.32
	Binzhou Yongguang Industry And Trade Co., Ltd	7.32
	Suzhou Yogiant Trading Co., Ltd.	7.32
	Shandong Hwafone Steel Co., Ltd	7.32
	Shandong Yunfeng Steel & Iron Co., Ltd	7.32
	Shandong Ye Hui Coated Steel Co., Ltd	7.32
	Shandong Boxing Ying Xiang International Trade Co., Ltd	7.32
	Zhejiang Xiaojin Outong Color Coated Sheet Co., Ltd	7.32
	Shanghai Xiaojin Industrial Co., Ltd	7.32
	Shandong Star Steel Sheet Co., Ltd	7.32
	Shandong Chambroad Holding Co., Ltd	7.32
	All Other exporters/producers from China	10.88
South Africa	All exporters/producers	14.24

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.

Further Information: A non-confidential version of the report of final determination shall be placed on public file established and maintained by the Commission.

By order of the Commission.

-Sd-(Muhammad Shahid) Secretary June 13, 2018