A.D.C No. 55/2019/NTC/CRC Government of Pakistan National Tariff Commission

Notice of Final Determination and Imposition of Definitive Antidumping Duty on Dumped Imports of Cold Rolled Coils/Sheets/Strips into Pakistan Originating in and/ or Exported from Canada and the Russian Federation

The National Tariff Commission (the "Commission") initiated an antidumping investigation on May 9, 2019 under Section 23 of the Anti-Dumping Duties Act, 2015 (the "Act") after establishing that the application lodged by Aisha Steel Mills Limited, Karachi and International Steel Limited, Karachi (the "Applicants") was in accordance with the Section 20 and 24 of the Act. The investigation was on dumping of the flat-rolled products of iron or non- alloy steel, cold rolled (cold- reduced), not clad, plated or coated ("CR Coils/Sheets/Strips"), of prime and secondary quality, of a thickness ranging from 0.15 mm to 3.00 mm, originating in and/or exported from Canada and the Russian Federation (the "Exporting Countries") into Pakistan and material injury caused by such dumped imports to the domestic industry manufacturing CR Coils/Sheets/Strips. The Commission made a preliminary determination in this case in terms of Section 37 of the Act on September 20, 2019. In accordance with the Act and the Anti-Dumping Duties Rules, 2001 (the "Rules"), the Commission has made affirmative final determination in this as follows:

Investigated Product:

The investigated product is flat-rolled products of iron or non- alloy steel, cold rolled (cold-reduced), not clad, plated or coated ("CR Coils/Sheets/Strips"), of prime and secondary quality, of a thickness ranging from 0.15 mm to 3.00 mm, originating in and/or exported from the Exporting Countries to Pakistan (the "investigated product"). The investigated product is falling under Pakistan Customs Tariff ("PCT") Nos. 7209.1510, 7209.1590, 7209.1610, 7209.1690, 7209.1710, 7209.1790, 7209.1810, 7209.1890, 7209.1891, 7209.1899, 7209.2510, 7209.2590, 7209.2610, 7209.2690, 7209.2710, 7209.2790, 7209.2810, 7209.2890 and 7211.2920.

Period of Investigation ("POI"):

For investigation of dumping: From January 1, 2018 to December 31, 2018 From January 1, 2016 to December 31, 2018

Determination of Dumping: The Commission has not received any information from any of the exporter/ foreign producer from the Exporting Countries in this investigation. Dumping margins for all exporters of investigated product imported from the Exporting Countries are, therefore, determined on the basis of best information available in terms of Section 32 of the Act.

Injury to the Domestic Industry: The Commission in accordance with the part VI of the Act, has determined that the domestic industry suffered material injury on account of significant increase in volume of dumped imports, price undercutting, price suppression, decline in: market share, sales, capacity utilization, profits, profitability, return on investment, productivity; negative effects on: inventories, cash flows and ability to raise capital. Further, there was a causal link between dumped imports of the investigated product and material injury to the domestic industry during the POI.

Imposition of Definitive Anti-dumping Duty: In reaching this final determination, the Commission is satisfied that the investigated product has been imported at dumped prices. Therefore, the Commission is required to impose antidumping duty on dumped imports under Section 50(1) of the Act. However, the Commission, in terms of Section 50 (2) of the Act, has decided to impose lower duty equal to the injury margin as this lower duty would be adequate to remove injury being suffered

by the domestic industry due to dumped imports of investigated product. The injury margin works out 13.94 percent, which is lower than the dumping margins determined for the Exporting Countries i.e. 18.98 percent of the C&F price for Canada and 16.21 percent of the C&F price for Russian Federation. Therefore, definitive antidumping duty at the rate of **13.94 percent** *ad valorem* of the C&F price is hereby imposed on the dumped imports of the investigated product importable from the Exporting Countries for a period of five years with effect from September 20, 2019.

Definitive antidumping duty levied on import of the investigated product would be in addition to other taxes and duties leviable on its imports under any other law. The definitive antidumping duty would be collected in the same manner as customs duty is collected under the Customs Act, 1969 (IV of 1969) and would be deposited in Commission's Non-lapsable PLD account No. 187 with Federal Treasury Office, Islamabad.

Further Information: A non-confidential version of the detailed report of final determination is placed on the public file established and maintained by the Commission. The same is also posted on the Commission website www.ntc.gov.pk.

Authority under Law: This notice is published pursuant to Section 39 of the Act by order of the Commission.

(Ali Muhammad Shah) Secretary March 17, 2020