

A.D.C No. 65/2024/NTC/PFY Government of Pakistan National Tariff Commission

Notice of Preliminary Determination of Anti-Dumping Investigation and Imposition of Provisional Anti-Dumping Duties Against Dumped Imports of Polyester Filament Yarn (Drawn Textured Yarn - DTY) Originating in and/or Exported from the People's Republic of China

The National Tariff Commission (the "Commission") initiated an anti-dumping investigation on May 26, 2024, under Section 23 of the Anti-Dumping Duties Act, 2015 (the "Act") after establishing that the application filed by M/s Gatron Industries Limited, Karachi and M/s Rupali Polyester Limited, Lahore (the "Applicants") was in accordance with Section 20 and 24 of the Act. The investigation is being conducted on alleged dumped imports of Polyester Filament Yarn ("DTY") into Pakistan originating in and/or exported from the People's Republic of China and whether such imports have caused material injury to the Pakistan's domestic industry producing DTY. In accordance with provisions of the Act, and Anti-Dumping Duties Rules, 2022 (the "Rules"), the Commission has, after investigation, determined the following on preliminary basis:

<u>Product under Investigation</u> The product under investigation is Polyester Filament Yarn - DTY imported from China, which is classified under Pakistan Customs Tariff ("PCT") Codes 5402.3300 and 5402.6200. The investigated product is generally used as an input for the manufacturing of textile fabrics and hosiery etc.

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

For determination of dumping: For determination of injury:

From January 01, 2023, to December 31, 2023

From January 01, 2021, to December 31, 2023

<u>Sampling of exporters/foreign producers from China</u> Due to large number of exporters/foreign producers, the Commission has decided to limit its examination to a reasonable number of exporters/foreign producers from China based on volume of exports. The Commission has chosen a sample of 29 exporters/foreign producers and affiliated companies from China in terms of Section 14 of the Act after consultation with the cooperating exporters/foreign producers. The sampled exporters/producers represent about 63% of the volume of exports of DTY from China.

<u>Determination of Dumping</u> Individual dumping margins in this preliminary determination are determined for sampled exporters/foreign producers of the investigated product from China on the basis of the information provided by them.

Injury to the Domestic Industry Injury to the domestic industry has been determined in accordance with Part VI of the Act. The Commission has established on preliminary basis that the domestic industry has suffered material injury on account of increase in volume of dumped imports, price undercutting, price suppression, decline in production, sales, market share, productivity and wages, capacity utilization, profit and return on investment and negative effect on wages. The Commission has also examined factors other than dumped imports under Sections 18 (2) and 18 (3) of the Act, which could have, at the same time, caused injury to the domestic industry. Analysis showed that the domestic industry did not suffer material injury owing to other factors.

Imposition of Provisional Anti-dumping Duties The Commission has determined on preliminary basis that DTY has been exported from China to Pakistan at dumped prices. In order to prevent injury to the

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nder Section 43 of the Act, has decided to impose provisional anti-dumping duties on dumped imports of the investigated product classified under PCT codes 5402.3300 and 5402.6200 for four months with effect from the publication of this notice, at the following rates:

	Exporter Name	Provisional anti-dumping duty rate
XFM Group	Huzhou Zhongyue Chemical Fiber Co. Ltd.	
	Tongxiang Zhongwei Chemical Fiber Co. Ltd.	
	Tongxiang Zhongxin Chemical Fiber Co. Ltd.	
	Tongxiang Zhongyi Chemical Fiber Co. Ltd.	
	Xinfengming Group Huzhou Zongshi Technology Co. Ltd.	3.57
	Huzhou Zhonglei Chemical Fiber Co. Ltd.	
	Xinfengming Jiangsu Xintuo New Material Co. Ltd.	
	Zhejiang Recycle New Material Institute Co. Ltd.	
Shenghong Group	Jiangsu Guowang High-Technique Fiber Co. Ltd.	2.13
1	Suzhou Shenghong Fiber Co. Ltd.	
	Jiangsu Zhonglu Technology Development Co. Ltd.	
	Jiangsu Reborn Eco-Tech Co. Ltd.	
	Jiangsu Ganghong Fiber Co. Ltd.	
	Jiangsu Shenghong Technology Trading Co. Ltd.	
	Guowang High-Tech Fiber (Suqian) Co. Ltd.	
Hengyi Group	Zhejiang Hengyi Petrochemicals Co. Ltd.	
	Zhejiang Hengyi Petrochemicals Research Institution	
	Shaoxing Keqiao Hengming Chemical Fiber Co. Ltd.	2.20
	Haining Hengyi New Material Co., Ltd.	2.28
	Zhejiang Hengyi Petrochemical Sales Co., Ltd.	
	Hangzhou Yitong New Material Co., Ltd.	
	Hangzhou Yijing Chemical Fiber Co., Ltd	
Tongkun Group	Tongkun Group Co., Ltd.	
	Tongxiang Hengji Chemical Fiber Co., Ltd	
	Tongkun Group Zhejiang Heng Sheng Chemical Fiber Co., Ltd	5.19
	Jiangsu Tongkun Hengyang Chemical Fiber Co., Ltd	
	Jiangsu Tongkun Hengxin New Material Co., Ltd	
Individual	Hangzhou Qingyun Holding Group Co., Ltd.,	8.61
Individual	Jiaxing Longyin Textile Co., Ltd.	20.78
All other cooperating exporters/foreign	Zhejiang JiaBao New Fiber Group Co., Ltd, China Zhejiang Jiabao Polyester Co., Ltd.	4.59
	Shaoxing Huaqing Polyester and Textile Co., Ltd	

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producers (Non- Sampled)	Fujian Jinlun Fiber Shareholding Company Limited	
	Hangzhou Yucheng New Material Technology Co., Ltd., China Jiangsu Shunlong Special Fiber Co., Ltd., China	
	Hangzhou Lianyu Chemical Fiber Co., Ltd Hangzhou United Textile I&E Co., Ltd.	
	Zhejiang Huilong New Materials Co., Ltd.	
	Hangzhou Zhongli Chemical Fiber Co., Ltd.	
	Hangzhou Zhongcai Chemical Fiber Co., Ltd.	
All other exporters/foreign producers		20.78

However, in accordance with Section 51(ea) of the Act, provisional anti-dumping duties shall not be levied on imports of the investigated product that are used as inputs in products destined solely for exports or for use in the foreign grant-in-aid projects and are covered under any scheme exempting customs duties for exports or foreign grant-in-aid projects under the Customs Act, 1969 (IV of 1969).

Hearing Any party registered as an interested party in this investigation 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 to the Secretary, National Tariff Commission, State Life Building No.5, Blue Area, Islamabad. Telephone No. +92-51-9202839, Email: khizar.ntc@gmail.com.

Final Determination In terms of Section 39 of the Act, the Commission is required to make final determination within 180 days of publication of the notice of Preliminary Determination.

Further Information A non-confidential version of the detailed report of preliminary determination is issued in accordance with Rule 12 of the Rules and is placed in the Public File established and maintained by the Commission under Rule 7 of the Rules. The same shall also be accessible on the Commission's official website www.ntc.gov.pk.

Authority under Law This notice is published pursuant to Section 37 of the Act by order of the Commission.

(Khizar Hayat) Secretary, NTC November 14, 2024

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