## ADC No. 34/2015/NTC/HP/CCR/2020 National Tariff Commission Government of Pakistan

## <u>Notice of Conclusion of Review for Change of Circumstances of Anti-dumping Duty</u> <u>Imposed on Hydrogen Peroxide from the People's Republic of Bangladesh</u>

The National Tariff Commission (the "Commission") received an application from Descon Oxychem Limited and Sitara Peroxide Limited (the "Applicants"), domestic producers of Hydrogen Peroxide ("HP"), on January 03, 2020 under Section 59 of Anti-Dumping Duties Act, 2015 (the "Act") for Review of Change of Circumstances of Anti-dumping Duties Imposed on Dumped Imports of HP into Pakistan originating in and/or exported from the People's Republic of Bangladesh ("Bangladesh"). The Commission had imposed definitive anti-dumping duties on dumped imports of HP originating in and/or exported from Bangladesh for a period of five years with effect from October 16, 2015. The Commission, pursuant to Section 59 of the Act initiated Review for Change of Circumstances of Anti-dumping Duties Imposed on Dumped Imports of HP into Pakistan originating Duties Imposed on Dumped Imports of HP originating in and/or exported from Bangladesh for a period of five years with effect from October 16, 2015. The Commission, pursuant to Section 59 of the Act initiated Review for Change of Circumstances of Anti-dumping Duties Imposed on Dumped Imports of HP into Pakistan originating in and/or exported from Bangladesh on February 21, 2020.

**Product Under Review:** The product under review is Hydrogen Peroxide classified under Pakistan Customs Tariff ("PCT") Heading No. 2847.0000. It is used as a bleaching agent in textile industry, paper & pulp industry, for sterilization of packaging material of milk, fruit juices (aseptic packaging) industry etc. and general purpose as oxidizing, detoxifying and deodorizing agent. It is also used for waste paper treatment, soil remediation.

## **Period of Review:**

Determination of dumping: January 01, 2019 to December 31, 2019.

**Determination of Change of Circumstances:** In order to determine occurrence of change of circumstances, which warrant the re-calculation of the export price, normal value and dumping margins of HP, the Commission has considered following factors:

- i. Increase in rates of gas prices in Bangladesh.
- ii. Oversupply in local market of Bangladesh.
- iii. Export prices of exporters /producers of HP from Bangladesh are not based on cost to make and sell.
- iv. Absorption of anti-dumping duties.
- v. Anti-dumping duties imposed on imports from Bangladesh by India.
- vi. Return of China to export market of Hydrogen Peroxide.

## **Conclusion of Review:**

Section 12 of the Act provides three methods for fair comparison of normal value and export price in order to establish dumping margin. The Commission has calculated dumping margin by comparing weighted average normal value with weighted average export price at ex-factory level. Dumping margin and antidumping duty rate for all other exporters from Bangladesh, who did not cooperate, has been determined, as the highest dumping margin of the cooperating exporters /producers.

The Commission has decided to revise the definitive anti-dumping duties and impose them with effect from August 26, 2020 on dumped imports of HP from Bangladesh as per following table:

| Exporters / Producers           | Definitive Antidumping<br>Duties |
|---------------------------------|----------------------------------|
| Tasnim Chemical Complex Limited | 16.10%                           |
| Samuda Chemical Complex Limited | 15.38%                           |
| All Others                      | 16.10%                           |

In accordance with Section 51 of the Act, the antidumping duties shall take the form of ad valorem duty and be held in a non-lapsable personal ledger account established and maintained by the Commission for the purpose. Release of the dumped imports of the product under review for free circulation in Pakistan shall be subject to imposition of such antidumping duties.

Definitive antidumping duties levied would be in addition to other taxes and duties leviable on import of the product under review under any other law. The definitive antidumping duties 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 Report on Conclusion of Review for Change of Circumstances has been placed in public file established and maintained by the Commission for this Review. The report has also been posted on the Commission's website: www.ntc.gov.pk. The public file shall be available to the interested parties, registered with the Commission for the purposes of this Review, for review and copying at the office of the Commission, from Monday to Thursday (except public holidays) between 1100 hrs to 1300 hrs.

By order of the Commission.

(Mehmood Alam) Deputy Director, NTC August 26, 2020