A.D.C No. 60/2021/NTC/CRC Government of Pakistan National Tariff Commission

Notice of Preliminary Determination on Dumped Imports of Cold Rolled Coils/Sheets into Pakistan Originating in and/or Exported from Chinese Taipei, European Union, Republic of Korea and Socialist Republic of Vietnam and Imposition of Provisional Anti-dumping Duties thereof

The National Tariff Commission (the "Commission") initiated an antidumping investigation on February 25, 2021 under Section 23 of the Anti-Dumping Duties Act, 2015 (the "Act") concerning dumping of the of flat-rolled products of iron or non- alloy steel, cold- rolled (cold- reduced), not clad, plated or coated, of prime and secondary quality, of a thickness ranging from 0.15 mm to 3.00 mm in rolls or slit to length sheets, excluding CR Coils/ Sheets used in auto skin/auto grade into Pakistan originating in and/or exported from the European Union, Republic of Korea, Chinese Taipei and Vietnam (the "Exporting Countries") and material injury caused by such dumped imports to the domestic industry manufacturing CR Coils/Sheets. The application for this investigation was lodged by Aisha Steel Mills Limited, Karachi and International Steel Limited, Karachi (the "Applicants"). The Applicants are producers of CR Coils/Sheets. The Commission after investigation in accordance with provisions of the Act and the Anti-Dumping Duties Rules, 2001 (the "Rules") has determined the following on a preliminary basis:

Investigated Product:

The investigated product is flat-rolled products of iron or non-alloy steel of a thickness ranging from 0.15 mm to 3.00 mm and a width up to 1250mm, cold- rolled (cold- reduced), not clad, plated or coated, of prime and secondary quality ("CR Coils/Sheets"), in rolls or slit to length sheets, excluding CR Coils/ Sheets used in automotive skins of four wheeler vehicles and following auto grades imported from the Exporting Countries:

S.No Grade

- i. JAC, JSC & SPC, JEH 270, 340PN, 440WN, 590RN, SCGA 270-45, SCGA590DU-45
- ii. SPCD-S, SECC-0/20, SPCC Deep Drawing Quality, SPCEN, SEHC-0/20,
- iii. JSC26OGN-2 (SPCX), JAH59ORN 45/45
- iv. SPC, SPFC, SPH & SPRC 440, SCGA 440-45, SHGA 440-45 V, SCGA 340
- v. SUS 304, SUS 409LT-E/ SUH 409L/HFS 409L, SUS 429M, SUS 432T / SUS 436J1L, SUS 436L/ SUS 436MT, SUS 439MT
- vi. HFS 429M, HFS 436L, HSS 441
- vii. SA1C-80, SA1D-80 -CZ/ SA1D 40/40 CZ, SACE-120, SA1E-80
- vii. MSM-CC-DZC-90/90

The investigated product falls under Pakistan Customs Tariff ("PCT") Heading Nos. 7209.1510, 7209.1590, 7209.1610, 7209.1690, 7209.1710, 7209.1790, 7209.1810, 7209.1891, 7209.1899, 7209.2510, 7209.2590, 7209.2610, 7209.2690, 7209.2710, 7209.2790, 7209.2810 and 7209.2890. The Investigated product is generally used in production of automotive parts, sub-assembly/inner body parts, fabrication of goods like doors/cabinets, pipes, tubes, refrigerators, washing machines, geysers, ovens etc.

Period of Investigation ("POI"):

For investigation of dumping: From October 1, 2019 to September 30, 2020 From October 1, 2017 to September 30, 2020

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, decline in: market share, capacity utilization, profits, profitability, return on investment and negative effects on: production, sales, productivity, salaries and wages. 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 Provisional Anti-dumping Duty: In reaching the preliminary affirmative determination, the Commission is satisfied that the investigated product has been imported at dumped prices. Therefore, imposition of provisional antidumping duty on dumped imports of the investigated product is needed in accordance with Section 43 of the Act to prevent injury being caused to the domestic industry during the course of this investigation. Thus, following provisional antidumping duties on dumped imports of the investigated product importable from the Exporting Countries are hereby imposed for a period of four months effective from August 23, 2021. However, in accordance with Section 51(e) of the Act, definitive antidumping duty will not be levied on imports of the investigated product that are used as inputs in products destined solely for exports and are covered under any scheme exempting customs duty for exports under the Customs Act, 1969. The investigated product is classified under PCT heading Nos. 7209.1510, 7209.1590, 7209.1610, 7209.1690, 7209.1710, 7209.1790, 7209.1810, 7209.1891, 7209.1899, 7209.2510, 7209.2590, 7209.2610, 7209.2690, 7209.2710, 7209.2790, 7209.2810 and 7209.2890:

Provisional Anti-dumping Duty Rates

Country Name	Duty Rate (%of C&F price)
Chinese Taipei	6.18
European Union	6.50
South Korea	13.24
Vietnam	17.25

Following grades of CR Coils/Sheets imported from the Exporting Countries will not be subject to these provisional antidumping duties as these are excluded from scope of the investigated product:

S.No Grade

- i. JAC, JSC & SPC, JEH 270, 340PN, 440WN, 590RN, SCGA 270-45, SCGA590DU-45
- ii. SPCD-S, SECC-0/20, SPCC Deep Drawing Quality, SPCEN, SEHC-0/20,
- iii. JSC26OGN-2 (SPCX), JAH59ORN 45/45
- iv. SPC, SPFC, SPH & SPRC 440, SCGA 440-45, SHGA 440-45 V, SCGA 340
- v. SUS 304, SUS 409LT-E/ SUH 409L/HFS 409L, SUS 429M, SUS 432T / SUS 436J1L, SUS 436L/ SUS 436MT, SUS 439MT
- vi. HFS 429M, HFS 436L, HSS 441
- vii. SA1C-80, SA1D-80 -CZ/ SA1D 40/40 CZ, SACE-120, SA1E-80
- vii. MSM-CC-DZC-90/90

Hearing: 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 the Secretary, National Tariff Commission, State Life Building No.5, Blue Area, Islamabad. Telephone No. +92-51-9202839, Fax No.+92-519221205.

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 10 of the Rules and 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 37 of the Act by order of the Commission.

-sd-(Mahmood Alam) Deputy Director August 23, 2021