ADC No. 37/2015/NTC/GCS/SSR-I/2021 Government of Pakistan National Tariff Commission

Notice of Conclusion of Sunset Review of the Anti-Dumping Duties Imposed on Dumped Imports of Galvanized Steel Coils/Sheets of thickness ranging from 0.15mm to 2.75mm into Pakistan Originating in and / or Exported from the People's Republic of China

The National Tariff Commission (the "Commission") under Section 58 of the Anti-Dumping Duties Act, 2015 (the "Act") has conducted a Sunset Review ("Review") of antidumping duties imposed on dumped imports of Galvanized Steel Coils /Sheets ("GCS") from the People's Republic of China ("China"). The Review was initiated on February 08, 2022, upon receipt of an application under Section 58(3) of the Act from International Steel Limited, Karachi and Aisha Steel Mills Limited, Karachi (the "Applicants"), who are domestic producers of Galvanized Steel Coils /Sheets. The Commission imposed definitive antidumping duties on all exporters /producers of Galvanized Steel Coils /Sheets from China ranging from 6.09 to 40.47 percent *ad val* for a period of five years with effect from February 08, 2017. In accordance with provisions of the Act and the Anti-Dumping Duties Rules, 2001 (the "Rules"), the Commission has conducted and concluded the Review as follows:-

Product under Review: The product under review is Galvanized Steel Coils /Sheets originating in and/or exported from China, mainly used in cladding /sliding, roofing, building accessories, sliding shutters, doors, partitions, canopies, false ceilings, prefabricated buildings, sandwich panels, HVAC (heating, ventilation & air conducting) and electrical home appliances etc. It is classified under Pakistan Customs Tariff ("PCT") Heading Nos. 7210.4110 (flat-rolled products of iron or non-alloy steel of a width of 600 mm or more, of secondary quality), 7210.4190 (flat-rolled products of iron or non-alloy steel of a width of 600 mm or more, Others), 7210.4990 (flat rolled products of iron or non-alloy steel of a width of 600 mm or more, Other), 7212.3010 (flat rolled products of iron or non-alloy steel of a width of less than 600 mm, of secondary quality), 7212.3090 (flat rolled products of iron or non-alloy steel of a width of less than 600 mm, Other), 7225.9200 (flat rolled products of other alloy steel of a width of less than 600 mm, Other), 7226.9900 (flat rolled products of other alloy steel of a width of less than 600 mm, Other). According to the Applicants "it can produce Galvanized Coils of thickness ranging from 0.15 mm to 2.75 mm and of a width of 600 mm or more.

<u>Period for Review (POR)</u>: The Review was conducted on the basis of information for the last three years i.e., from October 2018-September 2021.

Likelihood of Continuation of Dumping of Product Under Review from China: Based on the analysis carried out during the course of Review, the Commission has determined that there is likelihood of continuation of dumping of the product under review from China if antidumping duties imposed on dumped imports of product under review from China are terminated.

Likely Volume of Dumped Imports: After imposition of antidumping duties the volume of dumped imports of the product under review declined significantly, which had positive impacts on production, sales and prices of the domestic like product. As there is likelihood of continuation and recurrence of dumped imports of the product under review from China, therefore, there is likelihood of significant increase in volume of dumped imports of the product under review from China if antidumping duties are terminated.

Likely Continuation and Recurrence of Injury to the Domestic Industry: Likelihood of continuation and/or recurrence of injury to the domestic industry has been determined by the Commission in accordance

with Section 58 (3) of the Act. In this regard factors and indices listed in Sections 15 and 17 of the Act for injury analysis have been analyzed. The Commission has determined that, in case the anti-dumping duties imposed on dumped imports of the product under review from China are terminated, the domestic industry would be likely to suffer material injury on account of decline in production, capacity utilization, sales, market share, profits and productivity etc.

Continuation of Definitive Anti-dumping Duties: In view of the analysis and conclusions regarding likelihood of continuation of dumping of the product under review from China and likelihood of material injury to the domestic industry, there is a need to continue imposition of definitive anti-dumping duties on dumped imports of product under review from China. Thus, the Commission has decided to continue definitive anti-dumping duties on product under review from China as per rates given in the following table for another period of five years with effect from February 08, 2022:

Definitive Anti-Dumping Duty Rates

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Exporter/Foreign Producer	Duty rate (%)
(1)	(2)
Angang Steel Company Ltd., Anshan City, China	40.47
Bengang Steel Plates Co. Ltd., Benxi City, China	9.13
Hebei Iron & Steel Co. Ltd., Handan City, China	13.31
Maanshan Iron & Steel Co., Ltd., Maanshan City, China	6.09
All other producers/exporters from China	40.47

In terms of Section 51(e) of the Act, definitive antidumping duties will not be levied on imports of product under review which 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.

In accordance with Section 51 of the Act, the antidumping duties shall take the form of *ad valorm* 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 collection 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 detailed report on conclusion of Review has been placed on 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 is available to the interested parties, registered with the Commission for the purposes of this Review, for review and copying at the offices of the Commission, from Monday to Thursday (except public holidays) between 1100 hrs. to 1300 hrs.

By order of the Commission.

(Ali Muhammad Shah) Secretary (NTC) August 31, 2022