

New Zealand Customs Service Instructions

Aluminium-Zinc Coated Steel from Korea

MBIE/AD//2021/001

1. Introduction

These Customs Instructions relate to the implementation of determinations made by the Minister of Commerce and Consumer Affairs (the Minister) on step 2 of the investigation into dumping of aluminium-zinc coated steel (AZ coated steel) from Korea.

The Minister's initial determination on 28 March 2022 of the antidumping duty was suspended under section 13B of the Trade (Anti-dumping and Countervailing Duties) Act 1988 until 31 December 2022. The suspension has lapsed and therefore the duty is payable at the rates listed in section 3 below, applicable from 1 January 2023.

Any queries concerning these instructions should be directed to the Trade and International team of MBIE. Contact details are given at the end of these instructions.

2. Goods Subject to Anti-Dumping Duty

Description

The goods subject to anti-dumping duty ("subject goods" or "AZ coated steel") are:

Flat rolled iron and steel products (whether or not containing alloys), plated or coated with principally aluminium-zinc alloys (but the plating or coating may contain other alloys), not painted, and whether or not including resin coating or other surface treatment.

The following goods are excluded from the description above:

- Painted goods
- Goods for which there is no aluminium in the coating
- Goods for which there is no zinc in the coating (e.g. aluminised steel)
- Goods with coatings where zinc is the predominant or only element, whether or not aluminium is included, and whether electrolytically coated or hot dipped
- Goods with coatings which include magnesium alloyed with aluminium and zinc
- Goods for which there is no coating at all
- Goods of a thickness of 2mm or more.

Note: AZ coated steel is typically 55% aluminium, 43.5% zinc and 1.5% silicon; the EXCLUDED coatings include ZM or ZAM is typically zinc 94%, aluminium 4% and magnesium 2%, and AM which is typically aluminium 55%, magnesium and zinc 43.4% and silicon 1.6%.

Note: Goods of a thickness of 2mm or more are excluded from the description of the subject goods, BUT there are no conditions relating to width.

Country of Origin

The country of origin of the subject goods is Korea (Republic of Korea).

3. Anti-Dumping Duty

Description

The anti-dumping duty is imposed in the form of *ad valorem* (percentage) rates for goods from all Korean producers, where the amount of anti-dumping duty payable is the percentage of the customs value for duty (VFD) in New Zealand dollars.

Rates of duty

If the anti-dumping duty is applied following the suspension period, the rates of duty for each Korean producer are set out in Table 1 below.

Table 1

| Korean Producer | Ad Valorem Duty |
|------------------------------------|------------------------|
| Dongkuk Steel Mill Co (Dongkuk) | 2.5% |
| KG Dongbu Steel Co Ltd (KG Dongbu) | 12.6% |
| Other producers | 2.5% |

Period of application

The anti-dumping duty is now payable from 1 January 2023 until 29 March 2027, unless terminated or modified by the Minister.

Notes

Goods Description

The goods subject to anti-dumping duty are set out in Section 2 above.

The goods should enter under tariff items and statistical keys which fall within the following tariff sub-headings: 7210.61, which covers flat-rolled products of non-alloy steel plated or coated with aluminium-zinc alloys, of a width of 600mm or more; 7212.50, which covers flat-rolled products of non-alloy steel, otherwise plated or coated, not exceeding 600mm in width; and 7225.99 and 7226.99 which cover flat-rolled products of other alloy steel, and potentially of coatings of aluminium-zinc alloys.

The applicable tariff items and statistical keys are set out in Attachment 1. The tariff classification is provided for convenience and Customs purposes only, the written description being dispositive.

Producers and Suppliers

MBIE notes that the stated rates apply to imports from the Korean producers, which may not be the same as the suppliers named in Customs import entries (e.g. who may be intermediary traders). The New Zealand Customs Service will need to identify the associated Korean producer in order to determine the rate at which to impose the anti-dumping duty.

Known intermediary traders/suppliers include (but are not limited to):

| COMMERCIAL-IN-CONFIDENCE | |
|---|-------------------------------------|
| Korean Producer | Intermediary Trader/Supplier |
| <i>[Redacted in order to protect the confidentiality of commercial relationships]</i> | |

4. Further Information

Should you have any queries regarding the operation of the anti-dumping duty described in these instructions please contact Trade Remedies as shown below:

Contacts for this investigation

Mike Andrews +64 4 495 1267

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Attachment 1: Tariff Items and Statistical Keys Covering AZ Coated Steel

A. The following tariff descriptions are indicative only, the written description of the subject goods is dispositive:

“Ex” denotes that a part of the tariff item and stat key listed in the table is excluded from the payment of anti-dumping duty.

| Tariff item | Stat Key | Description | Goods coming under the description but are EXCLUDED from payment of anti-dumping duty |
|---------------|----------|---|--|
| | | II IRON AND NON-ALLOY STEEL | |
| 7210 | | Flat-rolled products of iron or non-alloy steel, of a width of 600 mm or more, clad, plated or coated: | |
| 7210.61 | | – Plated or coated with aluminium: Plated or coated with aluminium-zinc alloys. | |
| Ex 7210.61.30 | 01L | Plated or coated with aluminium: Plated or coated with aluminium-zinc alloys: less than 95% aluminium by weight in the coating: not worked: coiled; 1.9mm or more in thickness | Coatings not meeting AZ description (e.g. ZA or ZAM or AM) Painted etc. Goods of a thickness of 2 mm or more |
| Ex 7210.61.30 | 09F | Plated or coated with aluminium: Plated or coated with aluminium-zinc alloys: less than 95% aluminium by weight in the coating: not worked: coiled; less than 1.9 mm in thickness | Coatings not meeting AZ description (e.g. ZA or ZAM or AM) Painted etc |
| Ex 7210.61.90 | 05F | Plated or coated with aluminium: Plated or coated with aluminium-zinc alloys: less than 95% aluminium by weight in the coating: not worked: not coiled: Exceeding 1.9 mm but not exceeding 4.75 mm in thickness | Coatings not meeting AZ description (e.g. ZA or ZAM or AM) Painted etc Goods of a thickness of 2 mm or more |
| Ex 7210.61.90 | 19F | Plated or coated with aluminium: Plated or coated with aluminium-zinc alloys: less than 95% aluminium by weight in the coating: not worked: not coiled: Not exceeding 1.9 mm in thickness | Coatings not meeting AZ description (e.g. ZA or ZAM or AM) Painted etc |
| 7212 | | Flat-rolled products of iron or non-alloy steel, of a width of less than 600 mm, plated or coated | |
| 7212.50 | | – Otherwise coated or plated: Other [than tin; electrolytically plated or coated with zinc; otherwise plated or coated with zinc; painted, varnished or coated with plastics] | |
| | | – – Not exceeding 500 mm in width: | |

| | | | |
|---------------|-----|--|--|
| 7212.50.09 | | -- --Other [than worked] | |
| | | Coiled | |
| Ex 7212.50.09 | 10J | Of a thickness not exceeding 0.4 mm | Coatings not meeting AZ description (e.g. ZA or ZAM or AM) |
| Ex 7212.50.09 | 13C | Of a thickness of 0.4 mm or more but less than 0.5 mm | Coatings not meeting AZ description (e.g. ZA or ZAM or AM) |
| Ex 7212.50.09 | 15K | Of a thickness of 0.5 mm or more but less than 0.7 mm | Coatings not meeting AZ description (e.g. ZA or ZAM or AM) |
| Ex 7212.50.09 | 17F | Of a thickness of 0.7 mm or more but less than 1.0 mm | Coatings not meeting AZ description (e.g. ZA or ZAM or AM) |
| Ex 7212.50.09 | 19B | Of a thickness of 1.0 mm or more but less than 1.6 mm | Coatings not meeting AZ description (e.g. ZA or ZAM or AM) |
| Ex 7212.50.09 | 21D | Of a thickness of 1.6 mm or more but less than 1.9 mm | Coatings not meeting AZ description (e.g. ZA or ZAM or AM) |
| Ex 7212.50.09 | 23L | Of a thickness of 1.9 mm or more but less than 3.0 mm | Coatings not meeting AZ description (e.g. ZA or ZAM or AM) Goods of a thickness of 2 mm or more |
| Ex 7212.50.09 | 39G | Other | Coatings not meeting AZ description (e.g. ZA or ZAM or AM) Thicknesses of 2 mm or more |
| 7212.50.18 | | -- Other [<i>i.e.</i> 500-600 mm in width] | |
| Ex 7212.50.18 | 01J | . . . Coiled | Coatings not meeting AZ description (e.g. ZA or ZAM or AM) Thicknesses of 2 mm or more |
| Ex 7212.50.18 | 19E | . . . Other: other [than exceeding 4.75 mm in thickness] | Coatings not meeting AZ description (e.g. ZA or ZAM or AM) Thicknesses of 2 mm or more |
| 7225 | | Flat-rolled products of other alloy steel, of a width of 600 mm or more | |
| | | -- Other [than silicon-electric steel; than not further worked than hot-rolled; than not further worked than cold-rolled (cold-reduced)] | |
| 7225.99 | | -- -- Other [than electrolytically plated or coated with zinc; than otherwise plated or coated with zinc] | |
| 7225.99.90 | | -- -- -- Other [than galvanised] | |
| | | Other [than of high speed steel] | |
| | | Other [than worked] | |
| Ex 7225.99.90 | 27B | Coiled | Coatings not meeting AZ description (e.g. ZA or ZAM or AM) Painted etc Thicknesses of 2 mm or more |
| Ex 7225.99.90 | 39F | Other [than coiled; than exceeding 4.75 mm in thickness] | Coatings not meeting AZ description (e.g. ZA or ZAM or AM) Painted etc Thicknesses of 2 mm or more |

| | | | |
|---------------|-----|---|--|
| 7226 | | Flat-rolled products of other alloy steel, of a width of less than 600 mm | |
| 7226.99 | | -- Other [than of silicon-electrical steel; than of high speed steel; than of not further worked than hot-rolled or cold-rolled (cold-reduced)] | |
| 7226.99.18 | | --- Other [than galvanised or worked] | |
| | | Other [than electrolytically plated or coated with zinc; than otherwise coated or plated with zinc] | |
| Ex 7226.99.18 | 31F | Coiled | Coatings not meeting AZ description (e.g. ZA or ZAM or AM) Painted etc Thicknesses of 2 mm or more |
| Ex 7226.99.18 | 39A | Other | Coatings not meeting AZ description (e.g. ZA or ZAM or AM) Painted etc Thicknesses of 2 mm or more |

B. Goods that meet the description of the subject goods should not be entered under the following sub-headings:

Sub-headings **7210.49** and **7212.30** do **not** cover the subject goods because these sub-headings cover goods which are “Otherwise plated or coated with zinc.”

Tariff item **7210.61.10** does **not** cover the subject goods because it covers goods containing, in the coating, not less than 95% aluminium by weight.

Tariff items **7210.61.20**, **7212.30.01** and **7212.50.01** do **not** cover the subject goods because they are described as “worked”.

Sub-headings **7225.30**, **7225.40** and **7225.50** do **not** cover the subject goods because the subject goods are further worked than hot-rolled and cold-rolled (cold-reduced).