New Zealand Customs Instructions Galvanised Wire from China

MBIE/AD/I/2020/002/Rev.1 November 2020

1. Introduction

Following determinations made by the Minister of Commerce and Consumer Affairs (the Minister) on step 1 of the investigation into dumping of galvanised wire from China and Indonesia, the previous instructions (MBIE/AD/I/2020/002) regarding provisional anti-dumping duties on imports from China have been modified..

There is no confidential information contained in these instructions. 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 Provisional Anti-Dumping Duties

Description

The goods which are the subject of the investigation, hereinafter referred to as "galvanised wire" or "subject goods", are:

Galvanised steel wire of high, medium and low tensile strength between 2mm and 4.5mm in diameter, excluding armouring wire.

The description also excludes PVC coated galvanised wire.

Country of Origin

The country of origin of the subject goods is China.

3. Modifications to Provisional Anti-Dumping Duties

Description

The provisional anti-dumping duties are imposed through *ad valorem* (percentage) duty rates where the amount provisional anti-dumping duty payable is the Customs value for duty (VFD) multiplied by the relevant percentage rate.

Modifications

The modifications to the provisional anti-dumping duties relate to the Chinese suppliers subject to the provisional measures. In particular, the investigation in relation to the suppliers Bekaert (Qingdao) Wire Products Ltd and to Tianjin Bluekin Industries Ltd or Ocean King Industries Ltd has been terminated, and provisional anti-dumping duties on imports of the subject goods from these suppliers cease to have effect from the date of the Minister's determination, 21 November 2020.

The rate of provisional anti-dumping duties for "All other suppliers" will remain at 28%, but will exclude imports of the subject goods from Bekaert (Qingdao) Wire

Products Ltd, Tianjin Bluekin Industries Ltd or Ocean King Industries Ltd (collectively identified as "terminated suppliers".

Rates of Duty

The provisional anti-dumping duties apply to Chinese suppliers of the subject goods as set out below:

Chinese Supplier	Ad valorem duty rate
Beijing Steels Metal Co Ltd	24%
Dingzhou Five-Star Metal Wire Mesh Manufactury	36%
Hebei Longsheng Metals and Minerals Co Ltd	30%
Hebei Metals and Minerals Import and Export Corp	29%
Tianjin Huayuan Times Metal Products Co Ltd	27%
All other suppliers (excluding terminated suppliers)	28%

Method

For each importation of galvanised wire it is necessary to identify the value for duty (VFD) of the subject goods. The anti-dumping duty payable is the designated *ad valorem* rate of the VFD of the subject goods.

Example

You have an invoice issued by a Chinese supplier not listed above for importation of galvanised wire originating from China as follows:

Description	Quantity Kilograms	FOB Value	VFD Value
	(kgs)	USD1,700/ Tonne	*NZD2,615/ Tonne
Galvanised wire 2.5mm but less than 4mm	20,000	34,000.00	52,307.69

^{*}The exchange rate at the date of importation is USD0.65 = NZD1.00

For 20,000 kgs (20 tonnes) of *Galvanised wire 2.5mm but less than 4mm*, the total VFD amount in NZD is $(20 \times 1700 = 34,000 \div USD \text{ exchange rate}) = NZD52,307.69$.

The total anti-dumping duty payable is 28% of the VFD = NZD52,307.69 x 0.28 = NZD14,646.15.

Invoiced Currency

In normal circumstances the goods subject to the anti-dumping duties covered by these instructions are invoiced in USD. Therefore (as in the example) the USD invoice should be converted to NZD using the Customs rate of exchange applicable on the date of importation for the purposes of calculating anti-dumping duty. Invoices in other currencies should also be converted to NZD accordingly.

Period of application

The provisional anti-dumping duties apply until the end of the investigation, unless terminated or modified by the Minister.

4. NOTES

General

An ALERT has been put in place for Tariff Item 7217.20.10 and Statistical Keys 05L, 07G, 08E, 09C, 11E, 13A, 15H, 16F, 17D, 18B, 25E, 27A, 28K, 29H, 31K, 33F, 35B, 36L, 37J and 39E, and Tariff Item 7217.20.90 and Statistical Keys 05D, 07L, 08J, 09G, 11J, 13E, 15A, 16K, 17H and 18F of the Tariff of New Zealand for subject goods originating from China.

NOTE that some of the goods entering under the Tariff Items and Statistical Keys listed above include goods that are not subject goods, and which are not subject to provisional anti-dumping duty, e.g. galvanised wire of diameters below 2.00mm.

Invoiced currency

In normal circumstances the subject goods from China are invoiced in USD. The invoice should therefore be converted to NZD using the NZCS exchange rate applicable on the date of importation for the purposes of calculating anti-dumping duty. Invoices in other currencies should also be converted to NZD accordingly.

6 Further Information

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

Contact for this investigation: Faith Zimunya or Mike Andrews

Direct Telephone: (04) 897 5062 or (04) 495 1267

Email: traderemedies@mbie.govt.nz