

(Customs Notice as it will be published)

Ottawa,

Certain Flat Hot-Rolled Carbon and Alloy Steel Sheet and Strip

1. This notice advises that the Canada Border and Services Agency (CBSA) initiated a re-investigation of normal values, export prices and amounts of subsidy on February 7, 2007, pursuant to the *Special Import Measures Act* (SIMA), in respect of certain flat hot-rolled carbon and alloy steel sheet and strip originating in or exported from Brazil, the People's Republic of China (China), Chinese Taipei, Ukraine, South Africa, and India (dumping) and certain flat hot-rolled carbon and alloy steel sheet and strip originating in or exported from India (subsidizing).
2. The re-investigation is part of the CBSA's enforcement of the finding made by the Canadian International Trade Tribunal (Tribunal) on August 17, 2001 and continued on August 16, 2006.
3. The goods subject to the Tribunal's finding are described in the attached appendix and are properly classified under the listed ten-digit Harmonized System classification numbers.
4. Since June 2005, the CBSA has concluded two normal value re-investigations on steel products involving imports from China, covering both hot-rolled steel sheet and hot-rolled steel plate products. In both re-investigations, information available to the CBSA indicated that there was reason to believe that domestic prices in the steel industry sector were substantially determined by the Government of China and there is sufficient reason to believe that they are not substantially the same as they would be if they were determined in a competitive market. Accordingly, for purposes of both re-investigations, the CBSA conducted an inquiry, pursuant to section 20 of the SIMA and, on the basis of the information available, CBSA rendered the opinion that the conditions of section 20 with respect to price control were present in the steel industry sector in China. Normal values for cooperative exporters were determined on the basis of domestic selling prices and costs of production of like goods in a surrogate country.
5. For this re-investigation, based on currently available information, there is continued reason to believe that the conditions of section 20 exist in the steel industry sector, and therefore, in accordance with the CBSA policy on section 20, CBSA initiated an inquiry to examine the situation. Consequently, interested parties are welcome to provide facts and supporting information to the CBSA by March 19, 2007, if they wish to comment on the application of section 20 of SIMA.

6. For exporters that cooperate with the CBSA in this re-investigation, the normal values and amounts of subsidy established will be effective for the subject goods released from the CBSA on or after June 27, 2007, or the date of the ruling letter to the exporter, whichever occurs first. Normal values and amounts of subsidy currently in place will expire on that date. An exporter will be considered cooperative if a complete response to the CBSA's Request for Information is submitted on time and the exporter permits verification of this data.
7. Where an exporter either does not provide sufficient information to determine normal values or does not permit verification of information submitted, normal values will be determined in accordance with a ministerial specification, which is currently calculated by advancing the export price of the goods by the highest margin of dumping found during the original investigation. Similarly, where sufficient information is not provided, or verification is not permitted, amounts of subsidy will be determined by ministerial specification, which is currently based on the highest amount of subsidy found during the original investigation.
8. Importers are cautioned that new normal values, when issued, may be higher than those currently in effect and that this could result in additional assessments of anti-dumping duty. Further, importers are cautioned that unless an exporter cooperates in this re-investigation and receives normal values at its conclusion, normal values will be established by advancing the export price by 77%.
9. In addition, in cases where changes occur in domestic prices, market conditions and/or costs associated with production and sales of the subject goods, the concerned parties are responsible for informing the CBSA of such changes in writing and in a timely manner. If the concerned parties do not or did not properly notify the CBSA of substantial changes, or if they do not provide the information required to make any necessary adjustments to values, retroactive assessments of anti-dumping duty or countervailing duty (where applicable) may be warranted.
10. Notice of the completion of this re-investigation will be published in a Customs Notice. Any questions concerning the above should be directed to:

SIMA Registry and Disclosure Unit
Anti-dumping and Countervailing Program
Trade Programs Directorate
Canada Border Services Agency
100 Metcalfe Street, 11th Floor
Ottawa, Ontario K1A 0L8
Canada

Officers: Barbara Chouinard (613) 954-7399
 Dan St-Arnaud (613) 954-7373
 Andrew Manera (613) 954-2502
 Facsimile: (613) 948-4844

Hot-Rolled Steel Sheet

Subject Countries: Brazil, the People's Republic of China, Chinese Taipei, India, South Africa and Ukraine

Product Definition

Subject goods are:

“Flat hot-rolled carbon and alloy steel sheet and strip, including secondary or non-prime material, in various widths from $\frac{3}{4}$ ” (19 mm) and wider, and

(a) for product in coil form, in thicknesses from 0.054” to 0.625” (1.37 mm to 15.875 mm) inclusive;

(b) for product that is cut-to-length, in thicknesses from 0.054” up to but not including 0.187” (1.37 mm up to but not including 4.75 mm);

excluding flat-rolled stainless steel sheet and strip and flat hot-rolled, cut-to-length alloy steel products containing no less than 11.5% manganese, in thicknesses from 3 mm to 4.75 mm.”

The subject goods are normally imported into Canada under the following Harmonized System classification numbers:

7208.25.10.10,	7208.25.10.20,	7208.25.10.30,	7208.25.10.40,
7208.25.90.10,	7208.25.90.20,	7208.25.90.30,	7208.25.90.40,
7208.26.10.10,	7208.26.10.20,	7208.26.10.30,	7208.26.10.40,
7208.26.90.10,	7208.26.90.20,	7208.26.90.30,	7208.26.90.40,
7208.27.10.10,	7208.27.10.20,	7208.27.10.30,	7208.27.10.40,
7208.27.90.10,	7208.27.90.20,	7208.27.90.30,	7208.27.90.40,
7208.36.00.10,	7208.36.00.20,	7208.36.00.30,	7208.36.00.40,
7208.37.10.10,	7208.37.10.20,	7208.37.10.30,	7208.37.10.40,
7208.37.90.10,	7208.37.90.20,	7208.37.90.30,	7208.37.90.40,
7208.38.10.10,	7208.38.10.20,	7208.38.10.30,	7208.38.10.40,
7208.38.90.10,	7208.38.90.20,	7208.38.90.30,	7208.38.90.40,
7208.39.00.10,	7208.39.00.20,	7208.39.00.30,	7208.39.00.40,
7208.53.00.10,	7208.53.00.20,	7208.53.00.30,	7208.53.00.40,
7208.54.00.10,	7208.54.00.20,	7208.54.00.30,	7208.54.00.40,
7208.90.00.00,	7211.13.00.00,	7211.14.00.90,	7211.19.10.00,
7211.19.90.10,	7211.19.90.90,	7211.90.10.00,	7211.90.90.90,
7225.30.20.00,	7225.30.91.00,	7225.30.99.00,	7225.40.30.00,
7225.40.90.94,	7225.40.91.10,	7225.40.91.20,	7225.40.91.30,
7225.40.91.40,	7225.40.99.11,	7225.40.99.19,	7225.40.99.21,
7225.40.99.91,	7225.40.99.92,	7225.40.99.93,	7225.40.99.94,
7225.99.00.90,	7226.20.00.91,	7226.20.00.92,	7226.91.10.00,
7226.91.90.20,	7226.91.90.30,	7226.91.90.40,	7226.91.90.90,
7226.99.99.00			