Dumping Commodity Register

Dichlorophenoxy-Acetic Acid (2,4-D)

Exported from the People's Republic of China

Document release date	Brief description of change(s)
14 November 2016	Redesign of DCR
6 January 2017	Change to ABS Statistical Codes
25 September 2017	Updated new tariff classification number
25 March 2018	New measures as a result of a continuation inquiry.
24 April 2018	Adjustment to the duty assessment importation period.
10 October 2018	Measures amended due to ADRP Review.
9 April 2020	Department name change.
1 January 2022	Tariff Classification Update

Note:

DCRs notify the outcomes of finalised investigations and should be read in conjunction with any relevant current investigations, such as reviews and inquiries. Please refer to the <u>Cases page</u> on the website to locate any current information for this commodity.

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Question	Response
1. What countries do measures apply to?	Measures currently apply to goods from the People's Republic of China (China).
	On 5 March 2018, with an effective date of 25 March 2018, anti-dumping measures in the form of interim dumping duties (IDD) were continued on 2,4-Dichlorophenoxy-acetic acid (2,4-D) exported from China. For more information please refer to the Final Report REP 430 and Anti-Dumping Notice 2018/21.
2. What types of 2,4-D are subject to anti-dumping measures?	The goods subject to measures include: • sodium salt; • 2,4-D acid; • 2,4-D intermediate products (salts and esters), including: • iso butyl ester technical; • ethyl ester technical; • 2 ethyl hexyl ester technical; • dimethylamine (DMA); and • iso-propylamine (IPA). • 2,4-D fully formulated products; and • all other forms of 2,4-D. For more information about the description of the goods subject to measures, please refer to Final Report REP 430. Please Note: 1. When importing goods into the country importers are required to self-assess whether the imported goods meet the goods description outlined above and whether anti-dumping measures apply. 2. The Anti-Dumping Commission is not in a position to provide advice on whether certain goods meet the description above. 3. The use of exemption types is subject to monitoring by the Anti-Dumping Commission) and the Australian
	Border Force (ABF).
3. How much Interim Dumping Duties (IDD) will an importer have to pay?	IDD – all exporters IDD is in the form of an ad valorem measure. The total IDD liability is calculated by multiplying the dumping export price (DXP) by the applicable IDD ad valorem duty rate

4. Example of how to calculate the Interim Dumping Duties (IDD) liability

Ad Valorem measure

The following is an **example** of how to calculate the IDD liability.

- DXP = AUD \$1,000 (Free-On-Board (FOB), cash)
- IDD ad valorem rate = 10%

5. What is the dumping export price (DXP) and how do I calculate it?

Total IDD liability: DXP (\$1,000) multiplied by the IDD/DSA duty rate (10%) = \$100.

The DXP refers to the actual export price of the exported goods. The DXP should reflect the total export (invoice) price of the goods being entered, not the unit price of the goods.

The DXP should be recorded on the relevant Full Import Declaration for the goods in the same terms as the export price for the goods. Calculating the DXP may involve adjusting the actual export invoice price of the goods to the terms specified.

For example, if the terms are "FOB, cash" and the actual invoice terms of the goods are "CIF, 60 days, packed", the following adjustments will need to be made in order to calculate the DXP at FOB, cash level.

- step 1 an adjustment for interest on credit terms will need to be made; and
- step 2 the overseas freight and insurance components will need to be subtracted from the export invoice price.

Where suitable evidence cannot be proffered by the importer of the interest rate, then 1.0% per month (0.033% per day) should be applied to the actual invoice price credit terms.

An example of adjusting for credit and incoterms is provided below:

- Invoice terms = CIF, 60 days
- Specified terms = FOB, cash
- Export price invoice amount = \$1,000
- Marine insurance and ocean freight amount = \$100

Step 1 - adjust for credit terms

- 1. 1% per month interest rate should be applied to the invoiced price credit terms (i.e. 30 days = 1%)
- 2. If the invoiced CIF, 60 days price is \$1,000, then the CIF, cash price = \$980 (\$1,000 less 2%)

5. What is the dumping export price (DXP) and how do I calculate it? (continued)	Step 2 - adjust for incoterms 1. Adjust for freight and insurance to calculate DXP at FOB, cash equivalent 2. CIF, cash price of \$980 minus freight and insurance amount of \$100 = \$880 3. The DXP price = \$880 FOB, cash							
6. What information is needed to complete an import declaration for goods subject to measures?	The information required by an importer or Customs broker to complete an import declaration for goods subject to IDD/DSA is: DXP; Dumping Specification Number (DSN) or exemption type (where appropriate); Country (this is usually country of origin or export country); Tariff classification and statistical code; Exporter / supplier; and Quantity. Please see below to determine which DSN applies to the exporter of your goods.							
7. What DSN do I use for my	The following DSNs apply to goods exported from China and entered for home consumption on or after 25 March 2018.							
imported goods and what are the rates for my exporter?	Exporter	CCID	Description	Measure	IDD Rate	Export Terms	DSN	
	China							
	Shandong Weifang Rainbow Chemical Co. Ltd	CFE7734336C CEK7649363T CCW3693974F CCW3646367C	All Types	IDD	22.3%	FOB,95 Days	15	
	All other Exporters		All Types	IDD	35.3%	FOB, 95 Days	13	
8. Are there any exporters	Please Note: As duties are in the form of an ad valorem measure there are no confidential instructions. All experters and suppliers of 3.4.D from China are subject to IDD.							
exempt from measures?	All exporters and suppliers of 2,4-D from China are subject to IDD.							
9. How long are the measures in place for?	The measures have been imposed for five years, unless revoked earlier.							
	In the case of 2,4-D from China the measures are in place until 24 March 2023.							

10. What tariff classifications and statistical codes are covered by the anti-dumping measures?

Goods subject to measures should be classified using the tariff sub-headings and associated statistical codes below:

Tariff subheading	Statistical code
2918.99.00	43, 44, 48
3808.93.00*	61,71
3808.93.90**	41, 53

^{*} Tariff applies from 1 January 2022** Tariff not applicable from 31 December 2021

These tariff classifications and statistical codes may apply to goods which are not subject to measures, may change because of amendments to the Working Tariff or the subject goods may be imported under tariff classification numbers that are not listed.

The listing of this tariff classification and statistical code is for convenience or reference only and does not form part of the goods description. Please refer to the goods description for authoritative detail regarding goods subject to measures.

Where importers are unclear on the correct tariff classification of their goods, it is recommended they check the <u>Working Tariff page</u> on the ABF website or contact the ABF on 131 881.

11. What are the duty assessment importation and application period dates?

An importer of goods on which an IDD has been paid, may lodge an application with the Commissioner requesting that the Parliamentary Secretary make an assessment of the final liability of those goods to duty.

This usually occurs when an importer considers that the IDD paid in respect of goods exceed the total amount payable (i.e. importers consider they are entitled to a refund of duties). In relation to IDD, an importer may consider that the dumping margin for the goods is now less than it was during the investigation period, or that its exporter is no longer dumping, and as a result it has paid more duty than it should have paid.

There are a series of time frames fixed by legislation that govern the duty assessment system (referred to as importation periods). The duty assessment importation periods and application dates for 2,4-D from China are as follows:

Importation Period	Application Period
24 September 2019 – 23 March 2020	24 March 2020 – 23 September 2020
24 March 2020 – 23 September 2020	24 September 2020 – 23 March 2021
24 September 2020 – 23 March 2021	24 March 2021 – 23 September 2021
24 March 2021 – 23 September 2021	24 September 2021 – 23 March 2022
24 September 2021 – 23 March 2022	24 March 2022 – 23 September 2022
24 March 2022 – 23 September 2022	24 September 2022 – 23 March 2023
24 September 2022 – 23 March 2023	24 March 2023 – 23 September 2023

More information about duty assessments is available on the Anti-Dumping Commission website.