

SUPPLEMENTARY GOVERNMENT QUESTIONNAIRE PEOPLE'S REPUBLIC OF CHINA

PRODUCT CONCERNED: ALUMINIUM ROAD WHEELS FROM CHINA

INVESTIGATION PERIOD: 1 JULY 2013 TO 30 JUNE 2014

RESPONSE DUE BY: 5 JUNE 2015

ADDRESS FOR RESPONSE: Email (preferred)

operations4@adcommission.gov.au

Attention: Kerry Tailor

Mail

Danielle Rudolph Operations 2

Anti-Dumping Commission

PO Box 1632

Melbourne VIC 3001

CASE MANAGER: Ms Danielle Rudolph

Telephone +61-3-85392416

Email

operations4@adcommission.gov.au

Please note that a non-confidential version of the reply to this questionnaire must also be provided

TABLE OF CONTENTS

TABLE OF CONTENTS	2
ABBREVIATIONS	3
SECTION A: BACKGROUND AND GENERAL INSTRUCTIONS	4
SECTION B: NEW PROGRAMS AND RELATED QUESTIONS	8
1 PROGRAM 57 GOVERNMENT QUALITY AWARD	10
2 PROGRAM 58 AWARD TO OPEN ECONOMY	13
3 PROGRAM 59 ASSISTANCE TO IMPORTER AND EXPORTER FAIR TRADE PROGRAM	16
4 PROGRAM 60 ASSISTANCE FUND FOR IMPORT	19
5 PROGRAM 61 AWARD FOR THE GROWTH OF LOCAL INCOME TAX	22
6 PROGRAM 62 REFUND OF LOCAL WATER CONSERVANCY FUND	25
7 PROGRAM 63 AWARD FOR IPO	28
SECTION C - DECLARATION	31

ABBREVIATIONS

the Act	the Customs Act 1901
the Commission	the Commission
ARW	Aluminium Road Wheels
billet	means a bar of aluminium metal, including aluminium alloy A356 and A356.2 or similar
China	the People's Republic of China
GOC*	Government of China
the goods	the goods the subject of the application (ARW)
the review period	1 July 2013 to 30 June 2014

^{*}Refer to this questionnaire's Glossary of Terms for a definition.

SECTION A: BACKGROUND AND GENERAL INSTRUCTIONS

BACKGROUND

On 15 September 2014, the Anti-Dumping Commission (the Commission) commenced a review of anti-dumping measures (in the form of a dumping duty notice and a countervailing duty notice) applying to aluminium road wheels (ARWs) exported to Australia from China.

The review is the result of an application by Jiangsu Yaozhong Aluminium Wheels Co., Ltd (Jiangsu Yaozhong) seeking a review of the anti-dumping measures as they apply to its exports to Australia. The Parliamentary Secretary to the Minister for Industry and Science, who is responsible for anti-dumping matters, has accepted a recommendation from the Commissioner of the Anti-Dumping Commission to extend the review to all exporters covered by the measures.

The review will be limited to examining whether the variable factors relevant to the taking of the anti-dumping measures, as they affect exporters of ARWs to Australia from China, should be varied.

Following initiation of this review, the Commission submitted a Government Questionnaire to the Government of China (GOC) which sought information that would assist the Commission undertaking the countervailing and market situation considerations as part of this review.

The GOC provided a response to the Government Questionnaire, which is accessible.

PRODUCT CONCERNED

Description

The goods the subject of the anti-dumping measures are:

aluminium road wheels for passenger motor vehicles, including wheels used for caravans and trailers, in diameters ranging from 13 inches to 22 inches.

For clarification, the goods include finished or semi-finished ARWs whether unpainted, painted, chrome plated, forged or with tyres and exclude aluminium wheels for go-carts and All-Terrain Vehicles.

Tariff classification

The goods are currently classified to the tariff subheadings 8708.70.91 (statistical code 78), 8708.70.99 (statistical code 80) and 8716.90.00 (statistical code 39) in Schedule 3 of the *Customs Tariff Act 1995*.

These goods are subject to 4 per cent customs duty.

REVIEW PERIOD

The decision on whether any or all of the relevant variable factors (export price, normal value, non-injurious price and the amount of countervailable subsidy) have changed will be determined on the basis of a review period from 1 July 2013 to 30 June 2014 (hereinafter referred to as 'the review period').

PURPOSE OF THIS QUESTIONNAIRE

Information has been provided to the Commission regarding the possible existence and receipt of new countervailable subsidy programs not included in the 56 programs which were assessed in the previous investigation into ARWs.

The Commission considers that further investigation of these new programs is warranted, in order to determine whether they are countervailable.

The Commission is submitting this supplementary questionnaire to request necessary information from the GOC that will assist in determining whether these additional programs are countervailable.

RESPONSE TO THIS QUESTIONNAIRE

The GOC does not have to complete this questionnaire.

However, if the GOC does not respond the Commission may be required to rely on information supplied by other parties in making its determinations in relation to the new programs.

Therefore, it is considered to be in the GOC's interests, and the interest of Chinese exporters of the goods, to provide a complete response.

If the GOC chooses to respond to this questionnaire, the response is due by **COB 5 June 2015.**

IF THE GOC DECIDES TO RESPOND

Should the GOC choose provide a response to this questionnaire, please note the following.

Confidential and non-confidential versions

If the GOC chooses to respond to this questionnaire, it is required to lodge a confidential and a non-confidential version of the submission by the due date.

In submitting these versions, please ensure that each page of the information provided is clearly marked either "FOR OFFICIAL USE ONLY" or "NON-CONFIDENTIAL" in the header and footer.

All information provided to the Commission for official use only will be treated accordingly. The non-confidential version of the submission will be placed on the Public Record, which all interested parties can access.

The GOC's non-confidential submission must contain sufficient detail to allow a reasonable understanding of the substance of the confidential version. If, for some reason, the GOC cannot produce a non-confidential summary, contact the investigation case officer (see contact details on Page 1 of this supplementary questionnaire).

Declaration

The GOC is required to make a declaration that the information contained in the GOC's response is complete and correct. The GOC must return the signed declaration of an authorised GOC official at Section C of this questionnaire with the response.

Coordination of responses

In completing the questionnaire, if a question requires information from other authorities (e.g. provincial or local governments, state owned entities, etc.) please forward the questions to the correct source.

However, it is the responsibility of the GOC to ensure that a full and complete response to all sections of the questionnaire is submitted, and that responses from all levels of government, agencies and/or other applicable entities are collated and coordinated in the one response.

Provision of documents

Applicable documents are requested form the GOC throughout this questionnaire.

Further, when providing requested documents, please indicate whether the documents:

- are current/in operation;
- were current/in operation during the investigation period; or
- have been repealed, revised or superseded.

Where the documents have been repealed, revised or superseded, where applicable:

- indicate when this revision occurred;
- provide any notice of repeal;
- provide the revised version;
- provide the document that supersedes the requested document; and
- indicate whether the revised version was in force during the investigation period.

Lodgement

The GOC may lodge its response by email, via operations4@adcommission.gov.au. Alternatively, the GOC can mail its response to the lodgement address shown on the front cover of this questionnaire.

General matters

Responses to questions should:

- be as accurate and complete as possible, and attach all relevant supporting documents,1 even where not specifically requested in this questionnaire;
- be in <u>English</u> (with fully translated versions of all requested and other

This includes, but is not limited to, any laws, decrees, regulations, statements of policy, or other administrative guidelines. In <u>each</u> case, include any legislative history as well as other descriptive materials and explanations of the criteria underlying the decisions relating to each of the programmes mentioned in this questionnaire. If applicable, a <u>sample</u> of each of the applications that a company must complete to participate in each of the programs should also be included.

applicable documents submitted);

- list your source(s) of information for each question;
- show any amounts in the currency in which they were originally denominated.

Please note that references throughout this questionnaire to companies benefiting from a particular program should be read as including any parent and otherwise associated companies, and, if the company has been subject to merger or acquisition, any former associated companies or former parent companies.

Please note that answers such as: "Not Applicable" or an answer that only refers to an exhibit or an attachment may not be considered by the Commission to be adequate. We therefore suggest that in answering the questions you outline the key elements of your response in the primary submission document, rather than merely pointing to supporting documents of varying degrees of relevance and reliability as your answer.

CLARIFICATION

If the GOC have any difficulties in completing the questionnaire, or require clarification on any questions asked, contact the case manager as soon as possible (contact details are provided on Page 1 of this questionnaire).

SECTION B: NEW PROGRAMS AND RELATED QUESTIONS

NEW PROGRAMS BEING INVESTIGATED

The following programs will be further investigated by the Commission:

Program Number	Program Name	Program Type	Additional information
Program 57	Government quality award	Grant	Awarded by the People's government of Wenling City
Program 58	Award to open economy	Grant	Awarded by the Bureau of Commerce of Wenling City
Program 59	Assistance to importer and exporter fair trade program	Grant	Administered by the Department of Commerce of Zhejiang Province
Program 60	Assistance fund for import	Grant	Administered by the Department of Commerce of Zhejiang Province
Program 61	Award for the growth of local income tax	Grant	Awarded by the Economic and information bureau of Wenling City
Program 62	Refund of local water conservancy fund	Grant	Awarded by the Local tax bureau of Wenling City
Program 63	Award for IPO	Grant	Awarded by the People's government of Wenling City

Table 1: new subsidy programs being investigated

Note: the above titles of programs are to the best of the Commission's knowledge and in some cases may simply be descriptions of the program. Consequently, the above titles may not exactly reflect any official titles that the GOC has in place.

In responding to this questionnaire, if the GOC is unfamiliar with the title given to a program, but is aware of the existence of a similar program or one that it appears is being referred to, please identify this (including providing the official title of any such program) and respond to the questionnaire in relation to that program.

QUESTIONS

For <u>each of the programs</u> identified in Table 2 above, answer the following questions:

Note: In responding to the questions in this part, you are required to provide information on each program, regardless of the year the benefit was

granted by the GOC or the year that the benefit was received by the recipient company, where the program benefits impact on the production and sale of galvanised steel and/or aluminium zinc coated steel during the investigation period.

1 Program 57 Government quality award

- 1. Provide details of the program including the following.
 - (a) Policy objective and/or purpose of the program.

The purpose of the program is to encourage and promote the outstanding quality of product, construction and services of enterprises operating in Wenling City, Zhejiang province.

(b) Legislation under which the subsidy is granted.

The document under which the assistance is granted is the Announcement on Winners of Government Quality Award in 2012.

(c) Nature or form of the subsidy.

The form of assistance under this program as used by the respondent is grant.

(d) When the program was established.

The program was established in 2011.

(e) Duration of the program.

This program does not have a specified duration, and may be repealed at any time in the coming years.

(f) How the program is administered and explains how it operates.

Supervisory Bureau of Quality and Technology of Wenling City is responsible for the administration and operation of this program. Please see further explanation below at (g) and (i) in relation to the operation of the program.

(g) To whom and how is the program provided.

Enterprises registered and operate in Wenling City meeting the relevant eligibility criteria may apply for this Award.

(h) The GOC department or agency administering the program

Supervisory Bureau of Quality and Technology of Wenling City

(i) the eligibility criteria in order to receive benefits under the program.

To be eligible for this program, the applicant must demonstrate:

- (1) The applicant enterprise has been registered and operating in Wenling City for more than 3 years.
- (2) The applicant enterprise has obtained ISO9001 and ISO14001 quality certification.
- (3) The applicant enterprise has been forerunner in its business performances in terms of turnover, profit tax payment and total value of assets among all enterprises in Wenling City and that the enterprise

has not been unprofitable in the most recent three years.

- (4) The applicant has good credential and reputation with its customers.
- (5) The applicant is recommended by relevant local governmental departments or local community.
- (6) The applicant has not been in breach of relevant national industrial, environmental and/or quality requirements, among others.
- 2. Provide translated copies in English of the decrees, laws and regulations relating to the program and any reports pertaining to the program published prior to, during or since the investigation period.

Please see the Announcement on Winners of Government Quality Award in 2012 at Attachment 117 [CONFIDENTIAL ATTACHMENT].

3. Identify and explain the types of records maintained by the relevant government or governments (e.g., accounting records, company-specific files, databases, budget authorizations, etc.) regarding the program.

The local administering authority maintains payment records.

4. Identify all Chinese exporters of aluminium road wheels that accrued or received benefits under the programs during the period <u>1 July 2013 – 30 June 2014</u>.

Include details of the value and/or nature of the benefit or concession granted (monetary and/or non-monetary) under the programs.

[CONFIDENTIAL TEXT DELETED]

5. Describe the application process (including any application fees charged by the government agency or authority) for the program.

After an application is submitted, describe the procedures by which an application is analysed and eventually approved or disapproved.

Applicant is required to file an application to the Office of Evaluation Committee of Wenling City, to address the eligibility criteria, as explained above at (i).

The Office of Evaluation Committee shall organize evaluation expert group to review the application filed and to conduct verification at the applicant's premises.

The evaluation group shall then produce an evaluation report to the Office.

The Office shall then conduct a separate inquiry of the confidence of customers or consumers of the applicant's main product/s, and produce a summary report based on the evaluation group's report and the outcome of the customer and consumer inquiry, together with a recommendation list of candidates for the Wenling City government to make final decision.

- **6.** Answer the following questions regarding eligibility for and actual use of the benefits provided under the programs
 - (a) Is eligibility for, or actual use of the programs contingent, whether solely or as one of several other conditions, upon export

performance? If so, please describe.

No

(b) Is eligibility for the programs program contingent, whether solely or as one of several other conditions, upon the use of domestic over imported goods? If so, please describe.

No

(c) Is eligibility for the programs subsidy limited to enterprises or industries located within designated regions? If so, specify the enterprises or industries and the designated regions.

No. Any enterprise within the geographical region of the Wenling City granting authorities may apply if they meet the conditions of the program.

(d) Is eligibility limited, by law, to any enterprise or group of enterprises, or to any industry or group of industries? If so, describe and specify the eligible enterprises or industries.

As explained above at 1(i), eligibility is limited to enterprises registered and operating in Wenling City who meets those management and performance criteria.

(e) Provide any contractual agreements between the GOC and the companies that are receiving the benefits under the programs (e.g., loan contracts, grant contracts, etc.).

There is no contractual agreement between the GOC and any company that receives assistance under this program.

7. For all programs listed in Table 1, describe any anticipated changes in the program. Provide documentation substantiating your answer. If the program has been terminated, state the last date that a company could apply for or claim benefits under the program. When is the last date that a company could receive benefits under the program?

The GOC does not anticipate any specific changes in the program.

2 Program 58 Award to open economy

- 1. Provide details of the program including the following.
 - (a) Policy objective and/or purpose of the program.

The purpose of the program is to promote and encourage the development of open economy in Wenling City.

(b) Legislation under which the subsidy is granted.

The document under which the assistance is granted is the Decision of Wenling City Government on Award of Open Economy of 2012 at Attachment 118 [CONFIDENTIAL ATTACHMENT].

(c) Nature or form of the subsidy.

The form of assistance under this program as used by the respondent is grant.

(d) When the program was established.

The program was established in 2012.

(e) Duration of the program.

This program does not have a specified duration, and may be repealed at any time in the coming years.

(f) How the program is administered and explains how it operates.

The program is administered and operated by the Bureau of Commerce of Wenling. Please see further explanation below at (g) and (i) in relation to the operation of the program.

(q) To whom and how is the program provided.

Enterprises registered and operating in Wenling City meeting the relevant eligibility criteria may apply for this Award.

(h) The GOC department or agency administering the program

Bureau of Commerce of Wenling City

(i) The eligibility criteria in order to receive benefits under the program.

The eligible applicant must be registered and operate its business in Wenling City, and must have participated in certain trade activities, such as participating in exhibition or trade fair abroad, filing patent request, clearing export shipment at the local branch of the China Customs, etc.

2. Provide translated copies in English of the decrees, laws and regulations relating to the program and any reports pertaining to the program published prior to, during or since the investigation period.

Please see Attachment 118 as referred to above.

3. Identify and explain the types of records maintained by the relevant government or governments (e.g., accounting records, company-specific files, databases, budget authorizations, etc.) regarding the program.

The local administering authority maintains payment records.

4. Identify all Chinese exporters of aluminium road wheels that accrued or received benefits under the programs during the period <u>1 July 2013 – 30</u> June 2014.

Include details of the value and/or nature of the benefit or concession granted (monetary and/or non-monetary) under the programs.

[CONFIDENTIAL TEXT DELETED]

5. Describe the application process (including any application fees charged by the government agency or authority) for the program.

After an application is submitted, describe the procedures by which an application is analysed and eventually approved or disapproved.

Applicant of this program is required to file an application to the Bureau of Commerce of Wenling City, which will then make a preliminary review before forwarding the application to the Bureau of Finance for a second review. A joint decision will be made by both Bureaus if they are both satisfied with the application.

- **6.** Answer the following questions regarding eligibility for and actual use of the benefits provided under the programs
 - (a) Is eligibility for, or actual use of the programs contingent, whether solely or as one of several other conditions, upon export performance? If so, please describe.

To qualify for grant under this programs, the eligible applicant shall demonstrate participation in required export activities, such as participating in exhibition or trade fair abroad, filing patent request, clearing export shipment at local branch of the China Customs, etc.

(b) Is eligibility for the programs program contingent, whether solely or as one of several other conditions, upon the use of domestic over imported goods? If so, please describe.

No

(c) Is eligibility for the programs subsidy limited to enterprises or industries located within designated regions? If so, specify the enterprises or industries and the designated regions.

No. Any enterprise within the geographical region of the Wenling City granting authorities may apply if they meet the conditions of the program.

(d) Is eligibility limited, by law, to any enterprise or group of enterprises, or to any industry or group of industries? If so, describe and specify the eligible enterprises or industries.

N	•
14	v

(e) Provide any contractual agreements between the GOC and the companies that are receiving the benefits under the programs (e.g., loan contracts, grant contracts, etc.).

[CONFIDENTIAL TEXT DELETED]

7. For all programs listed in Table 1, describe any anticipated changes in the program. Provide documentation substantiating your answer. If the program has been terminated, state the last date that a company could apply for or claim benefits under the program. When is the last date that a company could receive benefits under the program?

The GOC does not anticipate any specific changes to the program.

3 Program 59 Assistance to importer and exporter fair trade program

- 1. Provide details of the program including the following.
 - (a) Policy objective and/or purpose of the program.

The purpose of the program is to promote a more stable volume and the optimal structure of trade by enterprises in Zhejiang province.

(b) Legislation under which the subsidy is granted.

The document under which the assistance is granted is the Notice to Appropriate Assistance Fund for Fair Trade of 2012.

(c) Nature or form of the subsidy.

The form of assistance under this program as used by the respondents was grant.

(d) When the program was established.

The program was established in 2012.

(e) Duration of the program.

The program was terminated at the end of 2013.

(f) How the program is administered and explains how it operates.

The program was administered and operated by the Department of Commerce in conjunction with the Bureau of Finance of Zhejiang province.

(g) To whom and how is the program provided.

The program was provided to enterprises registered and operating in Zhejiang province who meet the relevant criteria of the program.

(h) The GOC department or agency administering the program

Department of Commerce of Zhejiang province and the Bureau of Finance of Zhejiang province were jointly responsible for the administration of this program.

(i) The eligibility criteria in order to receive benefits under the program.

The eligible applicant must have been registered and operating in Zhejiang province and must have participated in fair trade proceedings, such as participating in anti-dumping or countervailing investigations.

2. Provide translated copies in English of the decrees, laws and regulations relating to the program and any reports pertaining to the program published prior to, during or since the investigation period.

The GOC provides the Notice to Appropriate Assistance Fund for Fair Trade of 2012 at Attachment 119 [CONFIDENTIAL ATTACHMENT].

3. Identify and explain the types of records maintained by the relevant government or governments (e.g., accounting records, company-specific files, databases, budget authorizations, etc.) regarding the program.

The administering authority maintains payment records.

4. Identify all Chinese exporters of aluminium road wheels that accrued or received benefits under the programs during the period <u>1 July 2013 – 30</u> June 2014.

Include details of the value and/or nature of the benefit or concession granted (monetary and/or non-monetary) under the programs.

[CONFIDENTIAL TEXT DELETED]

5. Describe the application process (including any application fees charged by the government agency or authority) for the program.

After an application is submitted, describe the procedures by which an application is analysed and eventually approved or disapproved.

Applicants for this program were required to file an application to local authorities in charge of commerce and finance affairs for a preliminary review. The local authority would then review and forward the application to the Department of Commerce and Bureau of Finance of Zhejiang province for final review. The provincial authorities would then evaluate the application and make a final decision.

- **6.** Answer the following questions regarding eligibility for and actual use of the benefits provided under the programs
 - (j) Is eligibility for, or actual use of the programs contingent, whether solely or as one of several other conditions, upon export performance? If so, please describe.

The eligible applicant must have participated in fair trade proceeding/s.

(k) Is eligibility for the programs program contingent, whether solely or as one of several other conditions, upon the use of domestic over imported goods? If so, please describe.

No

(I) Is eligibility for the programs subsidy limited to enterprises or industries located within designated regions? If so, specify the enterprises or industries and the designated regions.

No. Any enterprise within the geographical region of the Zhejiang province granting authorities may apply if they meet the conditions of the program.

(m) Is eligibility limited, by law, to any enterprise or group of enterprises, or to any industry or group of industries? If so, describe and specify the eligible enterprises or industries.

No

(n) Provide any contractual agreements between the GOC and the companies that are receiving the benefits under the programs (e.g., loan contracts, grant contracts, etc.).

There were no such contractual agreement between GOC and two recipient companies mentioned above.

7. For all programs listed in Table 1, describe any anticipated changes in the program. Provide documentation substantiating your answer. If the program has been terminated, state the last date that a company could apply for or claim benefits under the program. When is the last date that a company could receive benefits under the program?

The program was terminated at the end of 2013.

4 Program 60 Assistance fund for import

- 1. Provide details of the program including the following.
 - (a) Policy objective and/or purpose of the program.

The purpose of the program is to encourage importation of advanced equipment or technology into Zhejiang province.

(b) Legislation under which the subsidy is granted.

The document under which the assistance is granted is the Notice to Appropriate Assistance Fund for Import 2012.

(c) Nature or form of the subsidy.

The form of assistance under this program as used by the respondent was grant.

(d) When the program was established.

The program was established in 2012.

(e) Duration of the program.

The program was terminated by the end of 2013

(f) How the program is administered and explains how it operates.

The program was administered and operated by the Department of Commerce in conjunction with the Bureau of Finance of Zhejiang province

(g) To whom and how is the program provided.

The program was provided to enterprises registered and operating in Zhejiang province meeting certain conditions who applied for assistance under this program.

(h) The GOC department or agency administering the program

The Department of Commerce in conjunction with the Bureau of Finance of Zhejiang province were responsible for the administration of this program.

(i) The eligibility criteria in order to receive benefits under the program.

An eligible applicant was required to demonstrate that it had imported certain advanced technologies and/or key equipment in order to qualify for grant under this program.

2. Provide translated copies in English of the decrees, laws and regulations relating to the program and any reports pertaining to the program published prior to, during or since the investigation period.

The GOC provides the Notice to Appropriate Assistance Fund for Importation of 2012, at Attachment 120 [CONFIDENTIAL ATTACHMENT].

3. Identify and explain the types of records maintained by the relevant government or governments (e.g., accounting records, company-specific files, databases, budget authorizations, etc.) regarding the program.

The administering authority maintains payment records.

4. Identify all Chinese exporters of aluminium road wheels that accrued or received benefits under the programs during the period <u>1 July 2013 – 30</u> June 2014.

Include details of the value and/or nature of the benefit or concession granted (monetary and/or non-monetary) under the programs.

[CONFIDENTIAL TEXT DELETED]

5. Describe the application process (including any application fees charged by the government agency or authority) for the program.

After an application is submitted, describe the procedures by which an application is analysed and eventually approved or disapproved.

An applicant was required to file an application to local authorities in charge of commerce and finance for a preliminary review, who would then review and forward the application to the Department of Commerce and Bureau of Finance of Zhejiang province for final review. The latter two authorities would then jointly evaluate the application and make a final decision.

- **6.** Answer the following questions regarding eligibility for and actual use of the benefits provided under the programs
 - (a) Is eligibility for, or actual use of the programs contingent, whether solely or as one of several other conditions, upon export performance? If so, please describe.

No

(b) Is eligibility for the programs program contingent, whether solely or as one of several other conditions, upon the use of domestic over imported goods? If so, please describe.

No

(c) Is eligibility for the programs subsidy limited to enterprises or industries located within designated regions? If so, specify the enterprises or industries and the designated regions.

No. Any enterprise within the geographical region of the Zhejiang province granting authorities may apply if they meet the conditions of the program.

(d) Is eligibility limited, by law, to any enterprise or group of enterprises, or to any industry or group of industries? If so, describe and specify the eligible enterprises or industries.

Yes, eligibility was limited to those who import certain key equipment or

technologies for innovation, among others, by enterprises in Zhejiang province.

(e) Provide any contractual agreements between the GOC and the companies that are receiving the benefits under the programs (e.g., loan contracts, grant contracts, etc.).

[CONFIDENTIAL TEXT DELETED]

7. For all programs listed in Table 1, describe any anticipated changes in the program. Provide documentation substantiating your answer. If the program has been terminated, state the last date that a company could apply for or claim benefits under the program. When is the last date that a company could receive benefits under the program?

The program was terminated at the end of 2013.

5 Program 61 Award for the growth of local income tax

- 1. Provide details of the program including the following.
 - (a) Policy objective and/or purpose of the program.

The purpose of the program is to promote transformation and upgrade of the industrial economy of Wenling City

(b) Legislation under which the subsidy is granted.

The document under which the assistance is granted is the Notice of Wenling City on Key Industrial Enterprises Concerning the Award for the Growth in Local Portion of Income Tax of 2012.

(c) Nature or form of the subsidy.

The form of assistance under this program as used by the respondent is grant.

(d) When the program was established.

The program was established in 2010.

(e) Duration of the program.

This program does not have a specified duration, and may be repealed at any time in the coming years.

(f) How the program is administered and explains how it operates.

The program is administered and operated by the Bureau of Economy and Informationization and Bureau of Finance of Wenling City.

(g) To whom and how is the program provided.

Enterprises registered and operate in Wenling City meeting certain conditions may apply and be provided assistance under this program.

(h) The GOC department or agency administering the program.

Bureau of Economy and Informationization and Bureau of Finance in Wenling City

(i) The eligibility criteria in order to receive benefits under the program.

An eligible applicant must demonstrate an increase in its income tax payment by at least 20% during the eligible year from the previous year.

2. Provide translated copies in English of the decrees, laws and regulations relating to the program and any reports pertaining to the program published prior to, during or since the investigation period.

The GOC provides the Notice of Wenling City on Key Industrial Enterprises Concerning the Award for the Growth in Local Portion of Income Tax in 2012

at Attachment 121 [CONFIDENTIAL ATTACHMENT].

3. Identify and explain the types of records maintained by the relevant government or governments (e.g., accounting records, company-specific files, databases, budget authorizations, etc.) regarding the program.

The administering authority maintains payment records.

4. Identify all Chinese exporters of aluminium road wheels that accrued or received benefits under the programs during the period <u>1 July 2013 – 30</u> June 2014.

Include details of the value and/or nature of the benefit or concession granted (monetary and/or non-monetary) under the programs.

[CONFIDENTIAL TEXT DELETED]

5. Describe the application process (including any application fees charged by the government agency or authority) for the program.

After an application is submitted, describe the procedures by which an application is analysed and eventually approved or disapproved.

The administering authority will evaluate the eligibility of enterprises according to tax payment records. No application process is required.

- **6.** Answer the following questions regarding eligibility for and actual use of the benefits provided under the programs
 - (a) Is eligibility for, or actual use of the programs contingent, whether solely or as one of several other conditions, upon export performance? If so, please describe.

No

(b) Is eligibility for the programs program contingent, whether solely or as one of several other conditions, upon the use of domestic over imported goods? If so, please describe.

No

(c) Is eligibility for the programs subsidy limited to enterprises or industries located within designated regions? If so, specify the enterprises or industries and the designated regions.

No. Any enterprise within the geographical region of the Wenling City granting authorities may apply if they meet the conditions of the program.

(d) Is eligibility limited, by law, to any enterprise or group of enterprises, or to any industry or group of industries? If so, describe and specify the eligible enterprises or industries.

The program is eligible to well performing and key industrial enterprises who increased tax payment by at least 20% during the assessing period as

compared to previous year.

(e) Provide any contractual agreements between the GOC and the companies that are receiving the benefits under the programs (e.g., loan contracts, grant contracts, etc.)

[CONFIDENTIAL TEXT DELETED]

7. For all programs listed in Table 1, describe any anticipated changes in the program. Provide documentation substantiating your answer. If the program has been terminated, state the last date that a company could apply for or claim benefits under the program. When is the last date that a company could receive benefits under the program?

The GOC does not anticipate any specific changes in the program.

- 6 Program 62 Refund of local water conservancy fund
 - 1. Provide details of the program including the following.
 - (a) Policy objective and/or purpose of the program.

The purpose of the program is to release some enterprises in Zhejiang province from the obligation to pay to the local fund for construction of irrigation system.

(b) Legislation under which the subsidy is granted.

The document under which the assistance is granted is the Wenling Decision for Exemption of Payment to the Local Fund of Irrigation System at Attachment 122 [CONFIDENTIAL ATTACHMENT].

(c) Nature or form of the subsidy.

The form of assistance under this program as used by the respondent is exemption or reduction of payment of a special purpose levy.

(d) When the program was established.

The program was established in 2012.

(e) Duration of the program.

This program does not have a specified duration, and may be repealed at any time in the coming years.

(f) How the program is administered and explains how it operates.

The Bureau of Local Taxation and the Department of Finance of Zhejiang province, and their counterparts at Wenling City, i.e. the Bureau of Local Taxation and the Bureau of Finance of Wenling City, are responsible for administration and operation of the program. Please see responses below for further details.

(g) To whom and how is the program provided.

The program is provided to applicant enterprises registered in Zhejiang province which have generated business revenues within the province and meet certain criteria.

(h) The GOC department or agency administering the program

The Bureau of Local Taxation and the Department of Finance of Zhejiang province, and the Bureau of Local Taxation and the Bureau of Finance of Wenling City.

(i) The eligibility criteria in order to receive benefits under the program.

Eligible applicant of this program must be a New and High Tech Enterprise in Zhejiang province.

2. Provide translated copies in English of the decrees, laws and regulations

relating to the program and any reports pertaining to the program published prior to, during or since the investigation period.

The GOC provides the Wenling Decision for Exemption of Payment to the Local Fund of Irrigation System at Attachment 122 [CONFIDENTIAL ATTACHMENT].

3. Identify and explain the types of records maintained by the relevant government or governments (e.g., accounting records, company-specific files, databases, budget authorizations, etc.) regarding the program.

The administering authority maintains payment exemption records.

4. Identify all Chinese exporters of aluminium road wheels that accrued or received benefits under the programs during the period <u>1 July 2013 – 30</u> June 2014.

Include details of the value and/or nature of the benefit or concession granted (monetary and/or non-monetary) under the programs.

[CONFIDENTIAL TEXT DELETED]

5. Describe the application process (including any application fees charged by the government agency or authority) for the program.

After an application is submitted, describe the procedures by which an application is analysed and eventually approved or disapproved.

Applicant is required to file an application to the Bureau of Local Taxation at Wenling City. The administering authority will then review the application and make a decision as to whether an exemption or reduction shall be granted. If the amount of exemption or reduction exceeds CNY [CONFIDENTIAL TEXT DELETED], the application must be forwarded to the Bureau of Local Taxation and the Department of Finance of Zhejiang province for final decision.

- **6.** Answer the following questions regarding eligibility for and actual use of the benefits provided under the programs
 - (a) Is eligibility for, or actual use of the programs contingent, whether solely or as one of several other conditions, upon export performance? If so, please describe.

No

(b) Is eligibility for the programs program contingent, whether solely or as one of several other conditions, upon the use of domestic over imported goods? If so, please describe.

No

(c) Is eligibility for the programs subsidy limited to enterprises or industries located within designated regions? If so, specify the enterprises or industries and the designated regions.

No. Any enterprise within the geographical region of the Zhejiang province granting authorities may apply if they meet the conditions of the program.

(d) Is eligibility limited, by law, to any enterprise or group of enterprises, or to any industry or group of industries? If so, describe and specify the eligible enterprises or industries.

The eligibility to this program is limited to enterprises designated as a New and High Tech Enterprise, among others.

(e) Provide any contractual agreements between the GOC and the companies that are receiving the benefits under the programs (e.g., loan contracts, grant contracts, etc.).

There is no contractual agreement between the GOC and the company that receives the exemption/reduction under the program.

7. For all programs listed in Table 1, describe any anticipated changes in the program. Provide documentation substantiating your answer. If the program has been terminated, state the last date that a company could apply for or claim benefits under the program. When is the last date that a company could receive benefits under the program?

The GOC does not anticipate any specific changes in the program.

7 Program 63 Award for IPO

- 1. Provide details of the program including the following.
 - (a) Policy objective and/or purpose of the program.

The purpose of the program is to encourage and reward public listing of companies in Wenling City.

(b) Legislation under which the subsidy is granted.

The document under which the assistance is granted is the Announcement to Award Initial Publicly Listing of the companies in Wenling City.

(c) Nature or form of the subsidy.

The form of assistance under this program as used by the respondent is grant.

(d) When the program was established.

The program was established in 2008.

(e) Duration of the program.

This program does not have a specified duration, and may be repealed at any time in the coming years.

(f) How the program is administered and explains how it operates.

Office of Finance and the Bureau of Finance of Wenling City are responsible for the administration and operation of this program. Please see responses below for further details.

(g) To whom and how is the program provided.

The program is provided to enterprises registered and operated in Wenling City which become publicly listed companies, and to certain enterprises preparing an initial public listing under certain encouraged categories.

(h) The GOC department or agency administering the program

The Office of Finance and the Bureau of Finance of Wenling City.

(i) The eligibility criteria in order to receive benefits under the program.

Eligible applicants must have succeeded in an initial public listing or have been admitted as a candidate for publicly listing.

2. Provide translated copies in English of the decrees, laws and regulations relating to the program and any reports pertaining to the program published prior to, during or since the investigation period.

The GOC provides the Announcement to Award Initial Publicly Listing of the companies in Wenling City, at Attachment 123 [CONFIDENTIAL

ATTACHMENT]

3. Identify and explain the types of records maintained by the relevant government or governments (e.g., accounting records, company-specific files, databases, budget authorizations, etc.) regarding the program.

The administering authority maintains payment records.

4. Identify all Chinese exporters of aluminium road wheels that accrued or received benefits under the programs during the period <u>1 July 2013 – 30</u> June 2014.

Include details of the value and/or nature of the benefit or concession granted (monetary and/or non-monetary) under the programs.

[CONFIDENTIAL TEXT DELETED]

5. Describe the application process (including any application fees charged by the government agency or authority) for the program.

After an application is submitted, describe the procedures by which an application is analysed and eventually approved or disapproved.

The administering authority will evaluate the circumstances based on publicly available information and determine the provision of grant.

- **6.** Answer the following questions regarding eligibility for and actual use of the benefits provided under the programs
 - (a) Is eligibility for, or actual use of the programs contingent, whether solely or as one of several other conditions, upon export performance? If so, please describe.

No

(b) Is eligibility for the programs program contingent, whether solely or as one of several other conditions, upon the use of domestic over imported goods? If so, please describe.

No

(c) Is eligibility for the programs subsidy limited to enterprises or industries located within designated regions? If so, specify the enterprises or industries and the designated regions.

No. Any enterprise within the geographical region of the Wenling City granting authorities may apply if they meet the conditions of the program.

(d) Is eligibility limited, by law, to any enterprise or group of enterprises, or to any industry or group of industries? If so, describe and specify the eligible enterprises or industries.

(e) Provide any contractual agreements between the GOC and the companies that are receiving the benefits under the programs (e.g., loan contracts, grant contracts, etc.).

There is no contractual agreement between the GOC and the company that receives the assistance under the program.

7. For all programs listed in Table 1, describe any anticipated changes in the program. Provide documentation substantiating your answer. If the program has been terminated, state the last date that a company could apply for or claim benefits under the program. When is the last date that a company could receive benefits under the program?

The GOC does not anticipate any specific changes in the program.

SECTION C - DECLARATION

DECLARATION

The undersigned certifies that all information supplied herein in response to the questionnaire (including any data supplied in an electronic format) is complete and correct to the best of his/her knowledge and belief.

2015.6.5

Date

Signature of authorised official

Wei Wei

Name of authorised official

Deputy Division Director

Title of authorised official