



ANTI-DUMPING NOTICE NO 2024/058

Public notice under section 269TC(4) of the *Customs Act 1901*

Steel corner beads and angles

Exported from the People's Republic of China

Initiation of Investigation No 650 into alleged dumping and subsidisation

*Customs Act 1901 – Part XVB*¹

I, Isolde Lueckenhausen, Acting Commissioner of the Anti-Dumping Commission (the Commissioner),² have initiated an investigation following an application lodged by Rondo Building Services Pty Ltd, a manufacturer of steel corner beads and angles (the goods) in Australia.

The application seeks the publication of a dumping duty notice in respect of the goods exported to Australia from the People's Republic of China (China), and a countervailing duty notice in respect of goods exported from China.

The application alleges that the goods have been exported to Australia at prices less than their normal value and were in receipt of countervailable subsidies, and that the dumping and subsidisation has caused material injury to the Australian industry producing like goods through:

- loss of sales volume
- lower production volumes
- loss of market share
- price suppression
- price depression
- loss of profits
- loss of profitability
- decline in asset values

¹ All legislative references in this notice are to the *Customs Act 1901* (Cth) unless otherwise specified.

² References in this document to individuals holding positions within the Anti-Dumping Commission (commission) are references to whoever occupies the position at the time. This includes when the position is held in an acting capacity.

- lower revenue
- reduced return on investment
- reduced capacity utilisation
- reduced productivity

The non-confidential version of the application contains the basis of the alleged dumping, subsidisation, and material injury to the Australian industry. The application is available on the electronic public record (EPR) for this case.³ The EPR can be found on the commission's website at www.adcommission.gov.au

Reasons for the decision to initiate this investigation are in *Anti-Dumping Commission Consideration Report No 650 (CON 650)*,⁴ which is available on the EPR. CON 650 outlines the basis upon which dumping and subsidisation are alleged to have occurred. Additionally, the factors upon which the allegation of material injury to the industry is based are also summarised in the report.

In accordance with section 269ZI(3), a copy of this notice and accompanying reasons will be provided to each of the countries whose exporters are affected by the decision to not reject the application.

The date of initiation of this investigation is the date of publication of this notice.

Particulars of the Goods

The goods, being the subject of the application (the goods) are:

Steel corner/finishing beading and angles, metallic coated, whether or not containing alloys, whether or not drilled, punched, perforated or expanded, of all angle types, of a base metal thickness up to and including 40 millimetres of varying steel grades, with various leg profiles, at various widths and lengths.

Further information

Steel corner beading is a specialised building material used in construction to reinforce and protect the corners of walls where they meet. The most common types of steel corner beading include:

- angled steel bead: used for regular internal joins where walls meet/intersect/connect with other walls and/or ceilings and
- angled steel bead: used for regular external joins where walls meet/intersect/connect with other walls and/or ceilings.

Exclusions

Plastic and stainless steel corner beading and external render/texture beading is excluded from this application.

Tariff Classifications

The goods are generally, but not exclusively, classified to the following tariff classifications in Schedule 3 to the *Customs Tariff Act 1995*:

- 7216.61.00 (statistical code 57)

³ EPR 650, document no 1.

⁴ EPR 650, document no 2.

- 7216.69.00 (statistical code 58)
- 7216.91.00 (statistical code 59)
- 7216.99.00 (statistical code 60)
- 7308.90.00 (statistical code 53)

These tariff classifications and statistical codes may include goods that are both subject and not subject to this investigation. The listing of these tariff classifications and statistical codes are for convenience or reference only and do not form part of the goods description set out above. Please refer to the goods description for authoritative detail regarding the particulars of the goods, the subject of this investigation.

Investigation Process

The investigation period is 1 July 2023 to 30 June 2024. I will examine exports to Australia of the goods during this period to determine whether dumping and/or subsidisation has occurred. I will examine details of the Australian market from 1 July 2020 for the purposes of injury analysis.

Where the Minister for Industry and Science (the Minister) is satisfied, as to goods of any kind, that:⁵

- (a) the amount of the export price of the goods that have been exported to Australia is less than the normal value of those goods, and the amount of the export price of like goods that may be exported to Australia in the future may be less than the normal value of the goods and
- (b) because of that, material injury to an Australian industry producing like goods has been or is being caused or is threatened, or the establishment of an Australian industry producing like goods has been or may be materially hindered

the Minister may, by public notice, impose interim dumping duties.

Where the Minister is satisfied, as to goods of any kind, that:

- (a) a countervailable subsidy has been received in respect of the goods that have been exported to Australia, and (if applicable) may be received in respect of like goods that may be exported to Australia in the future and
- (b) because of that, material injury to an Australian industry producing like goods has been or is being caused or is threatened, or the establishment of an Australian industry producing like goods has been or may be materially hindered

the Minister may, by public notice, impose interim countervailing duties.⁶

Where there are grounds for the Minister to publish a dumping duty notice applying to China in respect of the goods and a countervailing duty notice applying to China in respect of the goods, I will examine whether the trade in the dumped or subsidised goods gives rise to retrospective notices being published pursuant to section 269TN of the Act and make recommendations to the Minister accordingly.⁷

⁵ In accordance with section 269TG.

⁶ In accordance with section 269TJ.2

⁷ In accordance with sections 269TG3(1) and TJ(1).

Proposed model control code structure

The commission undertakes model matching using a Model Control Code (MCC) structure to identify key characteristics that will be used to compare the goods exported to Australia and the like goods sold domestically in the country of export.⁸

The table below outlines the commission's proposed MCC structure for this investigation.

| Category | Sub-category | Identifier⁹ | Sales data | Cost data |
|----------------------------|--|-------------------------------|-------------------|------------------|
| Alloy content | Alloy | A | Mandatory | Not applicable |
| | Non-Alloy | NA | | |
| Coating type | Zinc Coated | Z | Mandatory | Mandatory |
| | Zinc Aluminum coated | ZA | | |
| | Zinc Magnesium coated | ZM | | |
| | Aluminum Zinc coated | AZ | | |
| | Aluminum Zinc Magnesium coated | AM | | |
| | Other | B | | |
| Coating Mass | <=50 g/m ² | 1 | Mandatory | Mandatory |
| | >50 g/m ² - <=100 g/m ² | 2 | | |
| | >100 g/m ² - <=200 g/m ² | 3 | | |
| | >200 g/m ² - <=300 g/m ² | 4 | | |
| | >300 g/m ² | 5 | | |
| Base Metal Thickness (BMT) | <=0.25mm | 1 | Mandatory | Mandatory |
| | >0.25mm - <=0.30mm | 2 | | |
| | >0.30mm - <=0.35mm | 3 | | |
| | >0.35mm - <=0.40mm | 4 | | |
| | >0.40mm - <=0.45mm | 5 | | |
| | >0.45mm | 6 | | |
| Widest leg profile width | <=20mm | A | Mandatory | Mandatory |
| | >20mm - <=25mm | B | | |
| | >30mm - <=35mm | C | | |
| | >35mm - <=40mm | D | | |
| | >40mm - <=45mm | E | | |
| | >45mm | F | | |

⁸ Guidance on the commission's approach to model matching is in the Dumping and Subsidy Manual, available at www.adcommission.gov.au.

⁹ The codes detailed in the identifier column of the proposed table are used by interested parties to identify the characteristics of the goods as listed in the sub-categories.

| | | | | |
|--------|-----------------------|-----|-----------|----------------|
| Angle | 90 degrees | 90 | Mandatory | Mandatory |
| | 135 degrees | 135 | | |
| | Other | 0 | | |
| Length | >1,800mm | 1 | Mandatory | Not applicable |
| | <=1,800mm - <=3,600mm | 2 | | |
| | >3,600mm | 3 | | |

Proposals to modify the proposed MCC structure should be raised as soon as is practicable, but no later **4 October 2024**.

Interested parties are encouraged to make a submission on whether any proposed modifications to the MCC structure should be accepted by the commission. Any changes to the MCC structure will be considered by the commission and reported in verification reports or in the statement of essential facts (SEF).

Public Record

I must maintain a public record of each investigation. Documents included in the public record are available at www.adcommission.gov.au.

The public record will contain, among other things, a copy of the application, CON 650,¹⁰ and copies of all non-confidential submissions from interested parties. Letters and electronic mail are generally regarded as submissions if they contain information relevant to the investigation.

Lodgement of Submissions

Interested parties, as defined by section 269T(1), are invited to lodge submissions concerning the publication of the dumping and countervailing duty notices sought in the application, no later than **4 October 2024**, addressed to:¹¹

The Director
Investigations
GPO Box 2013
Canberra ACT 2601
Australia

or by email to investigations@adcommission.gov.au

Interested parties wishing to participate in the investigation must ensure that submissions are lodged by the due date. Interested parties should note that I am not obliged to have regard to a submission received after the date above if to do so would, in my opinion, prevent the timely placement of the SEF on the public record pursuant to section 269TDAA(3).

¹⁰ ERP 650, document no. 2.

¹¹ The due date is 29 September 2024, however, as this falls on a Sunday, the effective due date is the following business day.

Interested parties should also note that I am directed to consider the matters set out in the *Customs (Extensions of Time and Non-cooperation) Direction 2015* in certain circumstances.¹² This is available at: www.legislation.gov.au

Interested parties may reply to matters raised by other parties during the course of the investigation and in response to the SEF.

Interested parties claiming that information contained in their submission is confidential, or that the publication of the information would adversely affect their business or commercial interests, must:

- (i) provide a summary containing sufficient detail to allow a reasonable understanding of the substance of the information that does not breach that confidentiality or adversely affect those interests, or
- (ii) satisfy me that there is no way such a summary can be given to allow a reasonable understanding of the substance of the information.

Submissions containing confidential information must be clearly marked "OFFICIAL: Sensitive".

Interested parties must lodge a non-confidential version or a summary of their submission in accordance with the requirement above (clearly marked "PUBLIC RECORD").

Lodgement of Preliminary Information Requests (PIR)

Exporters of the goods to Australia are invited to participate in this investigation by completing the PIR and the associated spreadsheets by **11 September 2024**.

The PIR and the associated spreadsheets are available on the EPR case information page for case number 650 (which can be found under 'current cases and the electronic public record' on the commission website www.adcommission.gov.au).

Alternatively, exporters can email investigations@adcommission.gov.au and request these documents and the commission will forward the PIR and spreadsheets for completion.

The case team will use responses to the PIR to determine whether sampling is required pursuant to section 269TACAA due to the large number of exporters of the goods such that it is not practicable to examine the exports of all those exporters. If an exporter submits a PIR, the commission may select your company for further examination, including an invitation to complete an exporter questionnaire and verification of the submitted information (see ADN2016/30).¹³

If an exporter does not respond to the PIR, the commission may not examine its situation and may consider that the exporter did not cooperate with the investigation.

¹² Certain powers and functions under the *Customs (Extensions of Time and Non-cooperation) Direction 2015* have been delegated to the Anti-Dumping Commission's Deputy Commissioners (Anti-Dumping Notice No. 2017/10, available at: www.adcommission.gov.au refers).

¹³ Please refer to [ADN2016/30](http://www.adcommission.gov.au).

Provisional Measures

Pursuant to section 269TD, I will make a preliminary affirmative determination (PAD) provided I am satisfied that there appears to be sufficient grounds for the publication of a dumping or countervailing duty notice or there appears that there will be sufficient grounds for the publication of a dumping or countervailing duty notice subsequent to the importation of the goods into Australia. This can occur no earlier than day 60 of an investigation.

In accordance with section 269TD, the Commonwealth may apply provisional measures, including the taking of securities under section 42, in respect of interim dumping and/or countervailing duty that may become payable on the goods, where: a PAD has been made; and the Commissioner is satisfied that it is necessary to do so to prevent material injury to an Australian industry occurring while the investigation continues.

Where a PAD is not made 60 days after initiation of the investigation, the *Customs (Preliminary Affirmative Determinations) Direction 2015* (the PAD Direction) directs me to publish a status report providing reasons why a PAD was not made. The PAD Direction is available on the Federal Register of Legislation website at www.legislation.gov.au

Statement of Essential Facts

The dates specified in this notice for lodging submissions must be observed to enable me to report to the Minister within the legislative timeframe. In accordance with section 269TDAA of the Act, a SEF will be placed on the public record by **11 December 2024**, or by such later date as allowed in accordance with section 269ZHI.¹⁴ The SEF will set out the essential facts on which I propose to base my recommendations to the Minister. Interested parties are invited to lodge submissions in response to the SEF within 20 days of it being placed on the public record.

Submissions received in response to the SEF within 20 days of that statement being placed on the public record will be taken into account in completing the report and recommendations to the Minister. Pursuant to section 269TEA(4), I am not obliged to have regard to submissions received more than 20 days following publication of the SEF if to do so would, in my opinion, prevent the timely preparation of the report to the Minister.

Report to the Minister

Recommendations to the Minister will be made in a report on or before **30 January 2025** (or such later date as allowed under section 269ZHI) based on the examination of exportations of the goods to Australia during the investigation period, unless I terminate the investigation.

The Minister must make a declaration within 30 days after receiving the report, or such longer period as the Minister considers appropriate.

¹⁴ On 14 January 2017, certain powers and functions of the Minister under section 269ZHI were delegated to the Commissioner. Refer to ADN No 2017/10 for further information.

Anti-Dumping Review Panel

Certain persons will have the right to seek review with the Anti-Dumping Review Panel in accordance with Division 9 of Part XVB in relation to a decision by me to terminate the investigation or a decision of the Minister to publish or not to publish a dumping duty notice and countervailing duty notice after considering my report.

Interested Party List

Throughout the investigation, the commission will maintain an internal list of interested parties. Updates on the investigation will be sent to parties on this list. If you would like to be added to the interested party list, please email investigations@adcommission.gov.au

Anti-Dumping Commission Contact

Enquiries about this notice may be directed to the client services on telephone number [02 6213 6000](tel:0262136000) or investigations@adcommission.gov.au

Isolde Lueckenhausen
Acting Commissioner
Anti-Dumping Commission

28 August 2024