



FACT SHEET

Commerce Finds Dumping and Subsidization of Multilayered Wood Flooring from the People's Republic of China

- On October 12, the Department of Commerce (Commerce) announced its affirmative final determinations in the antidumping duty (AD) and countervailing duty (CVD) investigations of imports of multilayered wood flooring from the People's Republic of China (China).
- Dumping occurs when a foreign company sells a product in the United States at less than fair value. Subsidies are financial assistance from foreign governments that benefit the production, manufacture, or exportation of goods.
- Commerce determined that Chinese producers/exporters have sold multilayered wood flooring in the United States at dumping margins ranging from zero to 58.84 percent. Commerce also determined that Chinese producers/exporters have received countervailable subsidies between 0.33 (*de minimis*) and 26.73 percent *ad valorem*.
- In the AD investigation, mandatory respondent Zhejiang Yuhua Timber Co., Ltd. (Yuhua) received a dumping rate of zero percent. Mandatory respondent Zhejiang Layo Wood Industry Co., Ltd. (Layo) received a dumping rate of 3.98 percent. Mandatory respondent Samling Group received a dumping rate of 2.63 percent.
- Petitioner alleged targeted dumping on a regional- and customer-specific basis for all three mandatory respondents. Commerce found targeted dumping with respect to sales made by Layo and Samling Group.
- Seventy-four Chinese producers/exporters qualified for a separate rate of 3.31 percent. All other Chinese producers/exporters of multilayered wood flooring received a China-wide dumping rate of 58.84 percent.
- In the CVD investigation, mandatory respondent Fine Furniture (Shanghai) Ltd. (and its affiliates Great Wood (Tonghua) Ltd. and Fine Furniture Plantation (Shishou) Ltd.) received a net subsidy rate of 1.50 percent. Mandatory respondent Zhejiang Layo Wood Industry Co., Ltd. (and its affiliate Jiaxing Brilliant Import & Export Co., Ltd.) received a net subsidy rate of 0.33 percent (*de minimis*). Mandatory respondent Zhejiang Yuhua Timber Co., Ltd. received a net subsidy rate of 0.47 percent (*de minimis*).
- In addition, Commerce assigned 124 companies an adverse facts available (AFA) rate of 26.73 percent *ad valorem*, for failing to respond to requests for information.
- All other Chinese producers/exporters received a net subsidy rate of 1.50 percent *ad valorem*.
- As a result of the final AD determination, Commerce will instruct CBP to continue to collect cash deposits or bonds equal to the weighted-average dumping margins, adjusted for export subsidies found in the final determination of the companion CVD investigation. Cash deposits

of countervailing duties on imports of multilayered wood flooring will not be required unless the U.S. International Trade Commission (ITC) reaches a final determination that imports of multilayered wood flooring from China materially injure, or threaten material injury to, the domestic industry. This is due to the expiration of the maximum period for the collection of provisional measures in the CVD investigation.

- The petitioner for these investigations is: The Coalition for American Hardwood Parity, an *ad hoc* association of U.S. manufacturers of multilayered wood flooring, with the following member companies: Anderson Hardwood Floors, LLC (SC), Award Hardwood Floors (WI), From the Forest (WI), Howell Hardwood Flooring (AL), Mannington Mills, Inc. (NJ), Nydree Flooring (VA), and Shaw Industries Group, Inc. (GA).
- The merchandise covered by these investigations is multilayered wood flooring, composed of an assembly of two or more layers or plies of wood veneers in combination with a core. The core may be composed of hardwood or softwood veneer, particleboard, medium-density fiberboard, high density fiberboard, stone and/or plastic composite, or strips of lumber placed edge-to-edge. Multilayered wood flooring is typically manufactured with a “tongue-and-groove” construction. These products are generally used as the floor in residential or commercial building, as well as in schools, showrooms, gymnasiums and other constructions.
- Imports of the subject merchandise are provided for under the following categories of the Harmonized Tariff Schedule of the United States (HTSUS): 4412.31.0520; 4412.31.0540; 4412.31.0560; 4412.31.2510; 4412.31.2520; 4412.31.4040; 4412.31.4050; 4412.31.4060; 4412.31.4070; 4412.31.5125; 4412.31.5135; 4412.31.5155; 4412.31.5165; 4412.31.3175; 4412.31.6000; 4412.31.9100; 4412.32.0520; 4412.32.0540; 4412.32.0560; 4412.32.2510; 4412.32.2520; 4412.32.3125; 4412.32.3135; 4412.32.3155; 4412.32.3165; 4412.32.3175; 4412.32.3185; 4412.32.5600; 4412.39.1000; 4412.39.3000; 4412.39.4011; 4412.39.4012; 4412.39.4019; 4412.39.4031; 4412.39.4032; 4412.39.4039; 4412.39.4051; 4412.39.4052; 4412.39.4059; 4412.39.4061; 4412.39.4062; 4412.39.4069; 4412.39.5010; 4412.39.5030; 4412.39.5050; 4412.94.1030; 4412.94.1050; 4412.94.3105; 4412.94.3111; 4412.94.3121; 4412.94.3131; 4412.94.3141; 4412.94.3160; 4412.94.3171; 4412.94.4100; 4412.94.5100; 4412.94.6000; 4412.94.7000; 4412.94.8000; 4412.94.9000; 4412.94.9500; 4412.99.0600; 4412.99.1020; 4412.99.1030; 4412.99.1040; 4412.99.3110; 4412.99.3120; 4412.99.3130; 4412.99.3140; 4412.99.3150; 4412.99.3160; 4412.99.3170; 4412.99.4100; 4412.99.5100; 4412.99.5710; 4412.99.6000; 4412.99.7000; 4412.99.8000; 4412.99.9000; 4412.99.9500; 4418.71.2000; 4418.71.9000; 4418.72.2000; and 4418.72.9500. While HTSUS subheadings are provided for convenience and customs purposes, the written description of the scope in this proceeding is dispositive.
- From 2007 to 2009, imports of multilayered wood flooring from China increased 76 percent by quantity. In 2009 imports of multilayered wood flooring were valued at an estimated \$119.7 million.

NEXT STEPS

- The ITC is currently scheduled to issue its final injury determinations on or before November 22, 2011.

- If the ITC makes affirmative final determinations that imports of multilayered wood flooring from China materially injure, or threaten material injury to, the domestic industry, Commerce will issue AD and CVD orders.

FINAL DUMPING MARGINS:

| PRODUCER/EXPORTER | MARGIN |
|--|---------------|
| Zhejiang Yuhua Timber Co., Ltd. | 0.00% |
| Zhejiang Layo Wood Industry Co., Ltd. | 3.98% |
| The Samling Group | 2.63% |
| Separate Rate Companies (See Attached List) | 3.31% |
| China-wide | 58.84% |

FINAL SUBSIDY RATES:

| PRODUCER/EXPORTER | SUBSIDY RATE |
|--|---------------------------------|
| Fine Furniture (Shanghai) Ltd.; Great Wood (Tonghua) Ltd.; Fine Furniture Plantation (Shishou) Ltd. | 1.50% |
| Zhejiang Layo Wood Industry Co., Ltd.; Jiaxing Brilliant Import & Export Co., Ltd. | 0.33% <i>de minimis</i>* |
| Zhejiang Yuhua Timber Co., Ltd. | 0.47% <i>de minimis</i>* |
| AFA Rate (See Attached List) | 26.73% |
| All Others | 1.50% |

* *de minimis* = less than 1% for developed countries, less than 2% for developing countries.

CASE CALENDAR:

| EVENT | CVD INVESTIGATION | AD INVESTIGATION |
|--------------------------------------|--------------------------|--------------------------|
| Petition Filed | October 21, 2010 | October 21, 2010 |
| DOC Initiation Date | November 10, 2010 | November 10, 2010 |
| ITC Preliminary Determination | December 3, 2010 | December 3, 2010 |
| DOC Preliminary Determination | March 21, 2011 | May 19, 2011 |
| DOC Final Determination | October 11, 2011 | October 11, 2011 |
| ITC Final Determination | November 22, 2011 | November 22, 2011 |
| Issuance of Orders* | November 29, 2011 | November 29, 2011 |

* This will take place only in the event of final affirmative determinations by both Commerce and the ITC.

IMPORT STATISTICS:

| CHINA | 2007 | 2008 | 2009 |
|-------------------------------|-------------------|--------------------|--------------------|
| Quantity (square feet) | 40,398,000 | 89,032,000 | 71,182,000 |
| Value (US\$) | 73,000,000 | 148,000,000 | 119,700,000 |

Source: *Wood Flooring*, Catalina Report CR064 (December 2009, published by Catalina Research, Inc., Boca Raton, FL), at 64. See Volume I of the Petitions, at 16-23 and Exhibit I-9. U.S. Bureau of Census data was not used to gather this trade data due to changes to the HTS categories in 2009 that make the data less reliable for historical trend purposes. The value includes cost, insurance, and freight.

Attachment

Separate Rate Companies

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| MuDanJiang Bosen Wood Industry Co., Ltd. |
| Huzhou Chenghang Wood Co., Ltd. |
| Hangzhou Hanje Tec Co., Ltd. |
| Nakahiro Jyou Sei Furniture (Dalian) Co., Ltd. |
| Shenyang Haobainian Wooden Co., Ltd. |
| Dalian Dajen Wood Co., Ltd. |
| HaiLin LinJing Wooden Products, Ltd. |
| Dun Hua Sen Tai Wood Co., Ltd. |
| Dunhua Jisheng Wood Industry Co., Ltd. |
| Hunchun Forest Wolf Industry Co., Ltd. |
| Guangzhou Panyu Southern Star Co., Ltd. |
| Nanjing Minglin Wooden Industry Co., Ltd. |
| Zhejiang Fudeli Timber Industry Co., Ltd. |
| Suzhou Dongda Wood Co., Ltd. |
| Guangzhou Pan Yu Kang Da Board Co., Ltd. |
| Kornbest Enterprises Ltd. |
| Metropolitan Hardwood Floors, Inc. |
| Zhejiang Longsen Lumbering Co., Ltd. |
| Xinyuan Wooden Industry Co., Ltd. |
| Dasso Industrial Group Co., Ltd. |
| Hong Kong Easoon Wood Technology Co., Ltd. |

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| Armstrong Wood Products Kunshan Co., Ltd. |
| Baishan Huafeng Wooden Product Co., Ltd. |
| Changbai Mountain Development and Protection Zone Hongtu Wood Industry Co., Ltd. |
| Changzhou Hawd Flooring Co., Ltd. |
| Dalian Jiuyuan Wood Industry Co., Ltd. |
| Dalian Penghong Floor Products Co., Ltd. |
| Dongtai Fuan Universal Dynamics LLC |
| Dunhua City Dexin Wood Industry Co., Ltd. |
| Dunhua City Hongyuan Wood Industry Co., Ltd. |
| Dunhua City Jisen Wood Industry Co., Ltd. |
| Dunhua City Wanrong Wood Industry Co., Ltd. |
| Fusong Jinlong Wooden Group Co., Ltd. |
| Fusong Qianqiu Wooden Product Co., Ltd. |
| GTP International |
| Guangdong Yihua Timber Industry Co., Ltd. |
| HaiLin LinJing Wooden Products, Ltd. |
| Huzhou Fulinmen Imp & Exp. Co., Ltd. |
| Huzhou Fuma Wood Bus. Co., Ltd. |
| Jiafeng Wood (Suzhou) Co., Ltd. |
| Jiashan Hui Jia Le Decoration Material Co., Ltd. |
| Jilin Forest Industry Jinqiao Flooring Group Co., Ltd. |
| Karly Wood Product Limited |
| Kunshan Yingyi-Nature Wood Industry Co., Ltd. |
| Puli Trading Limited |

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| Shanghai Eswell Timber Co. Ltd. |
| Shanghai Lairunde Wood Co., Ltd. |
| Shanghai New Sihe Wood Co., Ltd. |
| Shanghai Shenlin Corporation |
| Shenzhenshi Huanwei Woods Co., Ltd. |
| Tak Wah Building Material (Suzhou) Co., Ltd. |
| Tech Wood International Ltd. |
| Xiamen Yung De Ornament Co., Ltd. |
| Xuzhou Shenghe Wood Co., Ltd. |
| Yixing Lion-King Timber Industry Co., Ltd. |
| Jiangsu Simba Flooring Industry Co., Ltd. |
| Zhejiang Biyork Wood Co., Ltd. |
| Zhejiang Dadongwu GreenHome Wood Co., Ltd. |
| Zhejiang Desheng Wood Industry Co., Ltd. |
| Zhejiang Shiyou Timber Co., Ltd. |
| Zhejiang Tianzhen Bamboo & Wood Development Co., Ltd. |
| Chinafloors Timber (China) Co. Ltd. |
| Shanghai Lizhong Wood Products Co., Ltd., also known as The Lizhong Wood Industry Limited Company of Shanghai |
| Fine Furniture (Shanghai) Limited |
| Huzhou Sunergy World Trade Co. Ltd. |
| Huzhou Jesonwood Co., Ltd. |
| A&W (Shanghai) Woods Co., Ltd. |
| Fu Lik Timber (HK) Company Limited |
| Yekalon Industry, Inc./Sennorwell International Group (Hong Kong) Limited |

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| Kemian Wood Industry (Kunshan) Co., Ltd. |
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| Dalian Kemian Wood Industry Co., Ltd. |
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| Dalian Huilong Wooden Products Co., Ltd. |
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| Jiangsu Senmao Bamboo and Wood Industry Co., Ltd. |
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| Jiaxing Brilliant Import & Export Co., Ltd. |
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Attachment

List of AFA Rate Companies

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| 9 Miles Oak Flooring (China) |
| Anhui HUPO Wood Industry Co., Ltd. |
| Anji Tianpeng Bamboo & Wooden Floor Co., Ltd. |
| Anlian Wood Co., Ltd. |
| Beijing Forever Strong Construction & Decoration Material Co., Ltd. |
| Beijing New Building Material (Group) Co., Ltd. |
| Beijing W.A Wood Co., Ltd. |
| Cairun Floor Building Material Co., Ltd. |
| Changchun Zhongyi Wood Co., Ltd. |
| Changzhou Credit International Trade Co., Ltd. |
| Changzhou Green Spot Wood Industry Co., Ltd. |
| Changzhou Jiahao Wood Trade Co., Ltd. |
| Changzhou Leili Wood Industry Co., Ltd. |
| Changzhou OPLS Decoration Materials Co., Ltd. |
| Chaohu Great Mainland Flooring Co., Ltd. |
| Chaohu Vgreen Timber Co., Ltd. |
| China Xuzhou Tengmao Wood Co., Ltd. |
| Chuangfu Wood Flooring Cld., Co. |
| Complete Flooring Supply Corporation |
| Dalian Brilliant Future International Trade Co., Ltd. |
| Dalian Hongjia Imp. & Exp. Co., Ltd. |
| Dalian Luming Group |

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| Dalian Maruni Wood Works Co., Ltd. |
| Dalian Ontime International Trade Co. |
| Dalian Taiyangshi International Trading Co., Ltd. |
| Dalian Turuss Wood Industry Co., Ltd. |
| Dongguan Forest Century Wooden Co., Ltd. |
| Elegant Living Corporation |
| Foshan Linguan Wood Products Co., Ltd. |
| Foshan Pengbang Wood Manufacturer Co., Ltd. |
| Foshan Shunde Hechengchuangzhan Wood Co., Ltd. |
| Foshan Tocho Timber Co., Ltd. |
| Fujian Jianou Huayu Bamboo Industry Co., Ltd. |
| Fuzhou Floors China Co., Ltd. |
| Gao'an City Kangli Bamboo And Wooden Products Co., Ltd. |
| Giant Flooring |
| Glassical Industrial Limited |
| Great Forest Wood Limited |
| Green Elf Flooring (also dba Hong Ding Lumber Co.) |
| Guangdong Guangyang Hi-Tech Industry Co., Ltd. |
| Guangdong Yingran Wood Industry |
| Guangzhou Fnen Wood Flooring |
| Guangzhou Homewell Trade Co., Ltd. |
| Guangzhou Quanfeng Wood Industry Co., Ltd. |
| Handan Global Wood Limited |
| Hangzhou Dazhuang Floor Co. |

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| Hangzhou Fuyang Zhongjian Wood Industry Co., Ltd. |
| Hangzhou Kingdom Imp & Exp Trading Corp., Ltd. |
| Hangzhou Singular Group Co., Ltd. |
| Hangzhou Tianlin Industrial Co., Ltd. |
| Heze Lv Sen Wood Co., Ltd. |
| Homewell (Xiamen) Industry Co., Ltd. |
| Huidong Weikang Rubber & Plastic Products Co., Ltd. |
| HU'Made Group |
| Huzhou Boge Import And Export Co., Ltd. |
| Huzhou Jinjie Industrial Co., Ltd. |
| Huzhou Natural Forest Flooring Co., Ltd. |
| Huzhou Tianlong Wood Co., Ltd. |
| Huzhou Top Wood Co., Ltd. |
| Huzhou Yaxin Arts & Crafts Co., Ltd. |
| Jiangmen Xinhui Yinhu Woodwork Co., Ltd. |
| Jiangsu Happy Wood Industrial Group Co., Ltd. |
| Jiangsu Horizon Trade Co., Ltd. |
| Jiangsu Kentier Wood Co., Ltd. |
| Jiangsu Nanyang Wood Co., Ltd. |
| Jiangsu Wanli Wooden Co., Ltd. |
| Jiangxi Kangtilong Bamboo Products Co., Ltd. |
| Jiashan Greenland International Trading Co., Ltd. |
| Jiashan Huayu Lumber Co., Ltd. |
| Jiashan Longsen Lumbering Co., Ltd. |

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| Jiashan On-Line Lumber Co., Ltd. |
| Jiaxing Hengtong Wood Co., Ltd. |
| Jilin Newco Wood Industries Co., Ltd. |
| Jining Sensen Wood Industry Co., Ltd. |
| Jining Sunny Wood Co., Ltd. |
| Kingswood Timber |
| Kornbest Enterprises Ltd. |
| Lianyungang Shuntian Timber Co., Ltd. |
| Longeron I&E Co., Ltd. |
| Lord Parquet Industry Co., Limited. |
| Lyowood Industrial Co., Ltd. |
| MacDouglas Wood Flooring (Suzhou) Co., Ltd. |
| Nanjing Dimac Wood Industry Co., Ltd. |
| Qiaosen Wood Flooring Industry Company |
| Qichuang Wood Industrial Co., Ltd. |
| Qingdao Fuguichao Wood Co., Ltd. |
| Quanfa Woodwork (Shenzhen) Co., Ltd. |
| Shandong Fuma Commerce & Trade Co., Ltd. |
| Shandong Yuncheng Jinyang Wood Industry Co., Ltd. |
| Shanghai Chunna Industrial Co., Ltd. |
| Shanghai Eswell Enterprise Co., Ltd. |
| Shanghai Feihong Wood Products Co. |
| Shanghai Guangri Flooring Co., Ltd. |
| Shanghai Pinsheng Wood Industry Co., Ltd. |

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| Shanghai Pujiang United Wood Co., Ltd. |
| Shanghai Yiming Wooden Industry Co., Ltd |
| Shenyang Bask Industry Co., Ltd. |
| Shenzhen JianYuanXin Trade Co., Ltd. |
| Shuanghai Shuai Yuan Wood Industry Co., Ltd. |
| Sterling Pacific Wood Products Co., Ltd. |
| Suifenhe Sanmulin Economic and Trade Co., Ltd. |
| Suzhou Duolun Wood Industry Co., Ltd. |
| Tengmao Wood Co., Ltd. |
| Tianjin Zeyuan Wood Industry Co., Ltd. |
| Twowins Bamboo & Wood Products Co., Ltd. |
| Weifang Jiayuan Imp & Exp Co., Ltd. |
| Wenzhou Timber Group Company |
| Wuhan Nanhong Materials & Goods Fitting Co., Ltd. |
| Wuxi Haisen Decorates Material Co., Ltd. |
| Xiamen Homeshining Industry Co., Ltd. |
| Xuzhou Fuxiang Wood Co., Ltd. |
| Xuzhou Huanqiu Import & Export Trade Co., Ltd. |
| Xuzhou Tengmao Wood Co., Ltd. |
| Xuzhou Yijia Manufacture Co., Ltd. |
| Xuzhou Yijia Wood Manufacture Co., Ltd. |
| Yinlong Wood Products Co., Ltd. |
| Ys Nature International Trading Co., Ltd. |
| Zhejiang Assun Wood Co., Ltd. |

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| Zhejiang Gaopai Wood Co., Ltd. |
| Zhejiang Huayue Wooden Products Co., Ltd. |
| Zhejiang Yongji Wooden Co., Ltd. |
| Zhejiang Yongyu Bamboo Development |
| Zhongshan New Oasis Wood Industry Co., Ltd. |
| Zhongyi Bamboo Industrial Co., Ltd. Fujian |