



## FACT SHEET

### **Commerce Finds Dumping and Subsidization of Certain Kitchen Appliance Shelving and Racks from the People's Republic of China**

- On July 21, the Department of Commerce (Commerce) announced its affirmative final determinations in the antidumping duty and countervailing duty investigations on imports of certain kitchen appliance shelving and racks 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 certain kitchen appliance shelving and racks in the United States at 44.77 to 95.99 percent less than normal value.
- Mandatory respondents New King Shan (Zhu Hai) Co., Ltd. and Guangdong Wireking Housewares & Hardware Co., Ltd. received dumping rates of 44.77 and 95.99 percent, respectively.
- Three Chinese exporters qualified for a separate rate of 44.77 percent. All other exporters will receive the China-wide rate of 95.99 percent.
- In addition, Commerce determined that Chinese producers/exporters have received net countervailable subsidies ranging from 13.30 to 170.82 percent.
- Mandatory respondent, Guangdong Wireking Housewares and Hardware Co., Ltd., received a net subsidy rate of 13.30 percent. Mandatory respondent Asber Enterprise Co., Ltd., failed to cooperate in the investigation and therefore received a net subsidy rate of 170.82 percent based on adverse facts available, which includes programs based on geographical location.
- The following companies did not respond to Commerce's request for information and therefore received a net subsidy rate of 149.91 percent based on adverse facts available: Changzhou Yixiong Metal Products Co., Ltd.; Foshan Winleader Metal Products Co., Ltd.; Kingsun Enterprises Group Co, Ltd.; Yuyao Hanjun Metal Work Co./Yuyao Hanjun Metal Products Co., Ltd.; and Zhongshan Iwatani Co., Ltd.
- As a result of these determinations, Commerce will instruct U.S. Customs and Border Protection (CBP) to collect a cash deposit or bond based on these final rates, adjusted for export subsidies found in the final determination of the companion countervailing duty investigation. Therefore, Commerce will instruct CBP to collect an antidumping duty cash deposit rate of 43.60 percent for New King Shan (Zhu Hai) Co., Ltd. and all separate rate entities.

- The petitioners for these investigations are Nashville Wire Products Inc. (TN), SSW Holding Company, Inc. (KY), United Steel, Paper and Forestry, Rubber Manufacturing, Energy, Allied-Industrial and Service Workers International Union, and the International Association of Machinists & Aerospace Workers, District Lodge 6 (Clinton, IA).
- The merchandise covered by these investigations is shelving and racks for refrigerators, freezers, combined refrigerator-freezers, other refrigerating or freezing equipment, cooking stoves, ranges, and ovens. The subject merchandise may be coated or uncoated and may be formed and/or welded. Shelving and racks are used by original equipment manufacturers of residential and recreational vehicle refrigerators, freezers, and refrigerators/freezers. Excluded from the scope of these investigations is shelving in which the support surface is glass.
- The merchandise subject to these investigations is currently classifiable under the subheadings 8418.99.8050, 8418.99.80.60, 7321.90.5000, and 8516.90.8000 of the Harmonized Tariff Schedule of the United States (HTSUS). While HTSUS subheadings are provided for convenience and customs purposes, Commerce's written description governs the scope of these investigations.
- From 2006 to 2008, imports of kitchen appliance shelving and racks from China increased by 43.26 percent in value and, in 2008, amounted to an estimated \$261 million. The HTSUS subheadings for these investigations are basket categories, covering not only subject merchandise, but also other kitchen appliance parts.

## **NEXT STEPS**

- The U.S. International Trade Commission (ITC) is currently scheduled to issue its final injury determination on or about September 2.
- If the ITC makes an affirmative final injury determination, that imports of certain kitchen appliance and shelving from China materially injure, or threaten material injury to, the domestic industry, Commerce will issue an antidumping duty dumping order.

**FINAL DUMPING RATES:**

<b>PRODUCER/EXPORTER</b>	<b>MARGIN</b>	<b>CASH DEPOSIT</b>
<b>Guangdong Wireking Housewares &amp; Hardware Co., Ltd. (a/k/a Foshan Shunde Wireking Housewares &amp; Hardware Co., Ltd.)</b>	<b>95.99%</b>	<b>95.99%</b>
<b>New King Shan (Zhu Hai) Co., Ltd.</b>	<b>44.77%</b>	<b>43.60%*</b>
<b>SEPARATE RATE RESPONDENTS</b>		
<b>Marmon Retail Services Asia/ Leader Metal Industry Co., Ltd. (a/k/a Marmon Retail Services Asia)</b>	<b>44.77%</b>	<b>43.60%*</b>
<b>Hangzhou Dunli Import &amp; Export Co., Ltd.</b>	<b>44.77%</b>	<b>43.60%*</b>
<b>Jiangsu Weixi Group Co.</b>	<b>44.77%</b>	<b>43.60%*</b>
<b>China-Wide</b>	<b>95.99%</b>	<b>95.99%</b>

\*Margin rate minus the subsidy rate of 1.1 percent

**FINAL SUBSIDY RATES:**

<b>PRODUCER/EXPORTER</b>	<b>SUBSIDY RATE</b>
<b>Guangdong Wireking Housewares and Hardware Co., Ltd.</b>	<b>13.30%</b>
<b>Asber Enterprise Co., Ltd.</b>	<b>170.82%</b>
<b>Changzhou Yixiong Metal Products Co., Ltd.</b>	<b>149.91%</b>
<b>Foshan Winleader Metal Products Co., Ltd.</b>	<b>149.91%</b>
<b>Kingsun Enterprises Group Co, Ltd.</b>	<b>149.91%</b>
<b>Yuyao Hanjun Metal Work Co./ Yuyao Hanjun Metal Products Co., Ltd.</b>	<b>149.91%</b>
<b>Zhongshan Iwatani Co., Ltd.</b>	<b>149.91%</b>
<b>All Others</b>	<b>13.30%</b>

**CASE CALENDAR:**

<b>EVENT</b>	<b>CVD INVESTIGATION</b>	<b>AD INVESTIGATION</b>
<b>Petitions Filed</b>	<b>July 31, 2008</b>	<b>July 31, 2008</b>
<b>DOC Initiation Date</b>	<b>August 20, 2008</b>	<b>August 20, 2008</b>
<b>ITC Preliminary Determination</b>	<b>September 15, 2008</b>	<b>September 15, 2008</b>
<b>DOC Preliminary Determinations</b>	<b>December 22, 2008</b>	<b>February 26, 2009</b>
<b>DOC Final Determinations</b>	<b>July 20, 2009</b>	<b>July 20, 2009</b>
<b>ITC Final Determination*</b>	<b>September 2, 2009</b>	<b>September 2, 2009</b>
<b>Issuance of Orders**</b>	<b>September 9, 2009</b>	<b>September 9, 2009</b>

\* This will take place only in the event of a final affirmative determination by the Department of Commerce.

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

**IMPORT STATISTICS:**

<b>CHINA</b>	<b>2006</b>	<b>2007</b>	<b>2008</b>
<b>Value (USD)</b>	<b>\$ 182,192,178</b>	<b>\$ 240,856,056</b>	<b>\$ 261,015,474</b>

Source: U.S. International Trade Commission, Dataweb (HTSUS 8418.99.8050, 8418.99.80.60, 7321.90.5000, and 8516.90.8000). These HTSUS subheadings are basket categories, covering not only subject merchandise, but also other kitchen appliance parts.