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Page: 1/7

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**UNITED STATES – CONTINUED DUMPING AND
SUBSIDY OFFSET ACT OF 2000**

COMMUNICATION FROM THE EUROPEAN UNION

The following communication, dated 22 May 2013, from the delegation of the European Union to the Chairperson of the Dispute Settlement Body, is circulated at the request of that delegation.

On 26 November 2004, the Dispute Settlement Body ("DSB") granted authorization to the European Union to suspend concessions and related obligations under the General Agreement on Tariff and Trade 1994 ("GATT 1994") in accordance with the decision of the Arbitrator in *United States - Continued Dumping and Subsidies Offset Act of 2000*. The authorization was made pursuant to the European Union request (WT/DS217/39) made under Article 22.7 of the Understanding on Rules and Procedures Governing the Settlement of Disputes ("DSU"). In that request, the European Union undertook to notify the DSB every year the list of products on which the additional import duty would apply, prior to the entry into force of a level of suspension of concessions.

On 29 April 2005, the European Union notified the DSB that it was suspending, as of 1 May 2005, the application of concessions and related obligations under GATT 1994 on imports of certain products originating in the United States of America (WT/DS217/47). The list of products subject to this suspension of concessions was modified on 1 May 2006 (WT/DS217/49), on 1 May 2007 (WT/DS217/51), on 1 May 2008 (WT/DS217/53), on 1 May 2009 (WT/DS217/55), on 1 May 2010 (WT/DS 217/57), on 1 May 2011 (WT/DS217/59) and on 1 May 2012 (WT/DS217/61). The relevant European Commission Implementing Regulation (EU) No 349/2013 of 17 April 2013 (attached with Corrigendum of 26 April 2013) modifies the list of products subject to retaliation. Additionally, the rate of additional duty to which those products are subjected increases to 26% in order to adjust to the level of retaliation.

The updated list is attached. The suspension, which applies as from 1 May 2012, covers, over one year, a total value of trade that does not exceed USD 60 774 402.

USD 60 774 402 is the European Union's current level of authorization established through arbitration under Article 22.6 of the DSU. It represents 72 per cent of 84 408 891 USD collected from the European Union's exports and disbursed to US companies in the distribution under the *Continued Dumping and Subsidy Offset Act of 2000* for the most recent year for which data are available. The amount of relevant disbursements was identified using the [CDSOA Annual Report](#)

for Fiscal Year 2012, published by US Customs and Border Protection¹, as well as updates of such reports for previous years².

The European Union kindly requests that the Secretariat circulate this notification to the Members of the DSB.

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http://www.cbp.gov/linkhandler/cgov/trade/priority_trade/add_cvd/cont_dump/cdsoa_fy12/fy12_annual_reports/section1.ctt/section1.pdf

² Updated FY 2006 Annual Disbursement Report as of June 2012
(http://www.cbp.gov/linkhandler/cgov/trade/priority_trade/add_cvd/cont_dump/cdsoa_06/fy_06_report/ann_disbursement_report.ctt/ann_disbursement_report.pdf) ;

Updated FY 2007 Annual Disbursement Report as of June 2012
(http://www.cbp.gov/linkhandler/cgov/trade/priority_trade/add_cvd/cont_dump/cdsoa_07/fy2007_annual_rpt/2007_updated_disb.ctt/2007_updated_disb.pdf) ;

Updated FY 2008 Annual Disbursement Report as of June 2012
(http://www.cbp.gov/linkhandler/cgov/trade/priority_trade/add_cvd/cont_dump/cdsoa_08/fy08_annual_rep/2008_updated_disb.ctt/2008_updated_disb.pdf) ;

Updated FY 2009 Annual Disbursement Report as of June 2012
(http://www.cbp.gov/linkhandler/cgov/trade/priority_trade/add_cvd/cont_dump/cdsoa_09/report/fy09_adr_j12.ctt/fy09_adr_j12.pdf) ;

Updated FY 2010 Annual Disbursement Report as of June 2012
(http://www.cbp.gov/linkhandler/cgov/trade/priority_trade/add_cvd/cont_dump/cdsoa_10/annual_report/2010_updated_disb.ctt/2010_updated_disb.pdf) ;

**Products that would be subject to a 26% additional import duty
as from 1 May 2013**

The products on which the 26% additional import duty would apply are those classified under the listed eight-digit CN codes, as provided in annex I to Council Regulation (EEC) No. 2658/87 on the tariff and statistical nomenclature and on the Common Customs Tariff as replaced by Commission Regulation (EC) No 1810/2004 (OJ L 327, 30.10.2004, p. 1) as amended by Commission Regulation (EC) No 493/2005 (OJ L 82, 31.3.2005, p. 1). The product descriptions hereunder are given for information purpose only.

Subject to the 26% additional import duty since 1 May 2013	CN codes	Description of products
	0710 40 00	Sweet corn, uncooked or cooked by steaming or by boiling in water, frozen
	9003 19 30	Frames and mountings for spectacles, goggles or the like, of base metal
	8705 10 00	Crane lorries (excl. breakdown lorries)
	6204 62 31	Women or girls' cotton denim trousers and breeches

COMMISSION IMPLEMENTING REGULATION (EU) No 349/2013

of 17 April 2013

amending the rate of additional duty for products listed in Annex I to Council Regulation (EC) No 673/2005 establishing additional customs duties on imports of certain products originating in the United States of America

THE EUROPEAN COMMISSION,

Having regard to the Treaty on the Functioning of the European Union,

Having regard to Council Regulation (EC) No 673/2005 of 25 April 2005 establishing additional customs duties on imports of certain products originating in the United States of America ⁽¹⁾, and in particular Article 3 thereof,

Whereas:

- (1) As a result of the United States' failure to bring the Continued Dumping and Subsidy Offset Act (CDSOA) in compliance with its obligations under the WTO agreements, Regulation (EC) No 673/2005 imposed a 15 % *ad valorem* additional customs duty on imports of certain products originating in the United States as from 1 May 2005. In conformity with the WTO authorisation to suspend the application of concessions to the United States, the Commission is to adjust the level of suspension annually to the level of nullification or impairment caused by the CDSOA to the European Union at that time.
- (2) The CDSOA disbursements for the most recent year for which data are available relate to the distribution of anti-dumping and countervailing duties collected during the Fiscal Year 2012 (1 October 2011 - 30 September 2012) as well as to the CDSOA additional 2012 distribution of anti-dumping and countervailing duties held during Fiscal Years 2006, 2007, 2008, 2009 and 2010, respectively. On the basis of the data published by the United States' Customs and Border Protection, the level of nullification or impairment caused to the Union is calculated at USD 60 774 402.
- (3) Since the level of nullification or impairment and consequently of suspension has increased, the last product of the list in Annex II to Regulation (EC) No 673/2005 should be added to the list set out in Annex I to Regulation (EC) No 673/2005. However, the level of suspension cannot be adjusted to the level of nullification or impairment by adding or removing products from the list in Annex I to Regulation (EC) No 673/2005. As a consequence, in accordance with Article 3(1)(e) of that Regulation, the Commission should amend the rate of the additional duty in order to adjust the level of suspension to the level of nullification or impairment. The four products listed in Annex I should therefore be maintained on the list and the rate of additional import duty should be amended and set at 26 %.

- (4) The effect of a 26 % *ad valorem* additional import duty on imports from the United States of the products in Annex I represents, over one year, a value of trade that does not exceed USD 60 774 402.

- (5) Article 6(1) and (2) of Regulation (EC) No 673/2005 contain specific exemptions from the additional import duty. Since the applicability of those exemptions is dependent on certain conditions being met before the entry into force or on the date of application of Regulation (EC) No 673/2005, the exemptions cannot in practice apply for imports of the new product added by this Regulation to the list in Annex I. Specific provisions should therefore be adopted to make these exemptions effective for imports of that product.

- (6) To avoid circumvention of the additional duty, this Implementing Regulation should enter into force on the day of its publication.

- (7) The measures provided for in this Implementing Regulation are in accordance with the opinion delivered by the Committee on Trade Retaliation,

HAS ADOPTED THIS REGULATION:

Article 1

Annex I to Regulation (EC) No 673/2005 is replaced by Annex I to this Regulation.

Article 2

Annex II to Regulation (EC) No 673/2005 is replaced by Annex II to this Regulation.

Article 3

An *ad valorem* duty of 26 % additional to the customs duty shall be imposed on the products originating in the United States of America listed in Annex I to Regulation (EC) No 673/2005.

Article 4

1. Products for which an import licence with an exemption from, or a reduction of duty, was issued before the date of entry into force of this Regulation shall not be subject to the additional duty provided they are classified under one of the following CN codes ⁽²⁾: 6204 62 31.

⁽¹⁾ OJ L 110, 30.4.2005, p. 1.

⁽²⁾ The description of products classified under these codes can be found in Annex I to Council Regulation (EEC) No 2658/87 (OJ L 256, 7.9.1987, p. 1), as replaced by Commission Regulation (EC) 1810/2004 (OJ L 327, 30.10.2004, p. 1), as amended by Regulation (EC) No 493/2005 (OJ L 82, 31.3.2005, p. 1).

18.4.2013

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Official Journal of the European Union

L 108/7

2. Products for which it can be demonstrated that they are already en route to the European Union or in temporary storage or in a free zone or free warehouse or under a suspensive procedure within the meaning of Article 84(1)(a) of Council Regulation (EEC) No 2913/92 of 12 October 1992 establishing the Community Customs Code ⁽¹⁾ on the date of application of this Regulation, and whose destination cannot be changed, shall not be subject to the additional duty provided they are classified under one of the following CN codes: 6204 62 31.

Article 5

This Regulation shall enter into force on the day of its publication in the *Official Journal of the European Union*.

It shall apply from 1 May 2013.

This Regulation shall be binding in its entirety and directly applicable in all Member States.

Done at Brussels, 17 April 2013.

For the Commission

The President

José Manuel BARROSO

⁽¹⁾ OJ L 302, 19.10.1992, p. 1.

ANNEX I

The products on which additional duties are to apply are identified by their eight-digit CN codes. The description of products classified under these codes can be found in Annex I to Regulation (EEC) No 2658/87.

0710 40 00

9003 19 30

8705 10 00

6204 62 31

ANNEX II

The products in this Annex are identified by their eight-digit CN codes. The description of products classified under these codes can be found in Annex I to Regulation (EEC) No 2658/87.

CORRIGENDA

Corrigendum to Commission Implementing Regulation (EU) No 349/2013 of 17 April 2013 amending the rate of additional duty for products listed in Annex I to Council Regulation (EC) No 673/2005 establishing additional customs duties on imports of certain products originating in the United States of America

(Official Journal of the European Union L 108 of 18 April 2013)

On page 8, Annex I should read as follows:

‘ANNEX I

The products on which additional duties are to apply are identified by their eight-digit CN codes. The description of products classified under these codes can be found in Annex I to Council Regulation (EEC) No 2658/87 of 23 July 1987 on the tariff and statistical nomenclature and on the Common Customs Tariff ⁽¹⁾ as replaced by Commission Regulation (EC) No 1810/2004 ⁽²⁾ as amended by Regulation (EC) No 493/2005 ⁽³⁾.

0710 40 00

9003 19 30

8705 10 00

6204 62 31

⁽¹⁾ OJ L 256, 7.9.1987, p. 1.

⁽²⁾ OJ L 327, 30.10.2004, p. 1.

⁽³⁾ OJ L 82, 31.3.2005, p. 1.’
