GOVERNMENT OF INDIA MINISTRY OF COMMERCE & INDUSTRY (DEPARTMENT OF COMMERCE)

LOK SABHA UNSTARRED QUESTION NO. 4042 TO BE ANSWERED ON 27th MARCH, 2017

ISSUE OF STEEL IMPORTS AT WTO

4042. DR. GOKARAJU GANGA RAJU: SHRI K. ASHOK KUMAR:

Will the Minister of COMMERCE & INDUSTRY (वाणिज्य एवं उद्योग मंत्री) be

pleased to state:

- (a) whether Japan and some other countries have dragged India to the World Trade Organisation (WTO) against certain measures taken by the Government on imports of iron and steel products;
- (b) if so, the details thereof;
- (c) whether India has conveyed the reasons to the WTO for these measures including imposition of minimum import price on steel products and its willingness to discuss the issue further;
- (d) if so, the details thereof along with the reaction of the WTO thereto; and
- (e) the steps taken/being taken by the Government to mitigate the trade tensions between India and Japan?

ANSWER

वाणिज्य एवं उद्योग राज्य मंत्री (श्रीमती निर्मला सीतारमण) (स्वतंत्र प्रभार)

THE MINISTER OF STATE IN THE MINISTRY OF COMMERCE AND INDUSTRY (INDEPENDENT CHARGE) (SMT. NIRMALA SITHARAMAN)

- (a) & (b): Japan has requested the WTO Dispute Settlement Body (DSB) for establishment of the Panel in the WTO Dispute DS518 (India – Certain Measures on Imports of Iron and Steel Products) alleging that India's Safeguard Measures on certain iron & steel products are inconsistent with the WTO obligations.
- (c) to (e): When the matter was raised by certain Members in the WTO Council for Trade in Goods (CTG), India conveyed that the measures including Minimum Import Price were taken in order to address concerns of the domestic industry on unprecedented surge in imports of steel products due to unfair international business practices such as predatory pricing in the steel sector. Further, India and Japan held bilateral consultations in February 2017 wherein India explained that exceptional circumstances in the steel sector necessitated India to take these measures which are WTO compatible.
