

**LOK SABHA**  
**UNSTARRED QUESTION NO.153**  
**FOR ANSWER ON 25/04/2016**

**IMPOSITION OF DUTY ON STEEL IMPORTS BY USA**

153. DR. SUNIL BALIRAM GAIKWAD:  
SHRI SUDHEER GUPTA:  
KUNWAR HARIBANSH:  
SHRI GAJANAN KIRTIKAR:  
SHRI BIDYUT BARAN MAHATO:  
DR. J. JAYAVARDHAN:  
SHRI S.R. VIJAYAKUMAR:

Will the Minister of STEEL be pleased to state:

- (a) whether the United States of America (USA) has imposed hefty duty on imports of Steel from India and other six countries recently;
- (b) if so, the details thereof and the reasons therefor;
- (c) whether the government has taken up the matter with the USA Government;
- (d) if so, the details thereof and the response of the USA Government thereto; and
- (e) the steps taken/being taken by the Government to protect the interest of country's Steel industries?

**ANSWER**

THE MINISTER OF STATE IN THE MINISTRY OF STEEL AND MINES (SHRI VISHNU DEO SAI)

(a)to(d): Yes, Madam. The United States of America (USA) has imposed provisional countervailing duty on the imports of steel products viz., Corrosion Resistant Steel (2.85% to 7.71%) and Cold Rolled Steel (4.45%) on the basis of their preliminary determination. The Government of India has taken up the matter with United States Department of Commerce (USDOC) as per WTO provisions and schedule of the CVD Investigation. USDOC would finalise its comments in its final determination and disclosure statement.

- (e) In order to protect the interests of country's steel industry, the Government has taken the following steps:
  - (i) To ensure that only quality steel is produced or imported, Government has notified Steel & Steel Products (Quality Control) Orders, 2012 dated 12.03.2012 and Steel & Steel Products (Quality Control) Orders, 2015 dated 15.12.2015.

- (ii) To increase availability of Coal and Iron ore for the domestic steel industry:-
  - (a) Notified the Coal Mines (Special Provisions) Amendment Act, 2015 on 30.03.2015 to streamline coal block allocations.
  - (b) Notified the Mines and Minerals (Development and Regulation) Amendment Act, 2015 on 27.03.2015 to streamline grant of Mining Leases.
- (iii) The Union Budget 2015-16 had raised peak rate of basic customs duty on both flat and non-flat steel to 15% from 10%.
- (iv) Hiked import duty on ingots & billets, alloy steel (flat & long), stainless steel (long) and non-alloy long products from 5 % to 7.5% and non-alloy and other alloy flat products from 7.5% to 10%. This was further revised in August, 2015 on flat steel from 10% to 12.5%, long steel from 7.5% to 10% and semi-finished steel from 7.5% to 10%.
- (v) In November 2014, the import of rebars was ensured strictly as per Steel Product Quality Control Order 2012, to block influx of cheap imports of boron added rebars.
- (vi) In June, 2015, an Anti-Dumping Duty for five years on imports of certain variety of hot-rolled flat products of stainless steel from China (\$ 309 per tonne), Korea (\$ 180 per tonne) and Malaysia (\$ 316 per tonne).
- (vii) Imposed, Safeguard Duty of 20% in March 2016 on hot-rolled flat products of non-alloy and other alloy steel, in coils of width of 600 mm or more.
- (viii) Imposed, vide its notification dated 05.02.2016, the Minimum Import Price (MIP) condition on 173 steel products. Imports of items covered under this notification will not be allowed into the country below the notified price.
- (ix) For reducing the stress in steel sector, RBI has extended 5:25 scheme in July 2015, whereby longer amortization period for loans to projects in infrastructure and core industries sectors, say 25 years, based on the economic life or concession period of the project, with periodic re-financing, say every 5 years, is allowed.

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