

Brazil initiates sunset review on imports of sodium acid pyrophosphate (SAPP) from Canada, China and United States

On August 15, 2019, Brazil’s Secretariat of Foreign Trade (“SECEX”) of the Ministry of Economics published Notice No. 48, initiating the sunset review of the duties applied on imports of sodium acid pyrophosphate (SAPP) originating in China, Canada and United States. The product is commonly classified under item 2835.39.20 of the Mercosur Common Nomenclature – NCM (HS based). The petitioner is ICL Brasil Ltda.

The product under investigation was defined as sodium acid pyrophosphate (SAPP), to be used in food, exported from China, Canada or United States to Brazil.

For purposes of initiating the investigation, the Brazilian authority has calculated the following normal values, using Canada and China's data to construct the normal value:

Country	Normal value (US\$/ton)
China	2,493.12
Canada	1,988.12
United States	3,615.54

The authority decided to keep the probability of recurrence of dumping as confidential. The dumping margin calculated in the initiation is not public.

Imports of SAPP during the period of investigation were as follows:

Period	China		Canada		USA		Total	
	US\$ FOB	Net weight (kg)	US\$ FOB	Net weight (kg)	US\$ FOB	Net weight (kg)	US\$ FOB	Net weight (kg)
Jan.2014 - Dec. 2014	1,454,288	1,211,000	382,811	256,959	73,925	45,918	6,187,519	4,537,998
Jan.2015 - Dec. 2015	683,860	567,979	196,943	130,008	362,186	209,719	5,255,106	4,128,507
Jan.2016 - Dec. 2016	634,317	582,954	0	0	171,870	101,333	5,693,384	4,277,107
Jan.2017 - Dec. 2017	859,387	781,862	0	0	212,256	153,540	4,520,074	3,017,512
Jan.2018 - Dec. 2018	432,227	362,881	0	0	360,984	245,857	5,703,789	3,854,373



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Exporters and importers participating in the investigation can demonstrate that the product is not dumped to Brazil, avoiding the imposition of antidumping duties. Alternatively, if the authority understands that exports were dumped, exporting companies participating in the investigation may request individual dumping margins, which results in lower duties on their exports.

Producers/exporters will receive questionnaires indicating the information necessary to the investigation, and shall have a 30-day deadline for response, counting from the date of notification. Interested parties may participate in the investigation through legal representatives duly registered before the Department of Trade Remedies. Other parties who consider themselves as interested in the proceeding shall file a request for participation within a 20-day deadline counting from the beginning of the investigation. Notice of Initiation No. 48 can be accessed at the following [link \(in Portuguese\)](#).