**DEPARTMENT OF COMMERCE**

**International Trade Administration**


**AGENCY:** United States Section, NAFTA Secretariat, International Trade Administration, Department of Commerce.


**SUMMARY:** On April 13, 2017, the Binational Panel issued its Memorandum Opinion and Order in the matter of Supercalendered Paper from Canada: Final Affirmative Countervailing Duty Determination (Final Determination). The Binational Panel affirmed in part and remanded in part the Final Determination by the United States Department of Commerce (Commerce) and copies of the NAFTA Panel Decision are available from the United States Section of the NAFTA Secretariat.

**FOR FURTHER INFORMATION CONTACT:** Paul E. Morris, United States Secretary, NAFTA Secretariat, Room 2061, 1401 Constitution Avenue NW., Washington, DC 20230, telephone: (202) 482–0162 or (202) 482–5438.

**SUPPLEMENTARY INFORMATION:** Chapter 19 of Article 1904 of NAFTA provides a dispute settlement mechanism involving trade remedy determinations issued by the Government of the United States, the Government of Canada, and the Government of Mexico. Following a Request for Panel Review, a Binational Panel is composed to review the trade remedy determination being challenged and issue a binding Panel Decision. There are established NAFTA Rules of Procedure for Article 1904 Binational Panel Reviews (Rules) and the NAFTA Panel Decision has been notified in accordance with Rule 70. For the complete Rules, please see https://www.nafta-sec-alena.org/Home/Texts-of-the-Agreement/Rules-of-Procedure/Article-1904.

Panel Decision: On April 13, 2017, the Binational Panel issued its Memorandum Opinion and Order which affirmed in part and remanded in part the Final Determination by Commerce. The Binational Panel concluded and ordered that Commerce’s Final Determination is remanded for further consideration consistent with the Panel’s decision with respect to (1) the use of Commerce’s “concurrent subsidies” methodology to analyze the provision of “hot idle” funding to Port Hawkesbury Paper LLP (PHP) in a transaction between private parties; (2) Commerce’s conclusion that the Government of Nova Scotia entrusted and directed Nova Scotia Power, Inc. to make a financial contribution by providing electricity; (3) Commerce’s conclusion that Nova Scotia Power, Inc. provided electricity for less than adequate remuneration, addressing both its conclusion that a Tier 1 benchmark was not available and its calculation of a Tier 3 benchmark; (4) the use of Commerce’s “concurrent subsidies methodology” with respect to granting of Forestry Infrastructure monies to New Page Port Hawkesbury (NPPH) prior to its acquisition by Pacific West Commercial Corporation (PWCC); (5) Commerce’s statement that the administrative record contains no evidence of a hostile takeover of Fibrek by Resolute; (6) Commerce’s failure to examine whether the grants to Resolute under the Northern Industrial Electricity Rate and Forestry Sector Prosperity Funds programs were tied to the production of a particular product or to the production of an input product; and (7) Commerce’s use of the same non-recurring grant as the source for Adverse Facts Available for both recurring and non-recurring grants.

The Binational Panel ordered that to the extent not rendered moot by Commerce’s explanation on remand as to why a Tier 1 benchmark for measuring the adequacy of remuneration of Port Hawkesbury’s electricity was not available, Commerce’s October 21, 2016 motion for a voluntary remand to consider whether Commerce should include a separate component for return on equity in its Tier 3 benchmark for measuring the adequacy of remuneration of Port Hawkesbury’s electricity is granted, and the calculation of the benchmark for such purchases is hereby remanded. The Binational Panel further ordered that Commerce’s decision that Nova Scotia Power, Inc. provided electricity for less than adequate remuneration, addressing both its conclusion that a Tier 1 benchmark was not available and its calculation of a Tier 3 benchmark is remanded for further consideration.

DEPARTMENT OF COMMERCE

**International Trade Administration**

Antidumping Suspension Agreement on Sugar From Mexico: Rescission of 2014–2015 and 2015–2016 Administrative Reviews

**AGENCY:** Enforcement and Compliance, International Trade Administration, Department of Commerce.

**SUMMARY:** On May 1, 2017, the Department notified the producers/exporters that were signatories to the Agreement Suspending the Antidumping Duty Investigation on sugar from Mexico (the AD Agreement) of its intent to terminate the AD Agreement unless a new agreement was reached or before June 5, 2017. The Department subsequently modified its notice of intent to terminate the AD Agreement, stating its continued intent to terminate the AD Agreement unless an amended agreement was reached on or before June 6, 2017. Because the Department intends to terminate the AD Agreement, or, in the alternative, amend the AD Agreement prior to the expiration of the termination period, the two ongoing administrative reviews of the original AD Agreement are now moot, and the Department is rescinding both administrative reviews.

**DATES:** Effective June 5, 2017.

**FOR FURTHER INFORMATION CONTACT:** Sally C. Cannon or David Cordell, Enforcement & Compliance, International Trade Administration, U.S. Department of Commerce, 1401 Constitution Avenue NW., Washington, DC 20230, telephone: (202) 482–0162 or (202) 482–0408.

**SUPPLEMENTARY INFORMATION:**

Background

Investigation and Issuance of the AD Agreement

On April 17, 2014, the Department initiated an antidumping duty investigation under section 732 of the Tariff Act of 1930, as amended (the Act), to determine whether imports of sugar from Mexico are being, or are likely to be, sold in the United States at less than...
fair value. On October 24, 2014, the Department preliminarily determined that sugar from Mexico is being, or is likely to be, sold in the United States at less than fair value, as provided in section 733 of the Act.2

On December 19, 2014, the Department and representatives of the signatory producers/exporters accounting for substantially all imports of sugar from Mexico signed the AD Agreement, under section 734(c) of the Act, which suspended the AD investigation.3 The basis for this action was an agreement between the Department and signatory producers/exporters accounting for substantially all imports of sugar from Mexico, wherein each signatory producer/exporter agreed to revise its prices to eliminate completely the injurious effects of exports of the subject merchandise to the United States.

On January 8, 2015, Imperial Sugar Company (Imperial) and AmCane Sugar LLC (AmCane) each notified the Department that they had petitioned the International Trade Commission (ITC) to conduct a review of the AD Agreement under section 734(h) of the Act, to determine whether the injurious effects of the imports of the subject merchandise are eliminated completely by the AD Agreement. On March 19, 2015, in a unanimous vote, the ITC found that the AD Agreement eliminated completely the injurious effects of imports of sugar from Mexico.4 As a result of the ITC’s determination, the AD Agreement remained in effect, and on March 27, 2015, the Department, in accordance with section 734(h)(3) of the Act, instructed U.S. Customs and Border Protection (CBP) to terminate the AD Agreement.12 In its Final Determination, the Department calculated weighted-average dumping margins of 40.48 percent for Fondo de Empresas Expropiadas del Sector Azucarero (FEESAA), 42.14 percent for Ingenio Tala S.A. de C.V. and certain affiliated sugar mills of Grupo Azucarero Mexico S.A. de C.V. (collectively, the GAM Group), and 40.74 percent for all other Mexican producers/exporters. The Department stated, in its Final Determination, that it would “not instruct CBP to suspend liquidation or collect cash deposits calculated herein unless the AD Suspension Agreement is terminated and the Department issues an antidumping duty order,” and, in that case, it would “instruct CBP to suspend liquidation and require a cash deposit equal to the weighted-average amount by which normal value exceeds U.S. price,” and adjusted for export subsidies.6 The ITC subsequently made an affirmative determination of material injury to an industry in the United States by reason of imports of sugar from Mexico.7

Reviews

On February 9, 2016, at the request of the American Sugar Coalition and its Members (ASC), Imperial, and AmCane, the Department initiated an administrative review of the AD Agreement for the period of review from December 19, 2014 through November 30, 2015 to examine the status of, and compliance with, the AD Agreement, as well as whether suspension of the AD Agreement is raw and refined sugar of all polarimeter readings derived from sugar cane or sugar beets. The covered merchandise is classified in the Harmonized Tariff Schedule of the United States (HTSUS) at subheadings: 1701.12.1000, 1701.12.5000, 1701.13.1000, 1701.13.5000, 1701.14.1000, 1701.14.5000, 1701.91.1000, 1701.91.3000, 1701.99.1010, 1701.99.1025, 1701.99.1050, 1701.99.1050, 1701.99.5025, 1701.99.5050, and 1702.90.4000.

See Appendix I for the full description of merchandise covered by the AD Agreement.

Period of Administrative Reviews

The POR of the first administrative review is December 19, 2014 through November 30, 2015 and the POR of the second administrative review is December 1, 2015 through November 30, 2016.

Recission of Administrative Reviews

The Department has indicated its intent to terminate the AD Agreement.
unless an amended agreement can be reached. Accordingly, the questions of the status of, and compliance with, the AD Agreement, whether suspension of the AD Agreement is in the "public interest," including the availability of supplies of sugar in the U.S. market, and whether "effective monitoring" is practicable have been rendered moot because either the AD Agreement will be amended and suspension of the investigation will be continued with the Department’s issuance of a final amendment to the AD Agreement, or the AD Agreement will be terminated, according to the Department’s May 1, 2017, notice of intent to terminate, as modified by its June 5, 2017 letter. Therefore, the Department is rescinding the 2014–2015 and 2015–2016 administrative reviews of the AD Agreement.

Notification to Interested Parties

This notice serves as the only reminder to parties subject to administrative protective order (APO) of their responsibility concerning the disposition of proprietary information disclosed under APO in accordance with 19 CFR 351.305(a)(3). Timely written notification of return/ destruction of APO materials or conversion to judicial protective order is hereby requested. Failure to comply with the regulations and the terms of an APO is a sanctionable violation.

We are issuing and publishing this notice in accordance with sections 734(f), 751(a)(1) and 777(i)(1) of the Act.

Dated: June 6, 2017.

Ronald K. Lorentzen,
Acting Assistant Secretary for Enforcement and Compliance.

Appendix I: Scope of the AD Agreement

The product covered by the AD Agreement is raw and refined sugar of all polarimeter readings derived from sugar cane or sugar beets. The chemical sucrose gives sugar its essential character. Sucrose is a nonreducing disaccharide composed of glucose and fructose linked by a glycosidic bond via their anomeric carbons. The molecular formula for sucrose is C_{12}H_{22}O_{11}; the International Union of Pure and Applied Chemistry (IUPAC) International Chemical Identifier (InChI) for sucrose is IS/C12H22O11/c1-3-4-6(16)18(9)21(11-23-12(3-15)10(20)17(15)2-14)22-12/h4-13.13-20H, 1-3H2/4-5-6-7-8-9-10, 11-12-14/n1/m1/s1; the InChI Key for sucrose is CZMRCWDAGMRECNUCJDNZRGSBA-N; the U.S. National Institutes of Health PubChem Compound Identifier (CID) for sucrose is 5988; and the Chemical Abstracts Service (CAS) Number of sucrose is 57–50–1.

Sugar described in the previous paragraph includes products of all polarimeter readings described in various forms, such as raw sugar, estanar or standard sugar, high polarity or super refined sugar, special white sugar, refined sugar, brown sugar, edible molasses, desugaring molasses, organic raw sugar, and organic refined sugar. Other sugar products, such as powdered sugar, colored sugar, flavored sugar, and liquids and syrups that contain 95 percent or more sugar by dry weight are also within the scope of the order.

The scope of the order does not include (1) sugar imported under the Refined Sugar Re-Export Programs of the U.S. Department of Agriculture; (2) sugar products produced in Mexico that contain 95 percent or more sugar by dry weight that originated outside of Mexico; (3) inedible molasses (other than inedible desugaring molasses noted above); (4) beverages; (5) candy; (6) certain specialty sugars; and (7) processed food products that contain sugar (e.g., cereals). Specialty sugars excluded from the scope of the order are limited to the following: caramelized slab sugar candy, pearl sugar, rock candy, dragées for cooking and baking, fondant, golden syrup, and sugar decorations.

Merchandise covered by the AD Agreement is typically imported under the following headings of the HTSUS: 1701.12.1000, 1701.12.5000, 1701.13.1000, 1701.13.5000, 1701.14.1000, 1701.14.5000, 1701.91.1000, 1701.91.3000, 1701.99.1010, 1701.99.1025, 1701.99.1050, 1701.99.5010, 1701.99.5025, 1701.99.5050, and 1702.90.4000. The tariff in question is SSB. SSB subject to the order is limited to the following: caramelized slab sugar candy, pearl sugar, rock candy, dragées for cooking and baking, fondant, golden syrup, and sugar decorations.

Scope of the Order

The merchandise subject to the order is SSB. SSB subject to the order is currently classifiable under subheadings 7222.10.00, 7222.11.00, 7222.19.00, 7222.20.00, 7222.30.00 of the Harmonized Tariff Schedule (HTS).

Although the HTS subheadings are provided for convenience and customs purposes, our written description of the scope of the Order is dispositive. A full description of the scope of the order is contained in the Issues and Decision Memorandum.

Analysis of Comments

All issues raised in the case and rebuttal briefs by parties in this review are addressed in the Issues and Decision Memorandum, which is hereby adopted by this notice. A list of the issues raised is attached to this notice as Appendix I. The Issues and Decision Memorandum

DEPARTMENT OF COMMERCE
International Trade Administration


AGENCY: Enforcement and Compliance, International Trade Administration, Department of Commerce.

SUMMARY: On March 1, 2017, the Department of Commerce (the Department) published the preliminary results of the administrative review of the antidumping duty order on stainless steel bar (SSB) from India. The period of review (POR) is February 1, 2015, through January 31, 2016. This review covers two producers or exporters of the subject merchandise: Ambica Steels Limited (Ambica), and Bhansali Bright Bars Pvt. Ltd. (Bhansali). We determine that Bhansali had no shipments of subject merchandise during the POR and that Ambica did have an entry of subject merchandise during the POR.

DATES: Effective June 12, 2017.


SUPPLEMENTARY INFORMATION:

Background

Following the Preliminary Results,1 we resolved timely filed case briefs from Carpenter Technology Corporation, Crucible Industries LLC, Electralloy, a Division of G.O. Carlson, Inc., North American Stainless, Universal Stainless & Alloy Products, Inc., and Valbruna Slater Stainless, Inc. (the petitioners) and a timely filed rebuttal brief from Ambica.2

Scope of the Order

The merchandise subject to the order is SSB. SSB subject to the order is currently classifiable under subheadings 7222.10.00, 7222.11.00, 7222.19.00, 7222.20.00, 7222.30.00 of the Harmonized Tariff Schedule (HTS). Although the HTS subheadings are provided for convenience and customs purposes, our written description of the scope of the Order is dispositive. A full description of the scope of the order is contained in the Issues and Decision Memorandum.

Analysis of Comments

All issues raised in the case and rebuttal briefs by parties in this review are addressed in the Issues and Decision Memorandum


2 See Letter from the petitioners to the Department, “Stainless Steel Bar from India—Petitioners’ Case Brief,” (Petitioners’ CB) dated March 31, 2017; see also, Letter from Ambica to the Department, “Stainless Steel Bar from India: Rebuttal Brief,” dated April 7, 2017 (Ambica’s RB).

3 See the Memorandum from Gary Taverner, Associate Deputy Assistant Secretary for Antidumping and Countervailing Duty Operations, to Ronald K. Lorentzen, Acting Assistant Secretary for Enforcement and Compliance, “Issues and Decision Memorandum for the Final Results of the Antidumping Duty Administrative Review of Stainless Steel Bar from India: 2015–2016,” dated concurrently with, and hereby adopted by this notice (Issues and Decision Memorandum).