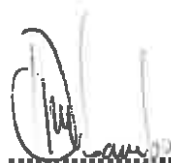


REPORT NO. 582

**CREATION OF TEMPORARY REBATE PROVISIONS ON ORDINARY
CUSTOMS AND SAFEGUARD DUTIES APPLICABLE ON CERTAIN
HOT-ROLLED STEEL PLATE CLASSIFIABLE UNDER TARIFF
HEADINGS 72.08 AND 72.25**

The International Trade Administration Commission herewith presents its **Report No. 582: THE CREATION OF TEMPORARY REBATE PROVISIONS ON ORDINARY CUSTOMS AND SAFEGUARD DUTIES APPLICABLE ON CERTAIN HOT-ROLLED STEEL PLATE CLASSIFIABLE UNDER TARIFF HEADINGS 72.08 AND 72.25**, with recommendations.



.....
DUMISANI MBAMBO
DEPUTY CHIEF COMMISSIONER

PRETORIA

29/05/2018

REPUBLIC OF SOUTH AFRICA

INTERNATIONAL TRADE ADMINISTRATION COMMISSION OF SOUTH AFRICA

REPORT NO. 582

THE CREATION OF TEMPORARY REBATE PROVISIONS ON ORDINARY CUSTOMS AND SAFEGUARD DUTIES APPLICABLE ON CERTAIN HOT-ROLLED STEEL PLATE CLASSIFIABLE UNDER TARIFF HEADINGS 72.08 AND 72.25

Synopsis

On 20 October 2017, the Commission initiated an investigation into the creation of rebate provisions on ordinary customs and safeguard duties applicable to certain primary steel products not manufactured locally, classifiable under Chapter 72.

Following the initiation by the Commission, Traxys Africa Trading (Pty) Ltd (“Traxys Africa”) submitted information motivating for the creation of a temporary rebate provision on safeguard duties applicable to certain hot-rolled steel plate, classifiable under tariff heading 72.08 and 72.25. The subject products are hot-rolled steel plate of other alloy, which is generally referred to as quenched and tempered steel plate.

The subject products do not attract ordinary customs duties when imported from the European Union (EU). However, it was noted that the products are not only imported from the EU. Accordingly, the scope of the investigation was expanded to include the applicable ordinary custom duties.

The Commission considered all the relevant information at its disposal. The Commission found that the subject products are not manufactured locally. As such, the applicable ordinary and safeguard duties have an unnecessary cost-raising effect.

The duty relief, through the creation of a rebate provision, will contribute to the reduction in production cost and improvement in the competitive position of the domestic industry manufacturing various downstream steel products which are manufactured using the subject products as an input material.

The rebate provision will be made subject to an ITAC permit issued in terms of guidelines, rules and conditions.

In light of the foregoing, the Commission recommended the creation of a temporary rebate provision on ordinary and safeguard duties applicable to certain hot-rolled steel plate, classifiable under tariff heading 72.08 and 72.25, as outlined in paragraph 21 of the Submission.

THE APPLICATION AND TARIFF POSITION

1. On 20 October 2017, the Commission initiated an investigation into the creation of rebate provisions on ordinary customs and safeguard duties applicable to certain primary steel products not manufactured locally, classifiable under Chapter 72.
2. Following the initiation by the Commission, Traxys Africa Trading (Pty) Ltd ("Traxys Africa") submitted information motivating for the creation of a temporary rebate provision on safeguard duties applicable to certain hot-rolled steel plate, classifiable under tariff headings 72.08 and 72.25. The subject products are hot-rolled steel plate of other alloy, which is generally referred to as quenched and tempered steel plate.
3. The subject products do not attract ordinary customs duties when imported from the European Union (EU). However, it was noted that the products are not only imported from the EU. Accordingly, the scope of the investigation was expanded to include the applicable ordinary custom duties.
4. Traxys Africa imports hot-rolled steel plate mainly from Europe and distribute to various local suppliers who processes the product and further distributes it to final manufacturers of downstream steel products, such as; heavy machinery, trailers, pressure vessels, boilers and earthmoving equipment.

5. Traxys Africa's warehouses are located in Johannesburg (Gauteng) and Durban (KwaZulu-Natal).

6. As motivation for the creation of a temporary rebate provision on ordinary and safeguard duties applicable to certain hot-rolled steel plate, the respondent, amongst others, stated that the subject products are currently not manufactured in the SACU region.

7. The existing ordinary customs duty structure for the subject products is as follows:

Table 1: Ordinary customs duty structure for the subject products

Tariff Heading	Tariff Subheading	Description	Statistical Unit	Rate of duty				
				General	EU	EFTA	SADC	MERCOSUR
7208.5		Other, not in coils, not further worked than hot-rolled:						
	7208.51	Of a thickness exceeding 10 mm	kg	10%	Free	Free	Free	10%
	7208.52	Of a thickness of 4,75 mm or more but not exceeding 10 mm	kg	10%	Free	Free	Free	10%
	7208.53	Of a thickness of 3 mm or more but less than 4,75 mm	kg	10%	Free	Free	Free	10%
	7208.54	Of a thickness of less than 3 mm	kg	10%	Free	Free	Free	10%
	7208.90	Other	kg	10%	Free	Free	Free	10%
7225		Flat-rolled products of other alloy steel, of a width of 600 mm or more:						
7225.1		Of silicon-electrical steel:						
	7225.11	Grain-oriented	kg	Free	Free	Free	Free	Free
	7225.19	Other	kg	Free	Free	Free	Free	Free
	7225.30	Other, not further worked than hot-rolled, in coils	kg	10%	Free	Free	Free	10%
	7225.40	Other, not further worked than hot-rolled, not in coils	kg	10%	Free	Free	Free	10%
	7225.50	Other, not further worked than cold-rolled (cold-reduced)	kg	10%	Free	Free	Free	10%

8. The general rate of ordinary customs duty applicable to the subject products is 10% *ad valorem*. The WTO bound rate is 10% *ad valorem*.

9. The existing safeguard duty structure for the subject products is as follows:

Table 2: Safeguard duty structure for the subject products

Item	Tariff Heading	Code	CD	Description	Rebate Items	Imported from or Originating In	Rate of Safeguard
260.00	BASE METALS AND ARTICLES OF BASE METAL						
260.03	IRON AND STEEL						
Item	Tariff Heading	Code	CD	Description	Rebate Items	Imported from or Originating In	Rate of Safeguard
260.00	BASE METALS AND ARTICLES OF BASE METAL						
260.03	72.08	01.04	47	Flat-rolled products of iron or non-alloy steel, of a width of 600 mm or more, hot-rolled, not clad, plated or coated (excluding that imported from or originating in: Afghanistan, Albania, Algeria, American Samoa, Angola, Argentina, Armenia, Azerbaijan, Bangladesh, Belarus, Belize, Benin, Bhutan, Bolivia (Plurinational State of), Bosnia and Herzegovina, Botswana, Brazil, Bulgaria, Burkina Faso, Burundi, Cambodia, Cameroon, Cape Verde, Central African Republic, Chad, Chile, Chinese Taipei (Taiwan) Colombia, Comoros, Congo (Democratic Republic of the), Congo, Republic, Costa Rica, Côte d'Ivoire, Cuba, Djibouti, Dominica, Dominican Republic, Ecuador, Egypt, Arab Republic, El Salvador, Eritrea, Ethiopia, Fiji, Gabon, Gambia, Georgia, Ghana, Grenada, Guatemala, Guinea, Guinea-Bissau, Guyana, Haiti, Honduras, Indonesia, Iran, Islamic Republic, Iraq, Jamaica, Jordan, Kazakhstan, Kenya, Kiribati, Korea, Democratic Peoples Republic of, Kosovo, Kyrgyz Republic, Lao People's Democratic Republic, Latvia, Lebanon, Lesotho, Liberia, Libya, Lithuania, Macedonia, the Former Yugoslav Republic of, Madagascar, Malawi, Malaysia, Maldives, Mali, Marshall Islands, Mauritania, Mauritius, Mexico, Micronesia, Federated States of, Moldova, Mongolia, Montenegro, Morocco, Mozambique, Myanmar, Namibia, Nepal, Nicaragua, Niger, Nigeria, Pakistan, Palau, Panama, Papua New Guinea, Paraguay, Peru, Philippines, Romania, Russian Federation, Rwanda, Samoa, Sao Tome and Principe, Senegal, Serbia, Seychelles, Sierra Leone, Solomon Islands, Somalia, South Sudan, Sri Lanka, Saint Kitts and Nevis, Saint Lucia, Saint Vincent and the Grenadines, Sudan, Suriname, Swaziland, Syrian Arab Republic, Tajikistan, Tanzania, United Republic of, Thailand, Timor-Leste, Togo, Tonga, Tunisia, Turkey, Turkmenistan, Tuvalu, Uganda, Ukraine, Uruguay, Uzbekistan, Vanuatu, Venezuela, Bolivarian Republic of), Vietnam, West Bank and Gaza, Yemen, Zambia, Zimbabwe)	301.00-399.00; 401.00-499.00(excluding 460.15/7208.501.05;460.15/7208.502.05;460.15/7208.503.05)	All countries	12%
260.03	7225.30	01.06	60	Other, not further worked than hot-rolled, in coils (excluding that imported from or originating in: Afghanistan, Albania, Algeria, American Samoa, Angola, Argentina, Armenia, Azerbaijan, Bangladesh, Belarus, Belize, Benin, Bhutan, Bolivia (Plurinational State of), Bosnia and Herzegovina, Botswana, Brazil, Bulgaria, Burkina Faso, Burundi, Cambodia, Cameroon, Cape Verde, Central African Republic, Chad, Chile, Chinese Taipei (Taiwan) Colombia, Comoros, Congo (Democratic Republic of the), Congo, Republic, Costa Rica, Côte d'Ivoire, Cuba, Djibouti, Dominica, Dominican Republic, Ecuador, Egypt, Arab Republic, El Salvador, Eritrea, Ethiopia, Fiji, Gabon, Gambia, Georgia, Ghana, Grenada, Guatemala, Guinea, Guinea-Bissau, Guyana, Haiti, Honduras, Indonesia, Iran, Islamic Republic, Iraq, Jamaica, Jordan, Kazakhstan, Kenya, Kiribati, Korea, Democratic Peoples Republic of, Kosovo, Kyrgyz Republic, Lao People's Democratic Republic, Latvia, Lebanon, Lesotho, Liberia, Libya, Lithuania, Macedonia, the Former Yugoslav Republic of, Madagascar, Malawi, Malaysia, Maldives, Mali, Marshall Islands, Mauritania, Mauritius, Mexico, Micronesia, Federated States of	301.00-399.00 401.00-499.00	All countries	12%

				Moldova, Mongolia, Montenegro, Morocco, Mozambique, Myanmar, Namibia, Nepal, Nicaragua, Niger, Nigeria, Pakistan, Palau, Panama, Papua New Guinea, Paraguay, Peru, Philippines, Romania, Russian Federation, Rwanda, Samoa, Sao Tome and Principe, Senegal, Serbia, Seychelles, Sierra Leone, Solomon Islands, Somalia, South Sudan, Sri Lanka, Saint Kitts and Nevis, Saint Lucia, Saint Vincent and the Grenadines, Sudan, Suriname, Swaziland, Syrian Arab Republic, Tajikistan, Tanzania, United Republic of, Thailand, Timor-Leste, Togo, Tonga, Tunisia, Turkey, Turkmenistan, Tuvalu, Uganda, Ukraine, Uruguay, Uzbekistan, Vanuatu, Venezuela, Bolivarian Republic of), Vietnam, West Bank and Gaza, Yemen, Zambia, Zimbabwe)			
260.03	7225.40	01.06	67	Other, not further worked than hot-rolled, not in coils(excluding that imported from or originating in: Afghanistan, Albania, Algeria, American Samoa, Angola, Argentina, Armenia, Azerbaijan, Bangladesh, Belarus, Belize, Benin, Bhutan, Bolivia (Plurinational State of), Bosnia and Herzegovina, Botswana, Brazil, Bulgaria, Burkina Faso, Burundi, Cambodia, Cameroon, Cape Verde, Central African Republic, Chad, Chile, Chinese Taipei (Taiwan) Colombia, Comoros, Congo (Democratic Republic of the), Congo, Republic, Costa Rica, Côte d'Ivoire, Cuba, Djibouti, Dominica, Dominican Republic, Ecuador, Egypt, Arab Republic, El Salvador, Eritrea, Ethiopia, Fiji, Gabon, Gambia, Georgia, Ghana, Grenada, Guatemala, Guinea, Guinea-Bissau, Guyana, Haiti, Honduras, Indonesia, Iran, Islamic Republic, Iraq, Jamaica, Jordan, Kazakhstan, Kenya, Kiribati, Korea, Democratic Peoples Republic of, Kosovo, Kyrgyz Republic, Lao People's Democratic Republic, Latvia, Lebanon, Lesotho, Liberia, Libya, Lithuania, Macedonia, the Former Yugoslav Republic of, Madagascar, Malawi, Malaysia, Maldives, Mali, Marshall Islands, Mauritania, Mauritius, Mexico, Micronesia, Federated States of, Moldova, Mongolia, Montenegro, Morocco, Mozambique, Myanmar, Namibia, Nepal, Nicaragua, Niger, Nigeria, Pakistan, Palau, Panama, Papua New Guinea, Paraguay, Peru, Philippines, Romania, Russian Federation, Rwanda, Samoa, Sao Tome and Principe, Senegal, Serbia, Seychelles, Sierra Leone, Solomon Islands, Somalia, South Sudan, Sri Lanka, Saint Kitts and Nevis, Saint Lucia, Saint Vincent and the Grenadines, Sudan, Suriname, Swaziland, Syrian Arab Republic, Tajikistan, Tanzania, United Republic of, Thailand, Timor-Leste, Togo, Tonga, Tunisia, Turkey, Turkmenistan, Tuvalu, Uganda, Ukraine, Uruguay, Uzbekistan, Vanuatu, Venezuela, Bolivarian Republic of), Vietnam, West Bank and Gaza, Yemen, Zambia, Zimbabwe)	301.00-399.00; 401.00-499.00	All countries	12%
260.03	7225.99	01.06	67	Other, (excluding that imported from or originating in: Afghanistan, Albania, Algeria, American Samoa, Angola, Argentina, Armenia, Azerbaijan, Bangladesh, Belarus, Belize, Benin, Bhutan, Bolivia (Plurinational State of), Bosnia and Herzegovina, Botswana, Brazil, Bulgaria, Burkina Faso, Burundi, Cambodia, Cameroon, Cape Verde, Central African Republic, Chad, Chile, Chinese Taipei (Taiwan) Colombia, Comoros, Congo (Democratic Republic of the), Congo, Republic, Costa Rica, Côte d'Ivoire, Cuba, Djibouti, Dominica, Dominican Republic, Ecuador, Egypt, Arab Republic, El Salvador, Eritrea, Ethiopia, Fiji, Gabon, Gambia, Georgia, Ghana, Grenada, Guatemala, Guinea, Guinea-Bissau, Guyana, Haiti, Honduras, Indonesia, Iran, Islamic Republic, Iraq, Jamaica, Jordan, Kazakhstan, Kenya, Kiribati, Korea, Democratic Peoples Republic of, Kosovo, Kyrgyz Republic, Lao People's Democratic Republic, Latvia, Lebanon, Lesotho, Liberia, Libya, Lithuania, Macedonia, the Former Yugoslav Republic of, Madagascar, Malawi, Malaysia, Maldives, Mali, Marshall Islands, Mauritania, Mauritius, Mexico, Micronesia, Federated States of, Moldova, Mongolia, Montenegro, Morocco, Mozambique, Myanmar, Namibia, Nepal, Nicaragua, Niger, Nigeria, Pakistan, Palau, Panama, Papua New Guinea, Paraguay,	301.00-399.00; 401.00-499.00	All countries	12%

				Peru, Philippines, Romania, Russian Federation, Rwanda, Samoa, Sao Tome and Principe, Senegal, Serbia, Seychelles, Sierra Leone, Solomon Islands, Somalia, South Sudan, Sri Lanka, Saint Kitts and Nevis, Saint Lucia, Saint Vincent and the Grenadines, Sudan, Suriname, Swaziland, Syrian Arab Republic, Tajikistan, Tanzania, United Republic of, Thailand, Timor-Leste, Togo, Tonga, Tunisia, Turkey, Turkmenistan, Tuvalu, Uganda, Ukraine, Uruguay, Uzbekistan, Vanuatu, Venezuela, Bolivarian Republic of, Vietnam, West Bank and Gaza, Yemen, Zambia, Zimbabwe)			
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10. The subject products attract a 12% safeguard duty. The safeguard duty will be liberalised to 10% and 8% and free of duty on 11 August 2018; 11 August 2019 and 11 August 2020, respectively.

11. The application was published in the Government Gazette on 20 October 2017 for comments by interested parties, as follows:

“Creation of temporary rebate provisions on ordinary customs and safeguard duties applicable on primary flat steel not manufactured locally, classifiable under chapter 72”

12. Traxys Africa's submitted the description for the rebate provision as provided by the South Africa Revenue Services (SARS), as follows:

a) Structural Steel

Flat-rolled products of iron or non-alloy steel, of a width of 600 mm or more, not in coils, not further worked than hot-rolled, of a thickness of 6 mm or more but not exceeding 200 mm, with a yield strength of 600 MPa or more but not exceeding 1200 Mpa and having an impact strength of 27 Joules or more at 40°C or less but not less than -60°C, classifiable in tariff subheading 7208.5, in such quantities, at such times and subject to such conditions as the International Trade Administration Commission may allow by specific permit, provided the products are not available in the SACU market;

Flat-rolled products of iron or non-alloy steel, of a width of 600 mm or more, not in coils, not further worked than hot-rolled, of a thickness of 6 mm or more but not exceeding 200 mm, with a yield strength of 670 MPa or more but not exceeding 1200 Mpa and having an impact strength of 27 Joules or more at 40°C or less but not less than -60°C, classifiable in tariff subheading 7225.40, in such quantities, at such times and subject to such conditions as the International Trade Administration Commission may allow by specific permit, provided the products are not available in the SACU market;

Flat-rolled products of iron or non-alloy steel, of a width of 600 mm or more, not in coils, not further worked than hot-rolled, of a thickness of 7 mm or more but not exceeding 30 mm, with a yield strength of 460 MPa and having an impact strength of 27 Joules or more at -40°C, classifiable in tariff subheading 7208.5, in such quantities, at such times and subject to such conditions as the International Trade Administration Commission may allow by specific permit, provided the products are not available in the SACU market;

Flat-rolled products of iron or non-alloy steel, of a width of 600 mm or more, not in coils, not further worked than hot-rolled, of a thickness of 7 mm or more but not exceeding 30 mm, with a yield strength of 460 MPa and having an impact strength of 27 Joules or more at -40°C, classifiable in tariff subheading 7225.5, in such quantities, at such times and subject to such conditions as the

International Trade Administration Commission may allow by specific permit, provided the products are not available in the SACU market;

Flat-rolled products of iron or non-alloy steel, of a width of 600 mm or more, not in coils, not further worked than hot-rolled, of a thickness of 6 mm or more but not exceeding 200 mm, with a tensile strength of 485 MPa and having an impact strength of 27 Joules or more at -20°C or less but not less than -40°C, classifiable in tariff subheading 7208.5, in such quantities, at such times and subject to such conditions as the International Trade Administration Commission may allow by specific permit, provided the products are not available in the SACU market;

Flat-rolled products of other alloy steel, of a width of 600 mm or more, not in coils, not further worked than hot-rolled, of a thickness of 6 mm or more but not exceeding 20 mm, with a yield strength of 460 MPa and having an impact strength of 27 Joules or more but not exceeding 45 Joules at -20°C or less but not less than -40°C, classifiable in tariff subheading 7225.5, in such quantities, at such times and subject to such conditions as the International Trade Administration Commission may allow by specific permit, provided the products are not available in the SACU market;

b) Wear Resistant

Flat-rolled products of iron or non-alloy steel, of a width of 600 mm or more, not in coils, not further worked than hot-rolled, of a thickness of 6 mm or more but not exceeding 150 mm, with a Brinell hardness of 310 HBW or more but not exceeding 450 HBW and having an impact strength of 30 Joules at -40°C, classifiable in tariff subheading 7208.5, in such quantities, at such times and subject to such conditions as the International Trade Administration Commission may allow by specific permit, provided the products are not available in the SACU market;

Flat-rolled products of other alloy steel, of a width of 600 mm or more, not in coils, not further worked than hot-rolled, of a thickness of 6 mm or more but not exceeding 150 mm, with a Brinell hardness of 310 HBW or more but not exceeding 450 HBW and having an impact strength of 30 Joules at -40°C, classifiable in tariff subheading 7225.40, in such quantities, at such times and subject to such conditions as the International Trade Administration Commission may allow by specific permit, provided the products are not available in the SACU market;

Flat-rolled products of iron or non-alloy steel, of a width of 600 mm or more, not in coils, not further worked than hot-rolled, of a thickness of 6 mm or more but not exceeding 200 mm, with a Brinell hardness of 420 HBW or more but not exceeding 620 HBW and having an impact strength of 25 Joules or more Joules at -40°C, classifiable in tariff subheading 7208.5, in such quantities, at such times and subject to such conditions as the International Trade Administration Commission may allow by specific permit, provided the products are not available in the SACU market;

Flat-rolled products of iron or non-alloy steel, of a width of 600 mm or more, not in coils, not further worked than hot-rolled, of a thickness of 6 mm or more but not exceeding 200 mm, with a Brinell hardness of 420 HBW or more but not exceeding 620 HBW and having an impact strength of 25 Joules or more at -40°C, classifiable in tariff subheading 7225.40, in such quantities, at such times and subject to such conditions as the International Trade Administration Commission may allow by specific permit, provided the products are not available in the SACU market; and

Other flat-rolled products of other alloy steel, of a width of 600 mm or more, other, with a yield strength of 700 Mpa or more but not exceeding 960 Mpa, tensile strength of 750 Mpa or more but not exceeding 1150 Mpa and having an impact strength of 30 Joules at -40°C or less, classifiable in tariff subheading 7225.99, in such quantities, at such times and subject to such conditions as the International Trade Administration Commission may allow by specific permit, provided the products are not available in the SACU market.

INDUSTRY AND MARKET

13. The subject products are certain hot-rolled steel plate of other alloy with distinct properties such as welding, bending, cutting and machining which are required in the manufacture of heavy machinery, such as; heavy machinery, trailers, pressure vessels, boilers and earthmoving equipment, where greater abrasion resistance and higher yield strength are necessary.

14. The subject products are used in sectors such as mining, energy, agriculture and construction.

15. There are no known manufacturers of the subject products in the SACU region.

COMPETITIVE POSITION

16. The rebate provision will contribute to a reduction in the cost of production and the improvement in the competitive position of the domestic industry manufacturing various downstream steel products.

COMMENTS RECEIVED

17. ArcelorMittal South Africa Limited ("AMSA") submitted comments in support of the the creation of a rebate provision for the subject products. Furthermore, AMSA emphasised that a control mechanism will be required to address the risk of circumvention of the applicable duties. The mechanism should ensure that the products entered under the rebate permit meet the description of the temporary rebate provision. Thus, ensure that only the subject hot-rolled steel plates which are not manufactured locally are imported through the temporary rebate provision.

FINDINGS

18. The Commission found that the subject products are not manufactured locally. As such, the applicable ordinary and safeguard duties have an unnecessary cost-raising effect.

19. The duty relief, through the creation of a rebate provision, will contribute to the reduction in production cost and improvement in the competitive position of the domestic industry manufacturing various downstream steel products which are manufactured using the subject products as an input material.

20. The rebate provision will be made subject to an ITAC permit issued in terms of guidelines, rules and conditions.

RECOMMENDATION

21. In light of the foregoing, the Commission recommended the creation of a temporary rebate provision on ordinary customs and safeguard duties applicable to certain hot-rolled steel plate, classifiable under tariff headings 72.08 and 72.25, as follows:

a) Structural Steel

Flat-rolled products of iron or non-alloy steel, of a width of 600 mm or more, not in coils, not further worked than hot-rolled, of a thickness of 6 mm or more but not exceeding 200 mm, with a yield strength of 600 MPa or more but not exceeding 1200 Mpa and having an impact strength of 27 Joules or more at 40°C or less but not less than -60°C, classifiable in tariff subheading 7208.5, in such quantities, at such times and subject to such conditions as the International Trade Administration Commission may allow by specific permit, provided the products are not available in the SACU market;

Flat-rolled products of iron or non-alloy steel, of a width of 600 mm or more, not in coils, not further worked than hot-rolled, of a thickness of 6 mm or more but not exceeding 200 mm, with a yield strength of 670 MPa or more but not exceeding 1200 Mpa and having an impact strength of 27 Joules or more at 40°C or less but not less than -60°C, classifiable in tariff subheading 7225.40, in such quantities, at such times and subject to such conditions as the International Trade Administration Commission may allow by specific permit, provided the products are not available in the SACU market;

Flat-rolled products of iron or non-alloy steel, of a width of 600 mm or more, not in coils, not further worked than hot-rolled, of a thickness of 7 mm or more but not exceeding 30 mm, with a yield strength of 460 MPa and having an impact strength of 27 Joules or more at -40°C, classifiable in tariff subheading 7208.5, in such quantities, at such times and subject to such conditions as the International Trade Administration Commission may allow by specific permit, provided the products are not available in the SACU market;

Flat-rolled products of iron or non-alloy steel, of a width of 600 mm or more, not in coils, not further worked than hot-rolled, of a thickness of 7 mm or more but not exceeding 30 mm, with a yield strength of 460 MPa and having an impact strength of 27 Joules or more at -40°C, classifiable in tariff subheading 7225.5, in such quantities, at such times and subject to such conditions as the International Trade Administration Commission may allow by specific permit, provided the products are not available in the SACU market;

Flat-rolled products of iron or non-alloy steel, of a width of 600 mm or more, not in coils, not further worked than hot-rolled, of a thickness of 6 mm or more but not exceeding 200 mm, with a tensile strength of 485 MPa and having an impact strength of 27 Joules or more at -20°C or less but not less than -40°C, classifiable in tariff subheading 7208.5, in such quantities, at such times and subject to such conditions as the International Trade Administration Commission may allow by specific permit, provided the products are not available in the SACU market;

Flat-rolled products of other alloy steel, of a width of 600 mm or more, not in coils, not further worked than hot-rolled, of a thickness of 6 mm or more but not exceeding 20 mm, with a yield strength of 460 MPa and having an impact strength of 27 Joules or more but not exceeding 45 Joules at -20°C or less but not less than -40°C, classifiable in tariff subheading 7225.5, in such quantities, at such times and subject to such conditions as the International Trade Administration Commission may allow by specific permit, provided the products are not available in the SACU market;

b) Wear Resistant

Flat-rolled products of iron or non-alloy steel, of a width of 600 mm or more, not in coils, not further worked than hot-rolled, of a thickness of 6 mm or more but not exceeding 150 mm, with a Brinell hardness of 310 HBW or more but not exceeding 450 HBW and having an impact strength of 30 Joules at -40°C, classifiable in tariff subheading 7208.5, in such quantities, at such times and subject to such conditions as the International Trade Administration Commission may allow by specific permit, provided the products are not available in the SACU market;

Flat-rolled products of other alloy steel, of a width of 600 mm or more, not in coils, not further worked than hot-rolled, of a thickness of 6 mm or more but not exceeding 150 mm, with a Brinell hardness of 310 HBW or more but not exceeding 450 HBW and having an impact strength of 30 Joules at -40°C, classifiable in tariff subheading 7225.40, in such quantities, at such times and subject to such conditions as the International Trade Administration Commission may allow by specific permit, provided the products are not available in the SACU market;

Flat-rolled products of iron or non-alloy steel, of a width of 600 mm or more, not in coils, not further worked than hot-rolled, of a thickness of 6 mm or more but not exceeding 200 mm, with a Brinell hardness of 420 HBW or more but not exceeding 620 HBW and having an impact strength of 25 Joules or more at -40°C, classifiable in tariff subheading 7208.5, in such quantities, at such times and subject to such conditions as the International Trade Administration Commission may allow by specific permit, provided the products are not available in the SACU market;

Flat-rolled products of iron or non-alloy steel, of a width of 600 mm or more, not in coils, not further worked than hot-rolled, of a thickness of 6 mm or more but not exceeding 200 mm, with a Brinell hardness of 420 HBW or more but not exceeding 620 HBW and having an impact strength of 25 Joules or more at -40°C, classifiable in tariff subheading 7225.40, in such quantities, at such times and subject to such conditions as the International Trade Administration Commission may allow by specific permit, provided the products are not available in the SACU market; and

Other flat-rolled products of other alloy steel, of a width of 600 mm or more, other, with a yield strength of 700 Mpa or more but not exceeding 960 Mpa, tensile strength of 750 Mpa or more but not exceeding 1150 Mpa and having an impact strength of 30 Joules at -40°C or less, classifiable in tariff subheading 7225.99, in such quantities, at such times and subject to such conditions as the International Trade Administration Commission may allow by specific permit, provided the products are not available in the SACU market.