# UNITED STATES INTERNATIONAL TRADE COMMISSION

In the Matter of:

CERTAIN FROZEN OR CANNED

WARMWATER SHRIMP AND PRAWNS

FROM BRAZIL, CHINA, ECUADOR,
INDIA, THAILAND, AND VIETNAM
and

CERTAIN CREPE PAPER PRODUCTS

FROM CHINA

(Final)

Investigation No.:
731-TA-1070A
(Final)

Pages: 1 through 20

Place: Washington, D.C.

Date: January 6, 2005

# HERITAGE REPORTING CORPORATION

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) In the Matter of: ) CERTAIN FROZEN OR CANNED ) Investigation Nos.: WARMWATER SHRIMP AND PRAWNS ) 731-TA-1063-1068 FROM BRAZIL, CHINA, ECUADOR, ) (Final) INDIA, THAILAND, AND VIETNAM ) ) and CERTAIN CREPE PAPER PRODUCTS ) Investigation No.: FROM CHINA ) 731-TA-1070A ) (Final)

> Thursday, January 6, 2005

Room 101 U.S. International Trade Commission 500 E Street, SW Washington, D.C.

The meeting commenced, pursuant to notice, at

10:58 a.m., before the Commissioners of the United States International Trade Commission, the Honorable STEPHEN

KOPLAN, Chairman, presiding.

#### APPEARANCES:

# On behalf of the International Trade Commission:

# <u>Commissioners</u>:

STEPHEN KOPLAN, CHAIRMAN (presiding)
DEANNA TANNER OKUN, VICE CHAIRMAN
MARCIA E. MILLER, COMMISSIONER
JENNIFER A. HILLMAN, COMMISSIONER
CHARLOTTE R. LANE, COMMISSIONER
DANIEL R. PEARSON, COMMISSIONER

#### APPEARANCES (continued):

MARILYN R. ABBOTT, SECRETARY TO THE COMMISSION WILLIAM R. BISHOP, HEARINGS AND MEETINGS

COORDINATOR
SHARON BELLAMY HEARINGS ASSISTANT

SHARON BELLAMY, HEARINGS ASSISTANT JAMES. L. LYONS, GENERAL COUNSEL

### Staff:

Inv. Nos. 731-TA-1063-1068 (Final)(Certain Frozen
or Canned Warmwater Shrimp and Prawns from Brazil,
China, Ecuador, India, Thailand, and Vietnam):

JAMES H. McCLURE, SENIOR INVESTIGATOR ELIZABETH HAINES, INVESTIGATOR ROGER COREY, INDUSTRY ANALYST JOHN BENEDETTO, ECONOMIST JOHN ASCIENZO, AUDITOR/ACCOUNTANT MARC BERNSTEIN, ATTORNEY

Inv. No. 731-TA-1070A (Final)(Certain Crepe Paper
Products from China):

FRED FORSTALL, INVESTIGATOR AND INDUSTRY ANALYST AMELIA PREECE, ECONOMIST
MARY PEDERSEN, AUDITOR/ACCOUNTANT
MARK REES, ATTORNEY
DOUGLAS CORKRAN, SUPERVISORY INVESTIGATOR

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2	(10:58 a.m.)
3	CHAIRMAN KOPLAN: Good morning. This
4	meeting of the U.S. International Trade Commission
5	will please come to order.
6	Good morning, Madam Secretary.
7	MS. ABBOTT: Good morning, Mr. Chairman.
8	CHAIRMAN KOPLAN: We will first turn to the
9	agenda for future meetings and outstanding action
10	jackets. I understand there are none to consider.
11	We will next turn to the minutes of December
12	10 and December 14, 2004, and Ratification List 05-
13	001. Are there any objections to approval of either
14	those minutes or the ratification list?
15	(No response.)
16	CHAIRMAN KOPLAN: Hearing none, they are
17	approved.
18	We will now turn to the briefing and vote in
19	Investigation Nos. 731-TA-1063-1068 (Final) Certain
20	Frozen or Canned Warmwater Shrimp and Prawns
21	from Brazil, China, Ecuador, India, Thailand,
22	and Vietnam.
23	However, before we vote, I want to take a
24	moment to say that the terrible tragedy wrought by the
25	tsunamis weighs heavily in our hearts. When I
	Hamitana Banantina Gamanatias

- 1 approach our building, and for that matter, any
- 2 federal building, our flags fly at half mast in memory
- of the victims. I realize that, as a procedural
- 4 matter, none of the parties whose countries have been
- 5 affected by this cataclysmic event has requested that
- the Commission delay our vote, but this does not
- 7 lessen the fact that I feel the same sense of horror
- 8 and sadness that I experienced at the time of 9/11,
- 9 which occurred when I sat in this same chair in this
- 10 same room.
- 11 Madam Secretary, this concludes my personal
- 12 remarks. Unless any of my colleagues wish to add to
- what I have said, we will now turn to our briefing and
- 14 vote.
- 15 VICE CHAIRMAN OKUN: Mr. Chairman, may I be
- 16 recognized?
- 17 CHAIRMAN KOPLAN: You are recognized.
- 18 VICE CHAIRMAN OKUN: Thank you, Mr.
- 19 Chairman, and I share the sentiments you have
- 20 expressed about the catastrophe of the tsunami that
- 21 struck southeast Asia. In light of numerous
- 22 information that is coming to the Commission and
- 23 various reports, I move that we delay the vote in
- 24 these investigations until 3 p.m. -- actually we
- 25 recess until 3 p.m. to give our colleagues further

- 1 time to consider the information that we have and that
- we further continue to proceed to the other agenda
- 3 items but that we recess until three before we
- 4 determine whether to take up the shrimp vote.
- 5 CHAIRMAN KOPLAN: May I ask, since we're in
- open session, what that information is?
- 7 VICE CHAIRMAN OKUN: There is a number of
- 8 information based on reports on the effect of the
- 9 tsunami on shrimp farming in the region that I have
- 10 not had time to look at and discuss with my staff, and
- I would appreciate additional time before I come back
- down here for the vote.
- 13 CHAIRMAN KOPLAN: If I could inquire of the
- 14 general counsel, Mr. Lyons, what is the situation with
- 15 respect to the status of the record?
- 16 MR. LYONS: Mr. Chairman, the record was
- 17 closed with regard to the investigations involving
- 18 China and Vietnam, so that record is currently closed.
- 19 CHAIRMAN KOPLAN: So does that mean that any
- 20 new information under Commission Rule 207.30 is
- 21 precluded from consideration at this time?
- 22 MR. LYONS: The only information before the
- 23 Commission at this time is information either in the
- 24 record at the time that it was closed or information
- which is in the public domain.

1	CHAIRMAN KOPLAN: As of what date?
2	MR. LYONS: I will have to defer to our
3	staff lawyer for the date itself.
4	CHAIRMAN KOPLAN: Mr. McClure or Mr.
5	Bernstein?
6	MR. BERNSTEIN: Mr. Chairman, this is Marc
7	Bernstein, Office of the General Counsel. The record
8	closed in these investigations on December 27th, and
9	it closed with respect to all six investigations, all
10	of the subject countries, just to clarify that.
11	CHAIRMAN KOPLAN: And the statutory deadline
12	for our completing this; is that January 21st?
13	MR. LYONS: The statutory deadline for
14	delivery of the determination to the Department of
15	Commerce is on January 21st.
16	CHAIRMAN KOPLAN: Thank you.
17	COMMISSIONER MILLER: Mr. Chairman?
18	CHAIRMAN KOPLAN: Yes. Commissioner Miller?
19	COMMISSIONER MILLER: I would like to second
20	the vice chairman's move to recess the meeting at this
21	point and to hold the vote regarding the shrimp
22	investigation at 3 o'clock this afternoon. I would
23	suggest we go ahead with the crepe paper vote.
24	CHAIRMAN KOPLAN: Do I hear further
25	discussion?

1	COMMISSIONER PEARSON: Just a clarification,
2	Madam Vice Chairman, if I might. I think it's clear
3	from what you're saying, but what we are doing now is
4	we would lay on the table the vote on shrimp, we would
5	hold the vote on crepe paper and any other business
6	coming before the Commission at this time, and then
7	after that is accomplished, we would stand in recess
8	until 3 o'clock this afternoon. Is that the intent of
9	the motion?
LO	VICE CHAIRMAN OKUN: That's the intent of
L1	the motion. You're correct, Commissioner Pearson.
L2	CHAIRMAN KOPLAN: Commissioner Lane, is
L3	there anything you wanted to add?
L4	COMMISSIONER LANE: No.
L5	CHAIRMAN KOPLAN: Are there any other
L6	comments from the dais?
L7	(No response.)
L8	CHAIRMAN KOPLAN: If not, I suggest that we
L9	have a vote on this. Madam Secretary, will you call
20	the roll?
21	MS. ABBOTT: Commissioner Lane?
22	COMMISSIONER LANE: I vote to recess until 3
23	o'clock.
24	MS. ABBOTT: Commissioner Koplan?
25	CHAIRMAN KOPLAN: I vote against the motion.
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- 1 MS. ABBOTT: Commissioner Okun?
- 2 VICE CHAIRMAN OKUN: I vote to recess until
- 3 o'clock.
- 4 MS. ABBOTT: Commissioner Pearson?
- 5 COMMISSIONER PEARSON: I vote to delay this
- 6 vote until 3 o'clock.
- 7 MS. ABBOTT: Commissioner Miller?
- 8 COMMISSIONER MILLER: I also vote to delay
- 9 this vote, the shrimp vote, until 3 o'clock.
- 10 MS. ABBOTT: And Commissioner Hillman?
- 11 COMMISSIONER HILLMAN: I concur in delaying
- the shrimp vote until 3 o'clock.
- 13 MS. ABBOTT: The motion to recess until
- 14 3 p.m. is affirmative.
- 15 CHAIRMAN KOPLAN: Thank you for that, Madam
- 16 Secretary. I want to say that I greatly respect my
- 17 colleagues' disagreement with me over this issue.
- 18 This is an honest disagreement between us, but we'll
- 19 reconvene on this at 3 o'clock and take it from there.
- Now we will turn to the briefing and vote on
- 21 Certain Crepe Paper Products from China. We'll take a
- 22 moment for Mr. Corkran and the staff handling that
- investigation to come to the table.
- 24 (Pause.)
- 25 CHAIRMAN KOPLAN: Welcome, Mr. Corkran.

1	MR. CORKRAN: Thank you.
2	CHAIRMAN KOPLAN: Does any commissioner have
3	questions for the staff?
4	(No response.)
5	CHAIRMAN KOPLAN: Are there any additions or
6	corrections to the staff report?
7	MR. CORKRAN: Douglas Corkran, Office of
8	Investigations. Thank you, Mr. Chairman. The staff
9	has no additions or revisions to the staff report.
10	CHAIRMAN KOPLAN: Are there any objections
11	to approval of the staff report?
12	(No response.)
13	CHAIRMAN KOPLAN: Hearing none, it is
14	approved.
15	Madam Secretary, will you please call the
16	roll?
17	MS. ABBOTT: Commissioner Koplan?
18	CHAIRMAN KOPLAN: I vote in the affirmative.
19	MS. ABBOTT: Commissioner Miller?
20	COMMISSIONER MILLER: I vote in the
21	affirmative.
22	MS. ABBOTT: Commissioner Hillman?
23	COMMISSIONER HILLMAN: I vote in the
24	affirmative.
25	MS. ABBOTT: Commissioner Lane?

1	COMMISSIONER LANE: I vote in the
2	affirmative.
3	MS. ABBOTT: Commissioner Okun?
4	VICE CHAIRMAN OKUN: I vote in the
5	affirmative.
6	MS. ABBOTT: Commissioner Pearson?
7	COMMISSIONER PEARSON: I vote in the
8	affirmative.
9	MS. ABBOTT: Mr. Chairman, the Commission
10	has reached an affirmative determination.
11	CHAIRMAN KOPLAN: Thank you, Madam
12	Secretary. Thank you to Mr. Corkran and all of the
13	staff who have participated in this investigation.
14	Further information regarding this
15	determination will be in the press release.
16	Commissioners' opinions are currently scheduled to be
17	transmitted to the Department of Commerce on or before
18	January 18, 2005.
19	Thank you again to all staff. If there is
20	no other business before the Commission, we will
21	reconvene at 3 o'clock.
22	(Whereupon, at 11:08 a.m., the Commission
23	meeting was adjourned, to be reconvened at 3 p.m.)
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1	AFTERNOON SESSION
2	(3:01 p.m.)
3	CHAIRMAN KOPLAN: Good afternoon. This
4	meeting of the U.S. International Trade Commission
5	will please come back to order.
6	We will now turn to well, before we do
7	that, Madam Vice Chairman, is there something you
8	would like to put on the record?
9	VICE CHAIRMAN OKUN: Thank you, Mr.
10	Chairman. This morning, a majority of my colleagues
11	voted to recess our meeting to consider the procedural
12	options available to the Commission to consider the
13	potential impact of the tsunami on the shrimp
14	industries in India and Thailand. I want to thank the
15	parties and our staff for their forbearance as we
16	considered these important matters.
17	During our recess, we had the opportunity to
18	consider the appropriate course of action. One option
19	was to delay the vote on the two impacted countries,
20	reopen the record with regard to the impact of the
21	tsunami, and vote at a later date.
22	Another option was to consider whether the
23	changed circumstances provision, 19 U.S.C. 1675(b),
24	was applicable in the event the Commission reached an
25	affirmative determination with regard to the affected

1	countries. This provision allows the Commission to
2	address situations in which changed circumstances
3	warrant review of an injury determination that has
4	culminated in the issuance of an antidumping order.
5	At this point, Mr. Chairman, I will not move
6	to delay the vote, but in the event the Commission
7	reaches an affirmative determination, I will support
8	the Commission collecting information from interested
9	parties on whether the tsunami's impact on the
LO	affected countries' industries warrants the Commission
L1	self-initiating a changed circumstance review.
L2	Thank you, Mr. Chairman, and I have no
L3	further comments at this time.
L4	CHAIRMAN KOPLAN: Thank you, Madam Vice
L5	Chairman, and I appreciate your comments, and in the
L6	event that the vote does result in an affirmative
L7	determination, I would join with you in supporting
L8	such an alternative.
L9	COMMISSIONER HILLMAN: Mr. Chairman?
20	CHAIRMAN KOPLAN: Yes. Commissioner
21	Hillman.
22	COMMISSIONER HILLMAN: I would only like to
23	note that while I concur with the vice chairman's
24	suggestion and the chairman's to expeditiously

consider a changed circumstance in this investigation

25

- 1 should there be an affirmative vote, I would have
- 2 preferred a different approach. In light of the
- 3 magnitude of the devastation caused by the earthquake
- 4 and tsunami, I would have preferred to postpone the
- 5 Commission's vote, at least with respect to imports
- from India and Thailand, in order to reopen the record
- 7 for a brief period of time to gather additional
- 8 information on the disaster's effect on each country's
- 9 ability to produce and export shrimp to the United
- 10 States.
- 11 With this information, the Commission's vote
- on these two countries would have been based on a more
- accurate record that takes cognizance of the
- 14 devastation that has occurred in Asia. I regret that
- 15 the Commission was unable to reach a consensus on this
- 16 approach and that we are proceeding today on all six
- 17 countries subject to this investigation without
- 18 affording ourselves the opportunity to take into
- 19 account the effects of this terrible tsunami. Thank
- 20 you, Mr. Chairman.
- 21 CHAIRMAN KOPLAN: Thank you, Commissioner
- 22 Hillman. Is there any other commissioner who wishes
- 23 to be heard? Commissioner Pearson?
- 24 COMMISSIONER PEARSON: Mr. Chairman, I would
- just express my appreciation to you and the other

- 1 commissioners, all of whom had very good intent to try
- 2 to find the best way to do the right thing in this
- 3 complicated situation. I'm very glad that we've been
- 4 able to reach this point with a considerable degree of
- 5 comity.
- 6 CHAIRMAN KOPLAN: I appreciate your
- 7 comments. Anyone else?
- 8 (No response.)
- 9 CHAIRMAN KOPLAN: If not, we will now turn
- to the briefing and vote in Investigation Nos. 731-TA-
- 11 1063-1068 (Final) Certain Frozen or Canned Warmwater
- 12 Shrimp and Prawns from Brazil, China, Ecuador, India,
- 13 Thailand, and Vietnam.
- 14 Welcome to Mr. McClure and the staff who
- 15 participated. Are there any questions for the staff?
- 16 (No response.)
- 17 CHAIRMAN KOPLAN: Are there any additions or
- 18 corrections to the staff report?
- 19 MR. McCLURE: Mr. Chairman, Jim McClure,
- 20 Office of Investigations. There is only one addition,
- 21 and that's contained in Investigations Memorandum CC-
- 22 002, which adds Tables C-2 and C-3 to the report.
- 23 Beyond that, I would be remiss if I did not mention
- 24 the names of the invaluable stat. unit that helped so
- 25 much. For AED and John and all of the prices, Shakira

- 1 Van Savage and Loretta Willis; in our stat. unit, Lita
- 2 David Harris, Mara Alexander, Carolyn Holmes, Darlene
- 3 Smith-Alcalde, and the incomparable Andy Rylyk and
- 4 Steve Hudgens. We simply wouldn't have gotten this
- 5 done without them.
- 6 CHAIRMAN KOPLAN: I appreciate you doing
- 7 that, Mr. McClure.
- 8 Are there any objections to approval of the
- 9 staff report as revised?
- 10 (No response.)
- 11 CHAIRMAN KOPLAN: Hearing none, it is
- 12 approved.
- 13 Madam Secretary, will you please call the
- 14 roll?
- MS. ABBOTT: Commissioner Lane?
- 16 COMMISSIONER LANE: I vote in the
- 17 affirmative on present injury and negative with regard
- 18 to critical circumstances relating to China.
- 19 MS. ABBOTT: Commissioner Koplan?
- 20 CHAIRMAN KOPLAN: Thank you, Madam
- 21 Secretary. I concur with Commissioner Lane.
- MS. ABBOTT: Commissioner Okun?
- 23 VICE CHAIRMAN OKUN: I find two separate
- like products, one encompassing canned warmwater
- shrimp and prawns and one encompassing certain

- 1 noncanned warmwater shrimp and prawns. I vote in the
- 2 negative with respect to canned and in the affirmative
- with respect to certain noncanned shrimp and prawns.
- With respect to imports of canned shrimp, I
- find imports from Brazil, Ecuador, and India to be
- 6 negligible. With respect to critical circumstances, I
- 7 vote in the negative.
- 8 MS. ABBOTT: Commissioner Pearson?
- 9 COMMISSIONER PEARSON: I concur with
- 10 Commissioner Okun.
- 11 MS. ABBOTT: Commissioner Miller?
- 12 COMMISSIONER MILLER: I also concur with
- 13 Commissioner Okun.
- 14 MS. ABBOTT: Commissioner Hillman?
- 15 COMMISSIONER HILLMAN: I also concur with
- 16 Commissioner Okun.
- MS. ABBOTT: Mr. Chairman, the Commission
- 18 has found either negative or negligible concerning
- 19 canned warmwater shrimp and prawns and affirmative in
- 20 all other investigations.
- 21 CHAIRMAN KOPLAN: Thank you, Madam
- 22 Secretary.
- 23 Further information regarding this
- determination will be in the press release.
- 25 Commissioners' opinions are currently scheduled to be

- transmitted to the Department of Commerce on or before
- 2 January 21, 2005.
- I again want to thank all staff who assisted
- 4 us in this investigation. It's very much appreciated.
- 5 Seeing no other business before the Commission, --
- 6 sorry about that. Madam Vice Chair?
- 7 VICE CHAIRMAN OKUN: Mr. Chairman, I will
- 8 not make a practice of this. I just wondered if, in
- 9 light of the determination that was just announced by
- 10 the secretary that we have reached an affirmative
- 11 determination, whether you could help the Commission
- 12 understand how we'll proceed with regard to collecting
- information on a changed circumstances review.
- 14 CHAIRMAN KOPLAN: I would suggest that we
- 15 get together with staff immediately after this and
- 16 come up with a timetable and program, unless you have
- 17 something to suggest at this time.
- 18 VICE CHAIRMAN OKUN: No. I think that is
- 19 appropriate and that we would allow parties to comment
- on the appropriateness of taking that action.
- 21 CHAIRMAN KOPLAN: Absolutely. Yes.
- 22 VICE CHAIRMAN OKUN: Thank you.
- 23 CHAIRMAN KOPLAN: Anything further?
- 24 (No response.)
- 25 CHAIRMAN KOPLAN: If not, this meeting is

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adjourned.
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                   (Whereupon, at 3:10 p.m., the Commission
       meeting was adjourned.)
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### CERTIFICATION OF TRANSCRIPTION

TITLE: Certain Frozen Canned Warmwater

Shrimp

INVESTIGATION NOS.: 731-TA-1063-1068 (Final)

HEARING DATE: January 6, 2005

**LOCATION:** Washington, D.C.

NATURE OF HEARING: Briefing and vote

I hereby certify that the foregoing/attached transcript is a true, correct and complete record of the above-referenced proceeding(s) of the U.S. International Trade Commission.

DATE: <u>January 6, 2005</u>

SIGNED: <u>LaShonne Robinson</u>

Signature of the Contractor or the Authorized Contractor's Representative

1220 L Street, N.W. - Suite 600

Washington, D.C. 20005

I hereby certify that I am not the Court Reporter and that I have proofread the above-referenced transcript of the proceeding(s) of the U.S. International Trade Commission, against the aforementioned Court Reporter's notes and recordings, for accuracy in transcription in the spelling, hyphenation, punctuation and speaker-identification, and did not make any changes of a substantive nature. The foregoing/attached transcript is a true, correct and complete transcription of the proceeding(s).

SIGNED: <u>Carlos Gamez</u>

Signature of Proofreader

I hereby certify that I reported the abovereferenced proceeding(s) of the U.S. International Trade Commission and caused to be prepared from my tapes and notes of the proceedings a true, correct and complete verbatim recording of the proceeding(s).

SIGNED: Renee Katz/Kyle Johnson

Signature of Court Reporter