

Therefore elimination of ASP will reduce U.S. prices for dichlorobenzidine even more than the Kennedy round and thereby deteriorate our economic position in the market. Without question the Kennedy round and elimination of ASP alters the balance of competition between foreign and domestically produced dichlorobenzidine to the advantage of the foreign producer.

CONCLUSION

The very substantial loss facing Lakeway, its employees, and our community need not occur, should not occur, and will not occur if this committee insists on a foreign trade policy in the best interest of U.S. business which, in the final analysis, is also in the national interest.

In our small company, we are all deeply concerned about our future and with preventing any loss of employment.

I thank you. This is the end of my statement.

(The information referred to follows:)

TARIFF REDUCTIONS AS RESULT OF KENNEDY ROUND ITEM NO. 403.59—DICHLOROBENZIDINE DIHYDROCHLORIDE

	U.S. price	Total duty (cents per pound)	Duty red uction (cents per pounds)
Base rate: 3.5 cents per pound plus 25 percent ad valorem.....	\$1.33	36.7	-----
Present:			
Step 1: 3.0 cents per pound plus 22.5 percent ad valorem.....	1.33	32.9	3.8
Step 2: 2.7 cents per pound plus 20 percent ad valorem.....	1.33	29.3	7.4
Step 3: 2.3 cents per pound plus 17.5 percent ad valorem.....	1.33	.255	26.455
Step 4: 1.9 cents per pound plus 15.0 percent ad valorem.....	1.33	.2185	36.4815
Step 5: 1.5 cents per pound plus 13 percent ad valorem.....	1.33	.1879	36.5121

STATEMENT OF COMPLAINANT

To: The Commissioner of Customs, U.S. Bureau of Customs, 2100 K Street, NW., Washington, D.C.

From: Lakeway Chemicals, Inc., 5025 Evanston Avenue, Muskegon, Michigan.
By: Leonard, Clammer, Flues & Redmon, Attorneys-at-Law.

Subject: The importation and sale of dichlorobenzidine dihydrochloride (popularly known as "DCB") into the commerce of the United States at less than a fair value within the purview of the Antidumping Act, 1921, as amended.

Reference: Secs. 201-4, Antidumping Act of 1921, as amended (19 U.S.C. Sec. 160) : 19 CFR Secs. 14.6-14.8.

Lakeway Chemicals, Inc., a Michigan corporation, has its offices and principal place of business in the City of Muskegon, Michigan. Legal counsel representing it in this matter is the law firm of Leonard, Clammer, Flues & Redmon, Washington, D.C. The following information is submitted concerning the importation into and sale within the commerce of the United States of dichlorobenzidine dihydrochloride, hereinafter referred to as ("DCB"), at less than fair value, a situation which is here called to the attention of the U.S. Bureau of Customs, Department of the Treasury, with the request that it initiate a summary investigation, issue an Antidumping Product Notice, and take such other action as is relevant and proper in the circumstances under the Antidumping Act of 1921, as amended, and the regulations therein.

1. (a) Description of the merchandise

DCB is produced by a benzidine rearrangement using ortho-chlor-nitro-benzene as the starting material. The reaction is exothermic, needs careful control and requires exacting purification of the final product. It is used by ink manufacturers who react it with arylides resulting in "Benzidine Yellow". This new