

TABLE 1.—REDUCTION IN DUTY ON DYES, AZOICS, AND ADVANCED INTERMEDIATES INVOLVED IN THE REPEAL OF ASP AND SUBSTITUTION OF THE GATT "SEPARATE CHEMICAL AGREEMENT" RATES BASED ON EXPORT PRICES (FSP) FOR PRE-KENNEDY ROUND RATES BASED ON ASP—Continued

[Price and duty in dollars per pound]

Category of product	Pre-Kennedy round, 1965		Average FSP	Post-Kennedy round				
	Average ASP	Average ASP duty		Average ASP duty	Average FSP duty under separate agreement	Average percent of duty reduction, based on—		
						ASP	FSP	
Azoics:								
Bases.....	\$2.15	\$0.47	\$0.84	\$0.23	\$0.25	50	46.8	
Salts.....	1.59	.35	.78	.18	.23	50	34.3	
Naphthol AS and derivatives.....	3.18	.67	1.73	.33	.52	50	22.4	
Average, 3 classes of azoics.....	2.31	.50	1.12	.25	.33	50	34.0	
Intermediates:								
Subgroups dutiable under—								
TSUS 403.48B.....	.84	.20	.43	.10	.08	50	60.0	
TSUS 403.50B.....	1.25	.28	.69	.14	.12	50	57.1	
TSUS 403.60B.....	.29	.11	.17	.05	.05	50	54.5	
TSUS 403.60C.....	.91	.26	.46	.13	.09	50	65.4	
TSUS 403.60G.....	2.45	.67	1.40	.32	.27	50	59.7	
Average, 5 classes of intermediates.....	1.15	.30	.63	.15	.12	50	60.0	

Source: Confidential exhibit, tables I, III, and V.

TABLE 2.—COMPETITIVE RELATIONSHIP BETWEEN 410 FOREIGN AND U.S. PRODUCED DYES AND INTERMEDIATES AT EXISTING AND PROPOSED RATES OF DUTY

Category of product	Number of products analyzed	At existing rates of duty: ¹ Number with landed cost at or below ASP		At proposed rates of duty: ² Number with landed cost at or below ASP	
		Without markup	With 20 percent markup	Without markup	With 20 percent markup
Dyes:					
Disperse.....	40	33	7	40	38
Acid.....	89	87	48	86	83
Mordant.....	16	15	5	16	15
Direct.....	95	95	44	95	95
Basic.....	20	20	17	20	20
Vat.....	32	29	13	32	31
Total.....	292	279	134	289	282
Azoics:					
Bases.....	16	16	16	16	16
Salts.....	22	22	20	20	19
Naphthols.....	21	20	18	20	19
Total.....	59	48	54	59	54
Intermediates.....	59	50	23	59	50
Total, all products analyzed.....	410	387	211	407	386

¹ 1965 pre-Kennedy round.

² Post-Kennedy round, under "Separate Chemical Agreement."

Source: Confidential exhibit, table II, IV, and VI.

The CHAIRMAN. Thank you, Mr. Marshall, for bringing to us your views. Are there any questions? Mr. Curtis.

Mr. CURTIS. First, I want to thank the witness for a very good statement and backup documents. I want to observe that you are hitting at one of the most serious and difficult nontariff trade barriers we have; namely, the differential between our antitrust laws and the lack of this concept among our trade partners.