

Anti-Dumping Questionnaire (Exporter)

Case AD0058: Biodiesel exported from the People's Republic of China

Period of Investigation (POI):	1 April 2023 – 31 March 2024
Injury period:	1 April 2020 – 31 March 2024
Deadline for response:	31 October 2024
Contact details:	AD0058@traderemedies.gov.uk
Completed on behalf of:	Longyan Zhuoyue New Energy Co., Ltd

When you have completed this form, indicate the **confidentiality status** of this document by placing an X in the relevant box below:

- ☐ Confidential
☒ Non-confidential – will be made publicly available

Your completed response must comprise this questionnaire and the corresponding annexes. Please note that you will have to provide **Confidential** and **Non-Confidential** versions of the questionnaire and annexes, as well as of any additional documents you append. All documents should be uploaded to the Trade Remedies Service (www.trade-remedies.service.gov.uk) by 14 October 2024.

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Introduction

About us, this case and this questionnaire

The Trade Remedies Authority (TRA) investigates whether trade remedies are needed to prevent injury to UK industry. The TRA has been established to provide the UK with its own independent trade remedies system.

This case is investigating the allegation that biodiesel from the People's Republic of China (PRC) is being dumped (exported to the United Kingdom (UK) at prices less than their normal value) and that this dumping is causing injury to the UK industry for these goods.

Why should I take part?

We are asking foreign exporters to complete this questionnaire to help us understand the industry and market for this product and assess if a measure is needed. We need to establish whether the alleged dumping has occurred and has caused injury to the UK industry.

If you are an exporter of the goods concerned to the UK but do not produce these goods, please complete Annex I, as well as sections of the questionnaire you are reasonably able to answer. Furthermore, please provide the Case Team with contact details for the company/companies that produce the goods concerned that you export.

The information your company provides will help us to reach a fair and proportionate decision.

How do I respond?

Detailed guidance on how to complete the questionnaire is provided in the [instructions](#) section below.

Please provide all the information requested by 14 October 2024. (We have extended the normal 30-day deadline to take account of the Mid-Autumn Festival and National Day public holidays in the PRC). We may need to issue a deficiency notice if we determine that the information supplied in the questionnaire is incomplete or inadequate. We may also send a notice requesting clarification or supplementary information if necessary. Therefore, please provide as much detail as possible in your responses.

Where can I find more information?

Our [trade remedies guidance](#) provides general information about our investigations and processes we follow.

If you have any specific questions relating to the case, now or while you're completing the questionnaire, please contact the Case Team at AD0058@traderemdies.gov.uk.

You can also find out more about the regulatory basis of our investigations. The TRA investigates cases under the provisions of *Trade Remedies (Dumping and Subsidisation) (EU Exit) Regulations 2019 as Amended by the Trade Remedies (Amendment) (EU Exit) Regulations 2019* and under the *Taxation (Cross-border Trade) Act 2018*.

Instructions on completing this questionnaire

Preparing your response

This section sets out guidance on how to complete this questionnaire.

If you think you won't be able to complete the questionnaire within the required time, please contact the Case Team ahead of the deadline using the contact details on the cover of this questionnaire. You should outline the length of extension you need and the reasons why. We will notify you of our decision.

If we can accommodate an extension, we will publish a note on our [public file](#) to record both the request and the extension granted.

How to answer the questions

Please read and follow all the instructions carefully. Your company will need to substantiate all claims with relevant data and information. You may be asked to attach supporting documents in appendices to supplement your responses. To help us verify your information, please retain all these documents, your completed spreadsheet annexes and any calculations you made when developing your responses.

Please also note the following points:

- Do not leave any questions blank. If the question is not relevant to your organisation, please explain why. If the answer to a question is “zero”, “no” or “none”, please write this.
- Please complete the spreadsheet annexes as requested. Annexes are named to correspond to the relevant sections of this questionnaire and must be completed with reference to the instructions provided. If you feel you cannot present the information as requested, please contact your Case Team as soon as possible.
- Please provide all formulas and calculations used within your questionnaire response.
- If there is insufficient space in any part of the questionnaire to provide the details requested, or we ask for copies of additional information, please submit this information as appendices. Please ensure that any attachments are given a corresponding appendix reference in the title of the document and that these are referenced in the boxes provided.
- Any documents not in English should be accompanied by an English translation.
- Please provide all dates in the format DD/MM/YYYY (e.g., 23/05/2019).
- Unless otherwise stated, ‘year’ or ‘calendar year’ refers to the period 1 January – 31 December and ‘quarter’ refers to the associated three-month periods e.g. 1 January – 31 March, 1 April – 30 June, etc.
- Identify all units of measurement and currencies used in tables, calculations and lists, if not provided by the corresponding instructions, and use units of measurement consistently (e.g., do not use kg and metric tonnes interchangeably).
- For all numerical figures, where appropriate please express every third number with a comma (e.g., ‘1,300’ for one-thousand three hundred, ‘1,300,000’ for one million and three-hundred thousand).
- Please limit all sales/currency/income figures to two decimal places, apply a full point as a decimal separator and use the appropriate currency symbol or abbreviation (e.g., £1,300.00).
- Provide all costing figures as actual amounts. Where actual amounts cannot be provided and you have reported standard costing instead, please indicate this in the relevant answer, and explain the variance from actual costs, if any.
- All figures should be reported net of tax unless otherwise stated.
- Please refer to the case number, AD0058, in any correspondence with the TRA.

Preparing confidential and non-confidential copies

You will need to submit one confidential version and one non-confidential version of your questionnaire and the corresponding spreadsheet annexes by the due date. We will publish the non-confidential version on the public file. **Please ensure that each page of information you provide is clearly marked either “Confidential” or “Non-Confidential” in the header.**

Please see our guidance on [how to submit information](#) for further details on what can be considered confidential and how to prepare a non-confidential version of this questionnaire.

In preparing your response, please note the following:

- It is your responsibility to ensure that the non-confidential version does not contain any confidential information.
- Remember to include a statement explaining why information obtained in your response should be treated as confidential e.g. the data is commercially sensitive.
- Provide the source for all information or data you don't own and clearly state any restrictions on sharing it.
- If you do not provide a non-confidential summary (or a statement of reasons why you cannot provide this) each time you provide confidential information, the TRA may disregard the information you give us.

All information provided to the TRA in confidence will be treated accordingly and only used for this investigation (except in limited circumstance as permitted by regulation 46 of the *Trade Remedies (Dumping and Subsidisation) (EU Exit) Regulations 2019*) and will be stored in protected systems. The non-confidential version of your submission will be placed on the public file, which is available on www.trade-remedies.service.gov.uk/public/cases.

Providing information from subsidiaries or associated parties

Section A of this questionnaire includes detailed questions about your company structure. Although this questionnaire is intended for your company, our investigation covers all subsidiaries and any other associated companies involved in the import, production, sale, R&D, distribution and/or supply of the like good and/or goods concerned.

Please note, both natural persons (individuals) and legal persons (e.g. companies) are considered to be associated where they meet the definition of 'Related Persons' in [Regulation 128 of the Customs \(Import Duty\) \(EU Exit\) Regulations 2018](#).

- If any of your subsidiaries or associated companies are also an exporting producer of the goods concerned they should **also** complete the main questionnaire. Please make sure you provide your subsidiaries with access to this questionnaire.
- If your subsidiaries or associated companies are not producers but are involved in the sales and/or marketing of the export goods concerned to the UK, they

should complete Annex I, as well as sections of the questionnaire they are reasonably able to answer.

- If your subsidiaries or associated parties are producers but are not involved in the sales and/or marketing of the export good to the UK, they should complete the relevant sections of the questionnaire.

If you have any queries about this part of the process, please contact the Case Team using the details provided on the cover of this questionnaire.

What happens next

Once you have completed your questionnaire responses including the corresponding annex(es) and any additional documents requested, you must upload confidential and non-confidential versions through our [Trade Remedies Service](#). Following this:

- you will receive an email confirming the documents have been uploaded successfully.
- the Case Team will contact you if further information is required;
- the non-confidential responses will be placed on the public file; and
- the Case Team may contact you to arrange a visit to verify the information contained in your responses.

Verifying the information you supply

The TRA will verify, as far as possible, the information provided to it. As part of this process, we may conduct verification visits. If we need to verify information that you provide by visiting your premises, the Case Team will contact you to arrange this.

Visits can last several days, during which we will want to speak to management and staff to help establish the completeness, relevance and accuracy of the information provided.

Please keep a record of formulas and steps used in your calculations and other related material/documentation as it may be asked for during verification.

In some circumstances, verification may be conducted remotely.

We are considering conducting in-person verification between 5 January 2025 and 22 January 2025. Please indicate if you would be able to host a verification visit between these dates.

Once verification is complete, the TRA will prepare a report and share a draft with you. the TRA will then ask you to prepare a non-confidential copy of the report for

the public record. If you feel some information in the report should be kept confidential, please provide your reasons for this.

The scope of this investigation

Goods concerned

This investigation covers biodiesel exported from the PRC, described as:

“Fatty-acid mono-alkylesters or paraffinic gasoils obtained from synthesis or hydrotreatment of non-fossil origin in pure form or as included in a blend, excluding sustainable aviation fuel, in pure form or as included in a blend.”

This biodiesel is currently classifiable within the following CN code(s). These codes are only given for information.

1516 20 98 21	1518 00 99 32	2710 19 47 39	3824 99 92 15
1516 20 98 22	1518 00 99 39	2710 20 11 21	3824 99 92 16
1516 20 98 23	2710 19 43 21	2710 20 11 22	3824 99 92 19
1516 20 98 29	2710 19 43 22	2710 20 11 23	3826 00 10 20
1516 20 98 31	2710 19 43 23	2710 20 11 29	3826 00 10 21
1516 20 98 32	2710 19 43 29	2710 20 11 31	2816 00 10 22
1516 20 98 39	2710 19 43 31	2710 20 11 32	3826 00 10 29
1518 00 91 21	2710 19 43 32	2710 20 11 39	3826 00 10 50
1518 00 91 22	2710 19 43 39	2710 20 16 21	3826 00 10 51
1518 00 91 23	2710 19 46 21	2710 20 16 22	3826 00 10 52
1518 00 91 29	2710 19 46 22	2710 20 16 23	3826 00 10 59
1518 00 91 31	2710 19 46 23	2710 20 16 29	3826 00 10 89
1518 00 91 32	2710 19 46 29	2710 20 16 31	3826 00 10 90
1518 00 91 39	2710 19 46 31	2710 20 16 32	3826 00 10 91
1518 00 95 10	2710 19 46 32	2710 20 16 39	3826 00 10 99
1518 00 95 11	2710 19 46 39	2710 20 16 91	3826 00 90 11
1518 00 95 19	2710 19 47 21	2710 20 16 92	3826 00 90 12
1518 00 99 21	2710 19 47 22	2710 20 16 99	3826 00 90 13
1518 00 99 22	2710 19 47 23	3824 99 92 10	3826 00 90 19
1518 00 99 23	2710 19 47 29	3824 99 92 11	3826 00 90 31
1518 00 99 29	2710 19 47 31	3824 99 92 13	3826 00 90 32
1518 00 99 31	2710 19 47 32	3824 99 92 14	3826 00 90 39

In this questionnaire, these goods will be referred to as ‘**the goods concerned**’. Any reference to ‘goods concerned’ in this questionnaire refers to the goods description above, regardless of the commodity code under which they are exported.

Like goods

In addition to seeking information about your company's export sales to the UK of the goods concerned this questionnaire will also ask about your sales of like goods in your domestic market and to third countries. Any reference to '**like goods**' in this questionnaire refers to goods which are like the goods concerned in all respects, or with characteristics closely resembling them.

Please follow the instructions for each question to provide the appropriate information regarding the like goods and goods concerned.

Product Control Numbers

The TRA uses Product Control Numbers (PCNs) to define and distinguish the different types of products that fall under the goods description above.

PCNs, which come in the form of an **alphanumeric code**, help to create a categorisation system so that comparisons can be made between goods produced in the domestic UK market and those produced in foreign markets.

Characteristic	Symbol	Description
Type	F	FAME (fatty-acid mono-alkyl esters)
	P	Paraffinic gasoils
Cold Filter Plugging Point (CFPP) in degrees centigrade to nearest degree	1	Higher than +9
	2	Higher than or equal to 0 but lower than or equal to +9
	3	Lower than 0 but higher than or equal to -9
	4	Lower than -9 but higher than or equal to -40
	5	Lower than -40
Feedstock	1	biodiesel from feedstocks subject to incentives (singled counted as according to the RTFO categories)
	2	biodiesel from feedstocks subject to incentives (double counted as according to the RTFO categories)
	0	other/special purpose sold without any certificate
Form	P(100)	Pure form

	B(XX)	XX equals percentage of biodiesel blended with ULSD
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Under this PCN structure, biodiesel assigned PCN F12B30 would be a product that corresponds with the following:

- FAME
- A Cold Filter Plugging Point (CFPP) higher than +9
- Biodiesel from feedstocks subject to incentives (double counted as according to the RTFO categories) – for example, UCO
- 30 percent biodiesel blended with ULSD

In this questionnaire and the corresponding annexes, you will be asked to construct PCNs representing the different types of products you produce. When giving your PCNs, please do not use any spaces, dashes or other means of separation, and ensure you follow the order of characteristics outlined in the table above.

1. Please provide details of any technical or physical characteristic not included in the PCN structure that may affect the price comparison between products.

Answer:

Not applicable.

2. Please comment on the suitability of the PCN structure in regard to your product range. This may include areas such as:

- Categorisation of features;
- Number of products included under “Other” which may exclude a fair comparison;
- Specialised products which may unduly influence the comparison.

Answer:

Not applicable.

3. Please provide details of any manufacturing process differences which you feel may influence the PCN structure and the price comparison between the goods concerned and the like goods.

Answer:

Not applicable.

SECTION A: Company structure and operations

A1 Identity and contact details

1. Please complete the table below, ensuring that the point of contact given has the authority to provide this information:

Legal name of company:	Longyan Zhuoyue New Energy Co., Ltd.
Legal structure (e.g., limited company, sole trader, partnership):	Company limited by shares
Year of establishment:	2001
Other operating names:	Not applicable
Company registration number:	91350000731877199G
Place of registration:	Longyan, China
Name (point of contact):	[Redacted – contains personal information]
Position:	Vice President
Address:	Pinglin, Tieshan Town, Xinluo District, Longyan City, Fujian Province, China
Telephone No:	[Redacted – contains personal information]
Email:	[Redacted – contains personal information]
Website:	www.chinabiodiesel.cn

2. If you have appointed an external party to act on your behalf in this investigation, please provide their details and attach a letter confirming the TRA should contact them directly:

Name:	East & Concord Partners
Address:	20th to 25th Floor, Landmark Tower 1, 8 North Dongsanhuan Road, Beijing 100004, China
Telephone No.:	+86-10-65107050
Email:	vivian_wang@east-concord.com
Confirm they have signed authority to act (Yes/No):	Yes
Appendix reference: A1.2	

A2 About your company

1. Describe the role of your company in relation to exports of the goods concerned to the UK market (e.g., producer, producer/exporter or exporter/distributor). Please make it clear whether you are a producer, and if you are not, please contact us within seven days with details of the producers that supply you.

Answer:

Longyan Zhuoyue New Energy Co., Ltd. (hereinafter referred to as "Longyan Zhuoyue") is an exporting producer of the goods concerned. Longyan Zhuoyue produced the goods concerned and exported it directly to the UK in the POI.

Longyan Zhuoyue has a related exporting producer - Xiamen Zhuoyue Biomass Energy Co., Ltd ("Xiamen Zhuoyue"), which produced the product concerned and exported it to the UK via Longyan Zhuoyue in the POI. Xiamen Zhuoyue completes a separate questionnaire.

Appendix reference: **None**

2. Please provide details of any changes in the legal form of your business over the past 5 years, for example, mergers, acquisitions and/or sales.

Date	Legal form	Explanation of change
2019/12/17	Change of legal form	<p><u>Content before the change:</u> Stock Company Limited (Joint venture with the territory of Taiwan, Hong Kong and Macao, unlisted Company)</p> <p><u>Content after the change:</u> Stock Company Limited (Joint venture with the territory of Taiwan, Hong Kong and Macao, Listed Company)</p>

+Add additional rows as required.

3. List and explain all authorisations your company has been required to obtain to produce, sell, or to export the goods concerned. These may include licences, permits, permissions or mining concessions. Indicate if your company is subject to any direct or indirect, quantitative or other, restrictions on any of these activities.

Answer:

Longyan Zhuoyue has not been required to obtain any authorizations to produce, sell or to export the goods concerned.

There are no direct or indirect quantitative or other restrictions on any of these activities.

Appendix reference: **None**

4. List all international production standards (BS / EN etc) your company currently conforms to, for the like goods / goods concerned.

Answer:

The international production standards Longyan Zhuoyue currently conforms to are the EN 14214 and GB 25199 for diesel fuels.

Appendix reference: **None**

5. State whether your company is a member of any representative organisations (e.g., trade bodies, associations, Chambers of Commerce). If so, provide a copy of the relevant documentation.

Answer:

Longyan Zhuoyue is a member of China Chamber of Commerce of Metals, Minerals & Chemicals Importers & Exporters.

Please refer to [Appendix A2.5](#) for the relevant documentation.

Appendix reference: **A2.5**

A3 Organisational structure

Please answer the questions below about the internal structure of your company and any associations with other companies. Both natural persons (individuals) and legal persons (e.g. companies) are associated where they meet the definition of 'related persons' in Regulation 128 of the [Customs \(Import Duty\) \(EU Exit\) Regulations 2018](#).

1. Please complete **Section A3 – Organisational structure** of **Annex II** for your company's worldwide corporate structure and affiliations.

Answer:

Please refer to **Section A3 – Organisational structure of Annex II**.

2. Please explain, or demonstrate in a diagram, the legal structure of your company showing the internal hierarchical and organisational structure, all sites/locations and departments which are involved in the production, sale, R&D, supply and distribution of the like goods or goods.

Answer:

Please refer [Appendix A3.2](#) to for the Internal Organizational Chart.

Appendix reference: [A3.2](#)

A4 Board members and principal shareholders

1. Please complete **Section A4 – Owners and shareholders of Annex II** for:
 - all your company's shareholders that owned more than 5% of its shares during the POI 1 April 2023 – 31 March 2024.
 - the Board of Directors during the POI 1 April 2023 – 31 March 2024.

Answer:

Please refer to **Section A4 – Owners and shareholders of Annex II**.

2. Explain your procedure for appointing the members of the Board of Directors.

Answer:

According to Article 96 of the Articles of Association of Longyan Zhuoyue, the members of the Board of Directors are appointed by the Shareholders' Meeting.

Appendix reference: [None](#)

3. If applicable to your company, please attach the latest copy of the following documents (in the original language and in English):
 - articles of association and all related documents;
 - business licence;
 - proof of registration of the company with the competent authorities.

Please describe what you are submitting and provide appendix references for your attachments in the box below. Earlier copies from the date of establishment of the

company until the present should be available upon request during any verification visit.

Answer:

Please refer to [Appendix A4.3.1](#)) for Articles of Association;

Please refer to [Appendix A4.3.2](#)) for business licence;

Please refer to [Appendix A4.3.3](#)) for proof of registration.

Appendix reference: [A4.3.1](#)), [A4.3.2](#)), [A4.3.3](#))

A5 Operational links with other companies or persons

1. Complete the table below if your company has established long term agreements or relationships with any company/companies located in the UK, the PRC or in third countries for the production (e.g. sub-contracting), supply and sale of the like goods, or other licensing, technical patent or compensatory agreements.

If your company has long-term agreements with other companies/persons for the supply of goods destined for internal sale, e.g. captive use, please provide the contract to demonstrate this.

Company name and address	Nature of agreement	Company registration number and place of registration	Appendix number of contract
Appendix reference:			

+Add additional rows as required.

Answer:

Not applicable. Longyan Zhuoyue has not established long term agreements or relationships with any company/companies.

A6 Accounting practices

1. Give the address where your company's accounting records are kept. If records are maintained in different locations, please indicate which records are kept at

which location. If records are digital and do not have a physical location, please mark as N/A.

Records address	What records are held?
Pinglin, Tieshan Town, Xinluo District, Longyan City, Fujian Province, China	Accounting records

+Add additional rows as required

2. Please give the financial year convention your company uses for its accounts (e.g. 1 January – 31 December). If any changes have occurred with respect to this period or in your accounting practices over the last four financial years, please describe these changes.

Answer:

Longyan Zhuoyue's financial year is the calendar year, i.e. from January 1st to December 31st.

There is no change during the last four financial years.

Appendix reference: **None**

3. For your company and any associated parties involved in the production, marketing or sales of the goods concerned, please attach a copy of your audited accounts covering the injury period including the financial statements and audit reports.

Answer:

Please refer to **Appendix A6.3** for the Audit Reports.

Appendix reference: **A6.3**

4. If your accounts are unaudited, please attach a copy of your unaudited financial statements for the injury period.

Answer:

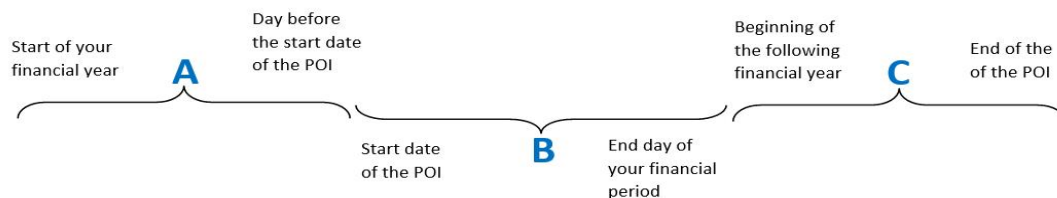
Not applicable. Longyan Zhuoyue's accounts have been audited.

Appendix reference: **None**

5. Please attach a copy of your company's trial balance (in original and spreadsheet form) covering the POI 1 April 2023 – 31 March 2024. If your financial year is fully aligned with the POI, this is all that is required.

Where your financial period is not aligned with the POI, please provide trial balances (in original and spreadsheet form) to cover the following periods:

- A.** the trial balance which starts from the beginning of your financial year and ends on 31 March 2022
- B.** the trial balance which starts from 1 April 2023 to the end of your financial year; and
- C.** the trial balance which starts from the beginning of your following financial year and ends on 31 March 2024.



Answer:

Please refer to [Appendix A6.5](#) for Trial Balance of Longyan Zhuoyue.

Appendix reference: **A6.5**

6. For your company and any associated parties involved in the production, marketing or sales of the goods concerned, please attach copies of relevant management reports (e.g. profit and loss statement) for the profit centre that includes the goods and like goods. Please provide these reports for the (i) POI and (ii) most recently completed financial year.

Answer:

Not applicable. Longyan Zhuoyue does not prepare and maintain management reports for the profit centre that includes the goods subject to review and like goods.

Appendix reference: **None**

7. If your company is part of a group of companies, please also attach a copy of the consolidated accounts of the group for the most recently completed financial year.

Answer:

Please refer to [Appendix A6.7](#) for the consolidated accounts of Longyan Zhuoyue.

Appendix reference: [A6.7](#)

8. Please provide a detailed description of your financial accounting system, explaining how sub-ledgers (e.g. costing, debtors, creditors) and other sales or production systems integrate with the general ledger. Please provide a description of how it links to the management accounting system, including any manual interventions. Please also attach:
- your company's chart of accounts; and
 - your company's cost centres.

Answer:

The financial accounting system used by Longyan Zhuoyue is [redacted – commercially sensitive information]. The accounting practices of Longyan Zhuoyue are in accordance with the generally accepted accounting principles in China.

Longyan Zhuoyue does not have cost centres.

Please refer to [Appendix A6.8](#) for Chart of Accounts of Longyan Zhuoyue.

Appendix reference: [A6.8](#)

9. Have you changed your financial policies and/or accounting systems during the injury period? Please explain the changes, including dates and the reasons for those changes along with the financial impact of those changes on the goods concerned or like goods.

Answer:

No. Longyan Zhuoyue has not changed its financial policies or accounting system during the injury period.

Appendix reference: [None](#)

A7 Your company's products

Please complete **Section A7.1 – Your company's products** of **Annex II**.

1. For the goods concerned please describe your company's Company Control Number (CCN) system. Please indicate how your own internal codes correspond to the PCNs provided in the section above on Product Control Numbers.

Answer:

Not applicable. Longyan Zhuoyue does not have a product coding system for the goods concerned.

Appendix reference: **None**

2. If your company does not use the same product codes across production, sales and invoicing please explain how they differ.

Answer:

Not applicable. Longyan Zhuoyue does not have a product coding system for the goods concerned.

Appendix reference: **None**

3. If there are differences in characteristics between your range of goods concerned and your like goods which cause distinguishable differences in price, explain those differences and the effect they have. Attach any evidence you have that is relevant. This could take the form of sales brochures, input costs, research papers or any other relevant documentation.

Answer:

Not applicable. There are no differences in characteristics between goods concerned and like goods.

Appendix reference: **None**

4. In relation to the technical, physical and other relevant factors, how are the products you export different from those produced in the UK. Please provide a general explanation here and complete the relevant sections of **Section A7.1 – Your company's products of Annex II** where possible.

Answer:

There is no difference between the products exported by Longyan Zhuoyue and those produced in the UK.

Appendix reference: **None**

5. For each type of the like goods sold on your domestic market and the goods concerned destined for consumption on the UK market, please provide a technical description as well as translated sales brochures. Please also provide information on:
- technical characteristics
 - physical characteristics
 - any other important factors.

Answer:

Please refer to [Appendix A7.5 for the Brochure](#).

Appendix reference: **A7.5**

6. Describe all other goods produced or sold by your company in the UK, providing a name and description. If appropriate, please group them by type/range. Please complete **Section A7.2 – Other goods of Annex II**.

Answer:

Please refer to **Section A7.2 – Other goods of Annex II**.

SECTION B: Sales

Please coordinate the responses to each of the relevant sections in this questionnaire with your associated companies and ensure that the sales information for your associated companies to independent customers reconciles fully with the information given.

B1 Sales

1. Please complete **Section B1.1 – Upwards sales reconciliation of Annex II.**

Please see additional notes in the annex for assistance on how to complete it.

Answer:

Please refer to **Section B1.1 – Upwards sales reconciliation of Annex II.**

B2 Captive sales

1. If your company has sales of the like good / good concerned that are made between associated companies for further processing, transformation, or assembly (captive sales) please complete **Section B2 – Captive sales of Annex II.**

Answer:

Not applicable.

B3 Sales

1. Please describe your company's channels of distribution, highlighting any differences between the domestic market and exports to the UK.

Answer:

For the domestic sales, Longyan Zhuoyue sells to the domestic market.
[redacted – commercially sensitive information]

For the UK sales, Longyan Zhuoyue [redacted – commercially sensitive information].

Appendix reference: **None**

2. Please explain how you have categorised customers in your sales data, highlighting any differences between the domestic market and exports to the UK.

Answer:

In the domestic sales, Longyan Zhuoyue categorizes the customers according to the business scope, demand and end use of the customers.

In the export sales to UK, Longyan Zhuoyue categorizes the customers according to the business nature of each customer.

Appendix reference: **None**

3. Please provide your terms of sale and pricing to each customer category (e.g., traders, distributors, wholesalers, industrial users, end users, etc.) including associated companies.

Answer:

In the domestic sales and export sales to UK, the terms of sale and pricing will not differ from each customer category.

Appendix reference: **None**

4. Describe each step in the sales negotiation process, from the first contact with the customer up to and including any after-sale price adjustments (commissions, discounts, rebates and allowances). Please include a description of how the process varies for different customer categories.

Answer:

[redacted – commercially sensitive information]

Appendix reference: **None**

5. Please describe in detail how the contracts, prices and quantities are agreed in accordance with sales made in long or short-term contracts. Describe the types of contracts applicable to the goods concerned, including the terms, price changes and renegotiation by either side, etc. Explain the requirements on either party, should the contract be terminated early.

Answer:

Longyan Zhuoyue's sales with the customers are made pursuant to short-term contracts. Longyan Zhuoyue negotiated the sales terms and signed the contract with the customers. The prices and quantities are determined for each transaction.

There's no such rule specified in the contracts about any obligations on either party when the contract is terminated early.

Appendix reference: **None**

6. Please explain production scheduling, such as whether production begins after the customers have established their product specifications (contract/order) and the sale has been made, or according to normal company production schedules.

Answer:

[redacted – commercially sensitive information]

Appendix reference: **None**

7. Provide copies of all price lists applicable during the POI for all customer types in the UK, including those used by associated companies. Explain your pricing procedure and whether sales prices differ between or among grades, types or specifications of the goods concerned or among customers, regions or time periods.

Answer:

Longyan Zhuoyue didn't have price list during the POI.

The price is negotiated and determined [redacted – commercially sensitive information].

The sales prices do not differ among customers, regions or time periods.

Appendix reference: **None**

8. For all sales through associated companies, please provide a detailed description of how sales are made, detailing the procedure followed between time of order and delivery to the first independent customer. Please explain how the invoicing and payments are made.

Answer:

Not applicable.

Appendix reference: **None**

B4 Sales Transactions

B4.1 UK Sales

In this part, you must provide complete information on sales of the goods concerned exported by your company to the UK during the POI.

1. Please provide the sales information for your company's sales to all customers in the UK in **Section B3 – Sales to the UK of Annex II**.

For instructions on filling out and explaining the adjustments for sales to the UK, please see **Section C**, subsection **C1 – Adjustments for export sales to the UK** of this questionnaire.

- Report each good sold on a given invoice with a different PCN (see Section A on Product Control Numbers) or invoice line, as a separate transaction. If there are any other sales costs, charges or expenses incurred which have not been identified in the table above, add a column for each item (see 'other factors'). For example, other particular selling expenses incurred.

See Section C of this questionnaire for further information on how to record adjustments in this table.

Answer:

Please refer to Section B3 – Sales to the UK of Annex II.

2. If your sales have not been made on a CIF basis, explain below how you have calculated the CIF values included in the 'CIF value in accounting currency' column in **Section B3 – Sales to the UK of Annex II**.

Answer:

The sales are made on an FOB basis. Longyan Zhuoyue calculated the CIF value by [redacted – commercially sensitive information].

Appendix reference: **None**

3. We are aware that during the POI imports of biodiesel into the UK would have been granted the inward processing relief. We made need to adjust our calculations to account for this. Did the inward processing relief affect the selling price of biodiesel in the UK during the POI? If so please provide details setting out the amount of inward processing relief (either in value or as a percentage).

Answer:

Not applicable. There's no export of biodiesel to the UK involved with inward processing.

Appendix reference: **None**

4. Please list any costs incurred by your associated companies which have been paid or reimbursed by your company, directly or indirectly linked with the goods concerned. In detail, explain the types of costs listed.

Answer:

Not applicable. There is no cost incurred by related companies which have been paid or reimbursed by Longyan Zhuoyue

Appendix reference: **None**

5. Select two invoices from two different customers regarding sales to the UK during the POI. Provide a complete set of documents for these sales. For example:

- purchase order,
- order acceptance,
- commercial invoice,
- applicable discounts or rebates,
- credit/debit notes,
- long or short-term contract of sale,
- inland freight contract,
- bank documents showing proof of payment,
- details of any tax rebates, and
- documents relating to transport at CIF or DDP.

Answer:

Please refer to [Appendix B4.1.5](#) for sales documents.

Appendix reference: **B4.1.5**

B4.2 Domestic sales

In this part, you must provide complete information on sales of the like goods made by your company to independent and associated customers on the domestic market during the POI.

1. Please provide the sales information for your company's sales to all customers in the PRC in **Section B4 – Domestic sales of Annex II**.

For instructions on filling out and explaining the adjustments for domestic sales, please see **Section C**, subsection **C2 – Adjustments for domestic sales** of this questionnaire.

- Report each goods sale on a given invoice with a different PCN (see Section A on Product Control Numbers) or invoice line as a separate transaction. If there are any other sales costs, charges or expenses incurred which have not been identified in the table above, add a column for each item (see 'other factors'). For example, other particular selling expenses incurred.

See Section C for further information on how to record adjustments in this table.

Answer:

Please refer to **Section B4 – Domestic sales of Annex II**.

2. Select two invoices from two different customers regarding sales to domestic customers during the POI. Provide a complete set of documents for these sales. For example:

- purchase order,
- order acceptance,
- commercial invoice,
- applicable discounts or rebates,
- credit/debit notes,
- long or short-term contract of sale,
- inland freight contract, and
- bank documents showing proof of payment.

Answer:

Please refer to **Appendix B4.2.2** for sales documents.

Appendix reference: **B4.2.2**

B5 Currency conversions

To compare export sales prices with domestic sales prices, a conversion of currency will be required.

1. Please provide the actual exchange rates used by your company for converting the payment for export sales into your accounting currency during the POI.

[Answer:](#)

Please refer to [Appendix B5.1](#) for currency conversion rate.

Appendix reference: [B5.1](#)

B6 Sales to third countries

1. Please complete **Section B6 – Export sales to third countries** of **Annex II** providing total sales, by destination country, for your like goods which are exported.

[Answer:](#)

Please refer to [Section B6 – Export sales to third countries of Annex II](#).

SECTION C: Fair comparison

To do a fair comparison between the normal value and the export price, adjustments may be required. All adjustment claims will need to show how the factor concerned is one which affects price comparability.

To claim and evidence adjustments, the following sections request details on the adjustments that your company may claim and the information that should be provided and/or kept for verifying these claims.

This section is divided into subsections **C1 – Adjustments on export sales to the UK** and **C2 – Adjustments on domestic sales in the PRC**. Please complete those questions that relate to adjustments you wish to claim and report all charges in your accounting currency.

C1 Adjustments on export sales

Adjustments should be made for each transaction in the relevant columns of the transaction-by-transaction lists requested in **Section B3 – Sales to the UK of Annex II**. The following questions relate to the adjustments provided in this annex. If they are not applicable then please state this in the relevant box.

1. Please detail your policy for granting discounts and rebates to customers in the UK and to third countries.

Answer:

Not applicable. No discounts and rebates were given by Longyan Zhuoyue.

Appendix reference: **None**

2. If discounts or rebates vary by customer category, please explain separately the discounts and rebates given to each category.

Answer:

Not applicable. No discounts and rebates were given by Longyan Zhuoyue.

Appendix reference: **None**

3. Please explain how you have quantified each of the charges included under transportation, insurance, handling, loading and ancillary costs. Identify the general ledger account(s) where each expense is recorded.

Answer:

The transportation, insurance, handling, loading and ancillary costs have been reported in Section B3 of Annex II.

Inland transportation, handling, loading and ancillary costs are recorded in [redacted – commercially sensitive information].

Appendix reference: **None**

4. Credit refers to the cost of the time the buyer is given to pay for the goods, as typically agreed in the terms of payment. An adjustment is warranted when credit terms for export sales differ from the credit terms for domestic sales. A credit adjustment is to be made even if funds are not borrowed to finance the accounts receivable.

Please explain how the interest rates are decided and the basis on which they are used.

Answer:

None.

Appendix reference: **None**

5. For the reporting of:

- Differences in after sales costs
- Differences in commissions paid regarding sales under consideration
- Any other adjustments made for differences not provided for in the above

Please state:

- What the basis of the adjustment is?
- How are the adjustments are reported?

Answer:

Not applicable.

Appendix reference: **None**

C2 Adjustments on domestic sales

Adjustments are to be made for each transaction in the relevant columns of the transaction-by-transaction lists requested in **Section B4 – Domestic sales of Annex II**. All adjustments must be reported in your accounting currency.

1. Please describe in detail your policy for granting discounts and rebates to customers in your country.

Answer:

Not applicable. No discounts and rebates were given by Longyan Zhuoyue.

Appendix reference: **None**

2. If discounts or rebates vary by customer category, please explain separately the discounts and rebates given to each category.

Answer:

Not applicable. No discounts and rebates were given by Longyan Zhuoyue.

Appendix reference: **None**

3. Please explain how you have quantified each of the charges included under domestic freight. Identify the general ledger account(s) where each expense is recorded.

Answer:

The domestic freight has been reported in Section B4 of Annex II.

The domestic freight is recorded in the [redacted – commercially sensitive information].

Appendix reference: **None**

4. An adjustment can be made to take account of differences in physical characteristics between the goods sold in the UK and similar types sold in the domestic market.

Please provide a full explanation of each difference identified.

Answer:

Not applicable.

Appendix reference: **None**

5. An adjustment can be made for differences in levels of trade where the export price (including a constructed export price) is:
- at a different level of trade from the normal value; and
 - the difference has affected price comparability.

Please explain how you have calculated this adjustment.

Answer:

Not applicable.

Appendix reference: **None**

6. Please explain the basis on which you calculated any adjustments to packing costs.

Answer:

Not applicable. There is no packing costs occurred in sales stage.

Appendix reference: **None**

7. For adjustments for import charges please do the following:

- Provide original and English translations of statutes and regulations authorising duty drawback on exported goods and the governing methods used to calculate duty drawback.

Answer:

Not applicable. There's no duty drawback.

Appendix reference: **None**

8. Please explain the method you used to connect the duty drawback amount to the specific UK sale and to third country sales.

Answer:

Not applicable. There's no duty drawback.

Appendix reference: **None**

9. Please explain the association between the amount received from the government when you export, and the amount paid for imported materials.

Answer:

Not applicable. There's no duty drawback.

Appendix reference: **None**

10. List all indirect taxes imposed on the products sold in the domestic market which were either rebated upon exportation or not collected on the products exported to the UK and to third countries.

Answer:

Not applicable. Longyan Zhuoyue does not claim this allowance.

Appendix reference: **None**

- For each tax listed above, provide English translations of statutes and regulations authorising the collection of the tax, including documents explaining the method of calculation, assessment, and payment of the tax.

Answer:

Not applicable. Longyan Zhuoyue does not claim this allowance.

Appendix reference: **None**

- For each tax listed above, separately provide information on the tax base or taxable price, the tax rate, the amount of taxes assessed, any deductions or offsets to the tax and the formula used to calculate the tax amount.

Answer:

Not applicable. Longyan Zhuoyue does not claim this allowance.

Appendix reference: **None**

- Specify when you are legally obligated or liable for tax payment. Report when you actually paid taxes and whether you maintain separate accounts for these taxes.

Answer:

Not applicable. Longyan Zhuoyue does not claim this allowance.

Appendix reference: **None**

11. Credit refers to the cost of the time the buyer is given to pay for the goods, as typically agreed in the terms of payment. An adjustment is warranted when credit terms for export sales differ from the credit terms for domestic sales. A credit adjustment is to be made even if funds are not borrowed to finance the accounts receivable.

Please explain how the interest rates are decided and the basis on which they are used.

Answer:

Longyan Zhuoyue uses the benchmark interest rate for short-term borrowings [redacted – commercially sensitive information].

Appendix reference: **None**

12. Please provide, for any after sales costs adjustment reported, the relevant sales contracts and how you calculated the expenses (for example, 'Warranty and Guarantee expenses' and 'Technical assistance and other services'), including the basis of any allocations. Include a record of expenses incurred. Technical services include costs for service, repair, or consultation. Where these expenses are closely related to the sales in question, an adjustment will be considered. Identify the ledger account where the expense is located.

Answer:

Not applicable. There's no after sales costs.

Appendix reference: **None**

13. If commissions paid to independent or associated sellers were reported explain the terms under which commissions are given.

Answer:

Not applicable. There're no commissions paid to independent or associated sellers.

Appendix reference: **None**

14. If an adjustment has been included for other factors not provided for above please provide a description of the adjustment, an explanation of why it has been included and the basis of its calculation.

Answer:

Not applicable. There's no other adjustment.

Appendix reference: **None**

SECTION D: Costs and performance

D1 Turnover

1. Please complete **Section D1 – Turnover** of **Annex II** by reporting your total sales after all discounts and excluding taxes, for the injury period.
 - If your company accounts are consolidated with accounts of associated companies, create a copy of the table to report **total group** turnover.
 - The total turnover must reconcile with the turnover in your financial reporting (accounts).

[Answer:](#)

Please refer to **Section D1 – Turnover and Turnover (consolidated) of Annex II**.

D2 Statement of profit and loss and other comprehensive income

1. Complete **Section D2 – Income statement** of **Annex II** with information about all the goods your company produces, for the injury period.

[Answer:](#)

Please refer to **Section D2 – Income statement of Annex II**.

2. Please attach copies of your (corporate) income tax statements, any other company tax statements and the corresponding tax returns for the POI and the preceding three financial years.

[Answer:](#)

Please refer to **Appendix D2.2** for Longyan Zhuoyue's income tax return and VAT tax return for the POI and the preceding three financial years.

Appendix reference: **D2.2**

D3 Production

1. Please provide a description of your company's production facilities. List all facilities involved in the production process, explaining the production activities at the major facilities and whether any stages are subcontracted.

Answer:

Please refer to [Appendix D3.1](#) for details of each for the production process.

Stages of the production process are not subcontracted.

Appendix reference: [D3.1](#)

2. Describe each stage of the production process of the goods concerned as produced and sold by your company. To support this, please attach a complete flowchart of the production cycle.

Answer:

Please refer to [Appendix D3.2](#) for Production Flowchart.

Appendix reference: [D3.2](#)

3. Describe the main inputs to the production process and whether the supplier is associated or not. Specify whether these input materials or parts were imported, and whether the input value includes import charges and indirect taxes (for both exported and domestic types).

Answer:

The main input of the production process is waste edible oil and methanol.

[redacted – commercially sensitive information]

There are input materials imported.

Appendix reference: [None](#)

4. List any products produced by your company in the same facilities as the goods concerned and/or like goods, and comment on your ability to switch production.

Answer:

Not applicable. The production capacity of the plant cannot be used for the production of other products.

Appendix reference: **None**

D4 Upwards cost reconciliation

1. Complete **Section D4 – Upwards cost reconciliation** of **Annex II**.

Please see additional notes in the annex for assistance on how to complete it

Answer:

Please refer to Section D4 – Upwards cost reconciliation of Annex II.

D5 Capacity

1. Complete **Section D5 – Capacity** of **Annex II**.

Answer:

Please refer to Section D5 – Capacity of Annex II.

Explain your calculation of the capacity and the capacity utilisation for the goods concerned. What is the basis for calculating your capacity? (For example, number of shifts, working days per year, name plate versus actual capacity, idle time for machinery maintenance and changes in the production process etc.)

Answer:

[redacted – commercially sensitive information]

Appendix reference: **None**

D6 Stocks

1. Complete **Section D6 – Stocks** of **Annex II**. Explain the difference between your own production and purchased goods.

Answer:

Please refer to Section D6 – Stocks of Annex II.

There's no difference between Longyan Zhuoyue's own production and purchased goods.

Appendix reference: **None**

2. Please comment on the level and trend of stocks that you have reported above.

Answer:

Longyan Zhuoyue maintains [redacted – commercially sensitive information].

Appendix reference: **None**

D7 Joint products and by-products

1. Please explain any waste, scrap or by-products related to the production of the goods concerned and the like goods. Please explain:
- how you differentiate your waste, scrap, and by-products.
 - what you do with your waste, scrap, and by-products.
 - how any income or cost from waste, scrap, and by-products is recorded
 - the average waste, scrap, and by-product ratio resulting from the production process of the goods concerned and like goods.

Answer:

There is no waste, scrap produced in the production process.

The by-product related to the production of the goods concerned is [redacted – commercially sensitive information].

During the POI, Longyan Zhuoyue produced [redacted – commercially sensitive information].

Appendix reference: **None**

2. Please identify any products which share a joint process with the goods concerned and/or the like goods which you produce. Please indicate at which point in the manufacturing process the products diverge.

Answer:

Not applicable. There are no products which share a joint process with the goods subject to review and/or the like goods.

Appendix reference: **None**

- Please explain how your costs of production (per unit) differ between the goods concerned and/or the like goods and its joint products, if any, at the point of divergence. Comment on the reason for this difference and explain your method(s) of calculation.

Answer:

Not applicable. There are no products which share a joint process with the goods subject to review and/or the like goods.

Appendix reference: **None**

D8 Purchases

- Please complete **Section D8 – Purchases of Annex II**, showing purchases by total value exclusive of VAT and net of credit notes and trade discounts (discounts immediately deducted on the invoice) received from suppliers.

Answer:

Please refer to Section D8 – Purchases of Annex II.

- Within your company, do you use any integrated processes in the production of the goods concerned? If so, please explain.

Answer:

Not applicable. Longyan Zhuoyue didn't use any integrated processes in the production of the goods concerned.

Appendix reference: **None**

D9 Profitability

- Please complete **Section D9 – Profitability of Annex II**.

Answer:

Please refer to Section D9 – Profitability of Annex II.

2. Please explain how you calculate profitability for the goods concerned/like goods, referring to your accounting and bookkeeping methods. Attach a breakdown to show how you have calculated the figures in **Section D9 – Profitability of Annex II**.

Answer:

Please refer to **Section D2 – Income statement of Annex II**.

Appendix reference: **None**

D10 Cost to make (CTM) in the PRC

1. Please provide the CTM for your domestic market (the PRC) by completing **Section D10.1 – CTM in the PRC of Annex II**.
 - Provide details for each PCN of your goods during the POI, produced by your company or an associated party.
 - For each associated party, make a new copy and complete the spreadsheet annex separately.
 - Note that subheadings of each line item (e.g. raw materials, energy) can be changed to suit the categorisation of your own cost accounting system.

Answer:

Please refer to **Section D10.1 – CTM in the PRC of Annex II**.

2. Please provide the monthly feedstock costs for the like goods during the POI by completing **Section D10.2 – Feedstock costs of Annex II**.
 - For each feedstock used please add an additional table.

Answer:

Please refer to **Section D10.2 – Feedstock costs of Annex II**.

3. If there are differences in production costs for the same PCN between your like goods and the goods concerned, explain the reasons for the differences.

Answer:

Not applicable.

Appendix reference: **None**

4. Please state the cost allocation method for each cost subheading used to allocate costs against individual PCNs (e.g. units, tonnes, labour hours etc)

Answer:

In Section D10.1 – CTM in the PRC of Annex II, for the individual PCNs, the costs are allocated [redacted – commercially sensitive information]

Appendix reference: **None**

4. If your company incurred any extraordinary costs (such as start-up or ramp up costs) during the POI, please provide details of these costs, explaining why they were extraordinary and how they have been included and amortised in your accounts.

Answer:

Not applicable. Longyan Zhuoyue didn't incur any extraordinary costs during the POI.

Appendix reference: **None**

5. Please explain how you finance your production of like goods, your sources of finance, whether there is any cost of finance associated with the production of like goods, and how you have reported this in the cost to make figures and company accounts.

Answer:

There's no cost of finance associated with the production of like goods.

Appendix reference: **None**

D11 AS&G in the PRC

1. Please provide AS&G costs for the like goods produced for your domestic market by completing **Section D11.1 – AS&G in domestic market of Annex II**.
 - Provide details for each cost type of goods produced during the POI, by your company or an associated party.
 - Note that subheadings of each line item (e.g., sales commissions, supply and client) must be changed to suit the categorisation of your own cost accounting system.

Answer:

Please refer to **Section D11.1 – AS&G in domestic market of Annex II.**

2. Please explain the cost allocation and apportion method used for each cost type for the POI, including an explanation of that allocation and apportion method under each cost type.

Answer:

Each cost type is allocated [redacted – commercially sensitive information].

Appendix reference: **None**

3. If there are differences in costs for the same cost type between your goods concerned and like goods explain the reasons for the differences.

Answer:

Not applicable.

Appendix reference: **None**

D12 Raw material (RM) and major input purchases

1. Please complete **Section D12 – RM and input purchased** of **Annex II** detailing the RM and major input purchases accounting for >5% of the total cost to make and sell (>1% if energy for energy related costs) during the POI.

Please provide an invoice and any supporting documents for two of your purchases stated within **D12 – RM and input purchased** of **Annex II**. Use the box below to give an overview of any supporting documents provided.

Answer:

Please refer to **Section D12 – RM and input purchased** of **Annex II**.

Please refer to **Appendix D12.1** for two sets or invoice of raw material and input purchase.

Appendix reference: **D12.1**

2. If you purchase materials or inputs from associated suppliers, please provide information about how prices are set, the negotiation process on price setting; and any contracts or evidence of price negotiation. Also, in addition to the 'Cost to make (CTM)' sheets for Domestic sales (**Section D10.1 of Annex II**), please provide the cost to make of the material by the associated suppliers on the same basis by adding in a column to the 'raw materials and input purchases' sheet (**Section D12 of Annex II**), labelling it as 'Associated supplier CTM'.

Answer:

[redacted – commercially sensitive information]

Appendix reference: **None**

3. For material costs purchased from independent companies, explain the nature of contractual arrangements. State whether the material costs include transportation charges, duties and other expenses normally associated with obtaining the materials used in production.

Answer:

The nature of contractual arrangements may vary between different suppliers.

The material costs [redacted – commercially sensitive information].

Appendix reference: **None**

D13 Direct labour

1. Please complete **Annex D13 – Direct labour** of **Annex II**, detailing the monthly direct labour costs per PCN for the like goods during the POI by your company.

Answer:

Please refer to **Annex D13 – Direct Labour of Annex II**.

D14 Particular Market Situation

The TRA is investigating allegations that a particular market situation exists in the market for biodiesel in the PRC. This includes horizontal distortions in the PRC and specific distortions affecting the PRC biodiesel market.

Claims of horizontal distortions include:

- The market in question is being served to a significant extent by enterprises that operate under the ownership, control, or policy supervision or guidance of the authorities of the exporting country;
- State presence in firms allow the state to interfere with respect to prices or costs;
- public policies or measures discriminate in favour of domestic suppliers or otherwise influence free market forces;
- the lack, discriminatory application, or inadequate enforcement of bankruptcy, corporate or property laws;
- access to finance is granted by institutions that implement public policy objectives or otherwise do not act independently of the state.

Claims of specific distortions include:

- raw material costs;
- energy costs;
- land costs;
- labour costs;
- finance costs;
- tax and regulatory costs.

In addition to the questions below, please complete **Annex III PMS** and provide the requested evidence.

[Answer:](#)

[Please refer to Annex III PMS.](#)

State ownership, control or policy supervision

1. Allegations have been made that enterprises operating under the ownership and control of the Government of the PRC (GoC) affect the market for biodiesel and the market for key inputs into the production of biodiesel. Please refer to the application for full details of the allegation. Please comment on these claims and provide any links that your company may have with the GoC and how this may impact the production of biodiesel.

[Answer:](#)

[Not applicable. There's no link that Longyan Zhuoyue has with the GoC.](#)

The GoC is not involved in the operation of Longyan Zhuoyue.

Appendix reference: **None**

2. Allegations have been made that enterprises operating under the policy supervision or guidance of the GoC affect the market for biodiesel and the market for key inputs (e.g. feedstock) into the production of biodiesel.

This includes:

- The Strategic Action Plan for Energy Development (2014-2020) which aimed to “actively develop transportation fuel substitution” and to “focus on the development of new generation of non-grain fuel ethanol and biodiesel”;
- The 14th Five-Year-Plan (2021-2025) for Renewable Energy Development which called for the promotion of the use of advanced technology and equipment in biodiesel;
- The Chinese National Energy Administration which published on its website a statement dated 16 August 2021 stating “the State actively supports the development of the biodiesel industry” and that next steps include working “to guide pilot cities to promote biodiesel, strengthen the construction and supervision of ‘gutter oil’ collection, storage and transportation systems, prevent ‘gutter oil’ from flowing back to the table and polluting the environment, stabilize the supply of raw materials for biodiesel enterprises, and promote the industry”;

Please refer to the application for full details of the allegation. Please comment on these claims and provide any information on how the policy supervision or guidance of the GoC has affected the market for biodiesel and the market for key inputs (e.g. feedstock) into the production of biodiesel.

Answer:

Not applicable. Longyan Zhuoyue has not benefitted from government policies from Five Year Plans or other planning documents.

China's biodiesel industry is a completely free market competition industry, the procurement of key inputs for the production of biodiesel (such as feedstocks) and the sale of biodiesel products are completely carried out in a free-market competition environment. GoC's policy or guidance has no impact on the biodiesel market and the market for key inputs (such as feedstocks) used to produce biodiesel.

Appendix reference: **None**

3. Allegations have been made that the GoC has presence in companies which allows them to interfere with respect to prices and costs. Please refer to the application for full details of the allegation. Please comment on these claims and provide any information on any GoC presence, including links between managerial positions and CCP membership/Party functions for your company.

Answer:

Not applicable. Longyan Zhuoyue is not a state-owned enterprise and none of the members in managerial position of Longyan Zhuoyue are officials in any local, regional or central authorities.

Appendix reference: **None**

Government policies

4. Allegations have been made that GoC policies or measures discriminate in favour of domestic suppliers or otherwise influence free market forces in the market for biodiesel. This includes:
- that only biodiesel producers in the PRC who can obtain raw materials in the PRC under closed-loop management are entitled to benefit from the Shanghai mandate;
 - the subsidisation of coal production, which feed into energy costs, as well as price setting and price controls of energy;
 - VAT rebates for biodiesel produced using animal and vegetable oils;
 - a 70% reduction in consumer taxes for biodiesel;
 - a 90% discount on taxable income from relevant products.

Please refer to the application for full details of the allegation. Please comment on these allegations and describe any government measures, policies, laws or directives (including regional and industry specific measures) that may have impacted any aspect of your costs of production (whether domestically or for export) of biodiesel.

Answer:

Not applicable. There are no government measures, policies, laws or directives that have impacted any aspect of Longyan Zhuoyue's costs of production of biodiesel.

Appendix reference: **None**

Bankruptcy, corporate or property laws

5. Allegations have been made that the GoC intervenes in the bankruptcy reorganisation of listed companies, which prevents the implementation of the bankruptcy law. Allegations have been made that the allocation of land is dependent on the state with prices often set on the basis of non-market considerations. Please refer to the application for full details of the allegation.

Please comment on these claims and describe how any bankruptcy, corporate or property laws may have impacted any aspect of the costs of production (whether domestically or for export) of biodiesel.

Answer:

Not applicable. There are no bankruptcy, corporate or property laws that have impacted any aspect of Longyan Zhuoyue's costs of production of biodiesel.

Appendix reference: **None**

Labour costs

6. Allegations have been made that biodiesel producers in the PRC benefit from low labour costs as a result of non-commercial factors, including the hukou system and restricted access to free unionisation. Please refer to the application for full details of the allegation.

Please comment on these claims and describe any government measures, policies, laws or directives (including regional and industry specific measures) that may have impacted any aspect of labour costs (whether domestically or for export) of biodiesel.

Answer:

Not applicable. There are no government measures, policies, laws or directives that have impacted any aspect of Longyan Zhuoyue's labour costs of biodiesel.

Appendix reference: **None**

Financing

7. Allegations have been made that biodiesel producers in the PRC benefit from preferential loans. Please refer to the application for full details of the allegation.

Please comment on these claims and describe any government measures, policies, laws or directives (including regional and industry specific measures) that may have impacted any aspect of finance costs (whether domestically or for export) of biodiesel.

Answer:

Not applicable. There are no government measures, policies, laws or directives that have impacted any aspect of Longyan Zhuoyue's finance costs of biodiesel.

Appendix reference: **None**

Proper comparison

8. If the TRA determines that a particular market situation existed during the POI, the TRA must consider whether because of that particular market situation such sales do not permit a proper comparison between the like goods and the goods concerned.

Please comment and provide evidence on the effect that the alleged particular market situation has on biodiesel prices in the domestic market of the PRC.

Answer:

There is no particular market situation existing in the People's Republic of China. The procurement of key inputs for the production of biodiesel (such as feedstocks) and the sale of biodiesel products are completely carried out in a free-market competition environment.

Appendix reference: **None**

9. Please comment and provide evidence on the effect that the alleged particular market situation has on biodiesel export prices from the PRC to the United Kingdom.

Answer:

There is no particular market situation existing in the People's Republic of China. The procurement of key inputs for the production of biodiesel (such as feedstocks) and the sale of biodiesel products are completely carried out in a free-market competition environment.

Appendix reference: **None**

10. Please comment and provide evidence on whether the effect of the alleged particular market situation is such that the domestic prices in the PRC and export prices from the PRC to the UK cannot be properly compared.

Answer:

There is no particular market situation existing in the People's Republic of China. The procurement of key inputs for the production of biodiesel (such as feedstocks) and the sale of biodiesel products are completely carried out in a free-market competition environment.

Appendix reference: **None**

11. Please comment and provide evidence on the prevailing conditions of competition in the market in the biodiesel market in the PRC, including:

- A description of the biodiesel market in the PRC;
- the demand for biodiesel in the PRC;
- the factors that influence consumption/demand for biodiesel in the PRC;
- Any other factors relevant to conditions of competition for biodiesel in the PRC.

Answer:

Biodiesel is mainly used in the following fields in the PRC:

1. Transportation;

2. Chemical field, mainly used for processing environmental protection plasticizer.

Biodiesel, especially the biodiesel produced from waste oil as feedstock in the PRC, has a good carbon emission reduction effect.

The main factor that influences consumption/demand for biodiesel in the PRC is the supply of the feedstocks used for production of biodiesel.

Appendix reference: **None**

12. Please comment and provide evidence on the relationship between price and cost for biodiesel in the PRC, including:

- How pricing expectations are set for the biodiesel market in the PRC.
- The process for how you determine the selling price of biodiesel in the PRC.
- Any other factors that influence on your pricing decisions in the PRC.

Answer:

China's biodiesel market pricing mainly refers to [redacted – commercially sensitive information]

Generally, Chinese biodiesel manufacturers will [redacted – commercially sensitive information]

Appendix reference: **None**

SECTION E: Other questions

Please note that all questions in this section are optional. If you choose not to provide information to a question in this section, please state this or write 'N/A' in the respective text box.

1. Please indicate any other factors which might have caused the injury to the UK industry, for example:

- volume and prices of imports not sold at dumped prices.
- contraction in demand or changes in patterns of consumption.
- restrictive trade practices of, and competition between, third country and UK producers.
- developments in technology; and
- export performance and the productivity of the UK.

Answer:

Not applicable.

Appendix reference: **None**

2. Please describe how you would expect the implementation of a trade remedy to affect:

- your exports of the goods concerned to the UK
- market price of the goods in the UK.

Where possible, please provide estimates for future years (e.g., projections or forecasts) to support your claims.

Answer:

The implementation of a trade remedy will influence the future sales.

Appendix reference: **None**

3. What is your company's stance on trade remedies being imposed on the goods concerned?

Answer:

The implementation of a trade remedy will influence the future sales.

Appendix reference: **None**

SECTION G: Checklist and appendices

This section is an aid to ensure that you have completed all sections of this questionnaire.

Section	Please tick if you have responded to all questions
Section A – Company structure and operations	√
Section B – Sales	√
Section C – Fair comparison	√
Section D – Costing information	√
Section E – Other questions	√

+Add additional rows as required.

Please list any appendices that you have referenced throughout and are attaching along with this questionnaire.

Appendix reference	Document title
Appendix A1.2	Power of Attorney
Appendix A2.5	Membership Certificate
Appendix A3.1	A3 – Organisational Structure
Appendix A3.2	Internal Organizational Structure
Appendix A4.1	A4 – Owners and Shareholders
Appendix A4.3.1)	Articles of Association
Appendix A4.3.2)	Business Licence
Appendix A4.3.3)	Proof of Registration
Appendix A6.3	Audited Reports
Appendix A6.5	Trial Balance
Appendix A6.7	Consolidated Accounts
Appendix A6.8	Chart of Accounts
Appendix A7.2	A7.2 – Other Goods
Appendix A7.5	Brochure
Appendix B1.1	B1.1 – Upwards Sales Reconciliation
Appendix B4.1	B3 – Sales to the UK
Appendix B4.1.5	Sales Documents
Appendix B4.2	B4 – Domestic Sales
Appendix B4.2.2	Sales Documents
Appendix B5.1	Currency Conversion Rate

Appendix B6	B6 – Export Sales to Third Countries
Appendix D1.1	D1 – Turnover and Turnover (Consolidated)
Appendix D2.1	D2 – Income Statement
Appendix D2.2	Income Tax and VAT Tax Return
Appendix D3.1	Details of Each for the Production Process
Appendix D3.2	Production Flowchart
Appendix D4.1	D4 – Upwards Cost Reconciliation
Appendix D5.1	D5 – Capacity
Appendix D8.1	D8 – Purchases
Appendix D9.1	D9 – Profitability
Appendix D10.1	D10.1 – CTM in the PRC
Appendix D10.2	D10.2 – Feedstock Costs
Appendix D11.1	D11.1 – AS&G in Domestic Market
Appendix D12	D12 – RM and Input Purchased
Appendix D12.1	RM and Major Input Purchase Documents
Appendix D13.1	D13 – Direct Labour
Appendix D14	Annex III PMS

+Add additional rows as required