

Anti-Dumping Duty on Cypermethrin

Source: ET

Recently, **China** has imposed an **anti-dumping duty** on the import of **cypermethrin insecticide** from India, citing substantial damage to its domestic industry.

Cypermethrin:

- It is a synthetic pyrethroid insecticide commonly used in agriculture and for household pest control.
 - Pyrethroids are derived from **pyrethrins** (a natural compound) found in **Chrysanthemum cinerariaefolium** flowers.
- It targets a wide range of pests, including ants, cockroaches, and agricultural insects.
- It is a neurotoxin that acts quickly on insects, killing them by affecting their central nervous system.

Anti-dumping Duty:

- Anti-Dumping Duty is a tax imposed on imported goods that are believed to be sold at a price lower than their fair market value in the exporting country.
 - In India, it is imposed by the Ministry of Finance based on recommendations from the Directorate General of Trade Remedies (DGTR) operating under the Ministry of Commerce and Industry.
- It is calculated as the difference between the normal value and the export value of the product.
 - Dumping occurs when a country exports goods at prices lower than those in its domestic market, constituting an unfair trade practice as per <u>World Trade</u> <u>Organisation</u> that can distort international trade.

 $I\!L$

ANTI-DUMPING DUTY



EXAMPLE







ne Vision

Read More: **Anti-Dumping Duty**

PDF Refernece URL: https://www.drishtiias.com/printpdf/anti-dumping-duty-on-cypermethrin