

Investigation launched to ascertain the existence of dumping in exports of wooden pencils from China to Brazil

On Tuesday, January 20, 2026, [SECEX/MDIC Resolution No. 04/2026](#) was published, initiating the review to assess the continuation or recurrence of dumping practices in exports from **China to Brazil of pencils for writing, drawing and/or coloring, made of wood, thermoplastic resins (plastic resins), or other materials, containing graphite or colored leads, based on carbonates dyed with pigments or colorants, hereinafter referred to as 'pencils,'** classified under subheading **9609.10.00** of the MERCOSUR Common Nomenclature (NCM), and to assess any damage to the domestic industry resulting from such practice, subject of SEI Proceedings No. 19972.001573/2025-58 (restricted) and No. 19972.001575/2025-47 (confidential).

Currently, an antidumping measure on exports of wooden pencils from China is in force in Brazil, implemented on January 21, 2021, by [GECEX Resolution No. 141/2021](#), valid until January 21, 2026. The act established definitive antidumping duties at differentiated levels, ranging from values close to US\$ 5.55/kg to margins below US\$ 1.00/kg, depending on the exporters' profile, and also set a general duty of US\$ 5.55/kg for companies not individually covered. **The review now initiated seeks to determine whether there are sufficient technical and legal grounds to justify extending this measure for another five years.**

The petition that gave rise to the review was filed by **A.W. Faber-Castell S.A.**, responsible for approximately 95.5% of domestic production of the product, which thereby confers it sufficient representativeness to request the measure to be reviewed.

The product under investigation is widely used, with applications in the educational, recreational, artistic, and professional segments.

The following products are not subject to this review:

- a. Wax pencils;
- b. Eraser pencils;
- c. Chalk pencils;
- d. Makeup pencils (eyeshadow, eyeliner, eyebrow pencils, and mascara);
- e. Eye pencils;
- f. Lip pencils;
- g. Cosmetic pencils;
- h. "Infinite" pencils;
- i. Dermatographic pencils;
- j. Pencils without graphite.



For purposes of the analysis related to the initiation of the review, the period considered was April 2024 to March 2025 (P5), covering exports carried out by Chinese producers and exporters and imports made by Brazilian companies.

With respect to the determination of the normal value, no substitute country was selected. Instead, the constructed normal value methodology was applied, due to the unavailability of reliable data on the cost structure of Chinese companies. For this purpose, the cost structure of the domestic industry was used as a reference, duly adjusted to international input prices, as well as to wage and energy parameters prevailing in China. Based on this methodology, the dumping margin was then calculated:

Origin: **China**

(a) Normal Value
(US\$/t): **RESTRICTED**

(b) Export Price (US\$/t):
RESTRICTED

US\$/t **11,63**

Absolute Dumping Margin
(c) = (a) - (b)

Relative Dumping Margin
371,79%
(d) = (c)/(b)

The cooperation of interested parties is essential for the defense of their interests and may result in the granting of an individual antidumping margin, which is generally lower than the margin calculated on the basis of the information available. Interested parties may contribute to the investigation by providing information in the Exporter, Importer, or Other Domestic Producer Questionnaires within 30 days, extendable for an additional 30 days, counted from the date on which they become aware of the investigation. Other potential interested parties that have not received the questionnaires may request them directly from Secex, thereby ensuring their participation in the process.

Additionally, we inform that Secex has published the deadlines for submitting responses to the questionnaires and for third parties to register, as follows:

- Third party interested: 02/09/2026 (in accordance with Article 45, par. 3 of Decree No. 8058/2013)
- Selected exporter without extension: 03/04/2026
- Selected exporter with extension: 04/06/2026
- Voluntary exporter: 03/04/2026
- Producer from a third country: 03/30/2026
- Importer without extension: 02/27/2026
- Importer with extension: 03/30/2026
- Another domestic producer without extension: 02/27/2026
- Another domestic producer with extension: 03/30/2026

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