

- Home
- Authors
- Latest
- Tape
- Send Us Tips!
- Subscribe:
- 🖂
- 🔊
- **f**
- . [
- •
- Economy
- Wall Street
- <u>Technology</u>
- World
- Video
- News
- AMERITRADE
- Search Wall Street Pit... GO

Navigate: <u>Home Business</u>, <u>Economy</u>, <u>Latest Lawmakers Call on President to Investigate Chinese Paper Subsidies</u>

Lawmakers Call on President to Investigate Chinese Paper Subsidies

By editor Jul 28, 2010, 1:48 PM Author's Website

China's State-Subsidized Paper Industry Creates Unfair, Unlevel Playing Field for American Producers

Washington, D.C. — With the recent release of a report identifying how massive, known subsidies provided by China to its paper producers unfairly gouges a share of the U.S. market, more than 100 lawmakers from 30 states have called on President Obama to conduct an in-depth examination of China's unfair subsidization of its domestic paper industry. The lawmakers — led by U.S. Senators Ron Wyden (D-Ore.) and Olympia J. Snowe (R-Maine) and U.S. Representatives Mike Michaud (D-Maine) and Thaddeus McCotter (R-Mich.) — asked the President to use the study as the basis for action to remedy these unfair trade practices.

According to a study conducted by the Economic Policy Institute, paper production in China has tripled in the last ten years, despite a global market that is saturated and the fact that China enjoys no market-based advantages over other producers. The Institute indentified heavy state-provided subsidies that China's paper producers receive, which provide them an artificial advantage over U.S. paper producers.

"America's paper industry is the most efficient in the world and is part of a supply chain that promotes sustainable forestry practices and good-paying jobs," the lawmakers wrote in the letter. "This industry should not be asked to continue to compete on the unlevel playing field that China has constructed through heavy subsidization of domestic production."

Senator Wyden added, "American workers are fed up with foreign subsidies and they need to know that the U.S. government is on their side. The investigation we are calling for is the first step toward achieving economic justice for our paper producers."

Senator Snowe added, "China's domestic paper subsidies are frankly unacceptable and destabilize components of the global trading system, putting Maine and our nation's paper industry at a significant disadvantage. It is imperative that our government act swiftly not only to enforce current trade laws but also to implement new policies to guarantee our paper producers can fully compete in a fair, global market."

"From my time as a paper mill worker, I know firsthand the consequences of unfair trade practices. The paper mill I worked in for nearly 30 years shut down soon after I was sworn in as a member of Congress because our foreign competitors don't play by the rules. Communities in Maine and across the country that depend on the paper industry for their livelihoods need the Administration to address these foreign subsidies with all available resources," said Representative Michaud.

Representative McCotter added, "We must fight communist China's predatory trade practices to defend American jobs, especially in our crucial manufacturing sector."

The EPI study makes clear that the colossal subsidies that China's paper industry enjoys is negatively impacting U.S. paper producers by forcing them to compete on an unlevel playing field. The letter sent to President Obama strongly urges the administration to examine the practices of the Chinese government and to take action to remedy the situation.

A copy of the letter is available <u>here</u>.

The EPI's report can be accessed <u>here</u>.

Stock Market Education

Find out how you can earn as you Learn. Free DVD & Booklets

Practice Currency Trading

Free \$100,000 Practice Account With Real-Time Charts, News & Research!

Ads by Google

- Share:
- Reddit
- Facebook
- Buzz
- Stumble it!
- Buzz
- ShareThis



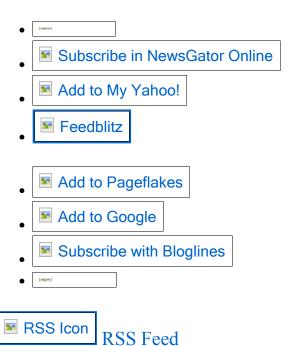
- Chinese Tire Imports Hit With a 35% Tariff
- The Credit Card industry facing new regulations
- The Two-Step Crisis
- Banning Computerized Flash Trading Should be Just a Start
- China: Be Careful of Bilateral Trade Numbers
- Momentum: WABCO Holdings (WBC)
- Growth & Income: Lincoln Electric (LECO)
- Aggressive Growth: AVX Corp (AVX)
- Value Stock: Lubrizol Corporation (LZ)
- Bull of the Day: Hanger Orthopedic (HGR)

• Bear of the Day: AMB Property (AMB)

Login

- This blog post
- All blog posts

Subscribe to this blog post's comments through...



Subscribe via email

Email Address Subscribe
Follow the discussion

Comments

♣ Logging you in...
Close

Login to IntenseDebate

Or create an account

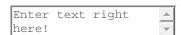
Username or Email: Password:

Lawmakers Call on President to Investigate Chinese Paper Subs...Page 5 of 10

Forgot login?
OpenID Cancel Login Close WordPress.com
Username or Email: Password:
Lost your password?
Cancel Login Close
Login with your OpenID
Or create an account using OpenID
OpenID URL: http:// Back Cancel Login Dashboard Edit profile Logout
• Logged in as
There are no comments posted yet. Be the first one!

Post a new comment

- <u>Add poll</u>
- Check Spelling



Comment as a Guest, or login:

- Login to IntenseDebate
- Login to WordPress.com
- f Connect

Lawmakers Call on President to Investigate Chinese Paper Subs...Page 6 of 10

- <u>Login to Twitter</u> <u>Login to OpenID</u>

Go back

☐ Share on Facebook
×
Connected as (<u>Logout</u>)
Email (optional)
Not displayed publicly.
☐ Tweet this comment
×
Connected as (<u>Logout</u>)
Email (optional)
Not displayed publicly.
Name

Lawmakers Call on President to Investigate Chinese Paper Subs...Page 7 of 10

Email
Website (optional)
Displayed next to your comments.
Not displayed publicly.
If you have a website, link to it here.
OpenID URL http://
Comment as a Guest or <u>login</u> using OpenID
Submit Comment
Subscribe to None
Comments by IntenseDebate

Try Investools for free*



Spotlight

•

Comments

•

Popular

•

Markets



Mark Thoma

Geithner's "Happy Talk"... Read »



Robert Reich

The Origins of the Enthusiasm Gap... Read »



Barry Eichengreen

Fetters of Gold and Paper... Read »



Menzie Chinn 1

NOAA: Past Decade Warmest on Record... Read »

· Blog Roll

- Blog Maverick
- VoxEU

· Blog Roll (Random)

- Robert Reich
- <u>Huffington Post</u>
- <u>DealBook</u>
- Carpe Diem
- Think Markets
- Capital Spectator
- Planet Yelnick

- China Financial
- FT Alphaville
- Econ Perspectives
- Donald Marron
- The Daily Crux
- Calculated Risk
- Economic Edge
- Ockham Research

Advertisement



Partner Center





learn more

<u>learn more</u>





<u>learn more</u>

learn more



Copyright © 2010 Wall Street Pit | Contact Us | Advertise | Terms of Use | Privacy Policy

