



## DEPARTMENT OF COMMERCE

### International Trade Administration

[C-570-120]

#### **Certain Large Vertical Shaft Engines Between 225cc and 999cc, and Parts Thereof from The People's Republic of China: Final Results of the Expedited First Sunset Review of the Countervailing Duty Order**

**AGENCY:** Enforcement and Compliance, International Trade Administration, Department of Commerce.

**SUMMARY:** The U.S. Department of Commerce (Commerce) finds that revocation of the countervailing duty (CVD) order on certain large vertical shaft engines between 225cc and 999cc, and parts thereof (vertical shaft engines) from the People's Republic of China (China) would be likely to lead to continuation or recurrence of countervailable subsidies at the levels indicated in the "Final Results of Sunset Review" section of this notice.

**DATES:** Applicable [INSERT DATE OF PUBLICATION IN THE *FEDERAL REGISTER*].

**FOR FURTHER INFORMATION CONTACT:** David De Falco, Trade Agreements Policy and Negotiations, Enforcement and Compliance, International Trade Administration, U.S.

Department of Commerce, 1401 Constitution Avenue, NW, Washington, DC 20230; telephone: (202) 482-2178.

#### **SUPPLEMENTARY INFORMATION:**

##### Background

On March 4, 2021, Commerce published the CVD order on vertical shaft engines from China.<sup>1</sup> On February 2, 2026, Commerce published the notice of initiation of the first sunset review of the *Order*, pursuant to section 751(c) of the Tariff Act of 1930, as amended (the Act), and 19 CFR 351.218(c).<sup>2</sup>

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<sup>1</sup> See *Certain Vertical Shaft Engines Between 225cc and 999cc, and Parts Thereof from the People's Republic of China: Countervailing Duty Order and Amended Final Affirmative Countervailing Duty Determination*, 86 FR 12619 (March 4, 2021) (*Order*).

<sup>2</sup> See *Initiation of Five-Year (Sunset) Reviews*, 91 FR 4499 (February 2, 2026).

On February 17, 2026, Commerce received a notice of intent to participate in this review from Briggs & Stratton, LLC (Briggs & Stratton)<sup>3</sup> and Discovery Energy, LLC (Discovery)<sup>4</sup> (collectively, the domestic interested parties), within the deadline specified in 19 CFR 351.218(d)(1)(i). The domestic interested parties claims interested party status within the meaning of section 771(9)(C) of the Act and 19 CFR 351.102(b)(29)(v) as producers of the domestic like product.<sup>5</sup>

On March 4, 2026, Commerce received an adequate substantive response from the domestic interested parties, within the 30-day deadline specified in 19 CFR 351.218(d)(3)(i).<sup>6</sup> Commerce did not receive a substantive response from either the Government of China or a respondent interested party to this proceeding. On March 27, 2026, Commerce notified the U.S. International Trade Commission (ITC) that it did not receive an adequate substantive response from respondent interested parties.<sup>7</sup> As a result, Commerce conducted an expedited (120-day) sunset review of the *Order*, pursuant to section 751(c)(3)(B) of the Act and 19 CFR 351.218(e)(1)(ii)(B)(2) and (C)(2).

### Scope of the *Order*

The products covered by the *Order* are vertical shaft engines from China. For a full description of the scope of the *Order*, see the Issues and Decisions Memorandum.<sup>8</sup>

### Analysis of Comments Received

A complete discussion of all issues raised in this sunset review, including the likelihood of continuation or recurrence of subsidization and the countervailable subsidy rates likely to

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<sup>3</sup> See Briggs & Stratton's Letter, "Five-Year ("Sunset") Review of the Antidumping and Countervailing Duty Orders on Certain Vertical Shaft Engines Between 225cc and 999cc, and Parts Thereof from the People's Republic of China: Domestic Industry's Notice of Intent to Participate," dated February 17, 2026.

<sup>4</sup> See Discovery's Letter, "Certain Vertical Shaft Engines Between 225cc and 999cc, and Parts Thereof from the People's Republic of China: Notice of Intent to Participate in Sunset Review," dated February 17, 2026.

<sup>5</sup> *Id.* at 2.

<sup>6</sup> See Domestic Interested Parties' Letter, "Certain Vertical Shaft Engines Between 225cc and 999cc, and Parts Thereof from the People's Republic of China: Substantive Response to Notice of Initiation," dated March 4, 2026.

<sup>7</sup> See Commerce's Letter, "Sunset Reviews Initiated February 2, 2026," dated March 27, 2026.

<sup>8</sup> See Memorandum, "Issues and Decision Memorandum for the Final Results of the Expedited Sunset Review of the Countervailing Duty Order on Certain Large Vertical Shaft Engines Between 225cc and 999cc, and Parts Thereof from the People's Republic of China," dated concurrently with, and hereby adopted by, this notice (Issues and Decision Memorandum).

prevail if the *Order* were to be revoked, is contained in the Issues and Decision Memorandum.<sup>9</sup>

A list of the topics discussed in the Issues and Decision Memorandum is attached as an appendix to this notice. The Issues and Decision Memorandum is a public document and is on file electronically via Enforcement and Compliance's Antidumping and Countervailing Duty Centralized Electronic Service System (ACCESS), which is available to registered users at <https://access.trade.gov>. In addition, complete versions of the Issues and Decision Memorandum can be accessed directly at <https://access.trade.gov/frnotices>.

#### Final Results of Sunset Review

Pursuant to sections 751(c) and 752(b) of the Act, Commerce determines that revocation of the *Order* would be likely to lead to continuation or recurrence of countervailable subsidies at the following net countervailable subsidy rates:

<b>Producers/Exporters</b>	<b>Net Countervailable Subsidy Rate (percent <i>ad valorem</i>)</b>
Loncin Motor Co	18.96
Chongqing Zongshen General Power Machine Co	20.38
All Others	19.85

#### Notification Regarding Administrative Protective Order (APO)

This notice also serves as the only reminder to parties subject to an APO of their responsibility concerning the return or destruction of proprietary information disclosed under APO in accordance with 19 CFR 351.305. Timely notification of the return or destruction of APO materials, or conversion to judicial protective, orders is hereby requested. Failure to comply with the regulations and terms of an APO is a violation which is subject to sanction.

#### Notification to Interested Parties

We are issuing and publishing these final results in accordance with sections 751(c), 752(b), and 777(i)(1) of the Act, and 19 CFR 351.221(c)(5)(ii).

Dated: May 29, 2026.

**Scot Fullerton,**

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<sup>9</sup> *Id.*

*Acting Deputy Assistant Secretary  
for Antidumping and Countervailing Duty Operations.*

## Appendix

### List of Topics Discussed in the Issues and Decision Memorandum

- I. Summary
  - II. Background
  - III. Scope of the *Order*
  - IV. History of the *Order*
  - V. Legal Framework
  - VI. Discussion of the Issues
    1. Likelihood of Continuation or Recurrence of a Countervailable Subsidy
    2. Net Countervailable Subsidy Rates Likely to Prevail
    3. Nature of the Subsidies
  - VII. Final Results of Sunset Review
  - VIII. Recommendation
- [FR Doc. 2026-11119 Filed: 6/2/2026 8:45 am; Publication Date: 6/3/2026]