

WTO to set up panel to judge US-China solar panel dispute

August 15 2019



Solar panels are the focus of a heated dispute between China and the US

The World Trade Organization agreed Thursday to China's request to create a dispute panel tasked with judging whether US tariffs on solar panels violate international trade rules.

The trade restrictions were imposed by President Donald Trump's administration last year, part of a raft of measures initiated by Washington that have triggered a tit-for-tat tariff war between the world's top two economies.

China filed its first complaint on the solar panel tariffs at the WTO in August 2018, arguing that the so-called "safeguard measures" were an illegal attempt to protect US producers from foreign competition.

The WTO's decision to set up a dispute settlement panel was a procedural move that followed automatically from China's second request for arbitration.

But it comes at time of escalating tension between Washington and Beijing, some of which is centred on the WTO.

Trump this week threatened to pull the US out of the body if conditions were not improved.

He has been especially critical of the terms granted China when it joined the organisation, including its developing nation status, which Washington argues helps shield China from the scrutiny it merits as a major economic powerhouse.

The US has also blocked the naming of new members to the appellate panel part of the Dispute Settlement Body, which will likely see the system grind to a halt by the end of the year.

That could impact several cases involving the US, including the solar panel dispute, because without a functioning appeals branch international [trade](#) disputes could drift in legal limbo for years until a solution emerges that allows the WTO court to resume work.

© 2019 AFP

Citation: WTO to set up panel to judge US-China solar panel dispute (2019, August 15) retrieved 25 April 2024 from <https://techxplore.com/news/2019-08-wto-panel-us-china-solar-dispute.html>

This document is subject to copyright. Apart from any fair dealing for the purpose of private study or research, no part may be reproduced without the written permission. The content is provided for information purposes only.