



GOVERNMENT OF PAKISTAN  
DIRECTORATE GENERAL OF CUSTOMS VALUATION  
CUSTOM HOUSE KARACHI

\*\*\*\*\*

The Collectors of Customs, Model Customs Collectorates, Appraisement (East / West) / Port Qasim / Preventive, Karachi / Lahore ( Appraisement / Preventive) / Sambrial (Sialkot) / Faisalabad / Multan / Islamabad /Hyderabad/ Quetta / Peshawar/ Gawadar/ Gilgit-Baltistan/ Collector Exports (Port Qasim/Karachi)/ Director-Transit Karachi

**Determination of Customs Values of Switches and Sockets under Section 25-A of the Customs Act, 1969**

**(Valuation Ruling No. 1165 / 2017)**

No. Misc/11/2013-VII/1269

Dated: May 19, 2017

In exercise of the powers conferred under Section 25-A of the Customs Act, 1969, Customs values of Switches and Sockets are determined as follows: -

2. **Background of the valuation issue:** Customs values of Switches and Sockets were determined under Section 25A of the Customs Act, 1969, vide Valuation Ruling No.993/2016, dated 14-12-2016. Some representations were received for revision of Valuation Ruling owing to difference in prices of some brands and origins, which were not included in the said Valuation Ruling. The Valuation Ruling also required revision in line with the prevailing prices in the international market. Therefore, this Directorate General, in light of orders of superior courts in Danish Jehangir and Saadia Jabbar cases, initiated an exercise for determination of customs values of Switches and Sockets.

3 **Stakeholders' participation in determination of Customs values:** Meetings with stakeholders were held on 02-05-2017, 16-05-2017, and 17-05-2017. Importers had been requested to furnish the following documents before or during the course of the meeting:

- A. Invoices of imports during last three months showing factual value.
- B. Websites, names and E-mail addresses of known foreign manufacturers of the item in question through which the actual current value can be ascertained.
- C. Copies of Contracts made / LCs opened during the last three months showing the value of item in question.
- D. Copies of Sales Tax Invoices issued during last four months showing the difference in price (excluding duty and taxes) to substantiate that the benefit of difference in price is passed on to the local buyers.

4. The meetings were attended by different stakeholders. During the course of the meetings, some importers were of the view that the values of Switches & Sockets required revision as the difference in prices of different origins was more than actual, others claimed that there was no such difference. An importer from Sri Lanka origin objected that difference in determined Customs Values of China vis-à-vis Sri Lanka origin needed to be revised in line with market realities. Resultantly, this Directorate General decided to re-determine Customs Values after comprehensive exercise.

5. **Method adopted to determine Customs values:** Valuation methods given in Section 25 of the Customs Act, 1969 were followed to arrive at customs values of Switches & Sockets. Transaction value method provided in Section 25 (1) was found inapplicable owing to wide variation in the values being declared to the customs. Identical / similar goods value methods provided in Section 25 (5) & (6) were examined for applicability to the valuation issue in the instant case which provided some reference values of the subject goods but the same could not be exclusively relied upon due to wide variation in declared values of subject goods. Thereafter, market enquiry as envisaged under section 25(7) of the Customs Act, 1969, was conducted. For the purpose, different markets were surveyed repeatedly. All the



information so gathered was evaluated and analyzed for the purpose of determination of customs values. Consequently, the Customs values of Switches & Sockets have been determined under Section 25(7) of the Customs Act, 1969.

6. **Customs Values for Switches & Sockets:** Switches & Sockets as *specified herein shall* be assessed to duty/ taxes at the Customs values given are as under:-

S. No.	Description	H.S. Code	Proposed PCT for WeBOC	Origin	Customs Values USS/Per Kg		
					Category-A	Category-B	Category-C
(1)	(2)	(3)	(4)	(5)			
1	Switches & Sockets	8521.9090	8521.9090.1000	China/Sri Lanka	4.00	3.00	2.80
2			8521.9090.1100	Europe /Japan / USA / Canada	6.00	4.50	--
3			8521.9090.1200	Other Origins	4.25	3.20	3.00
<b>Category-A:</b> Hager/ Terasaki/ Fuji/ Delixi/ Chint/ Schneider/ Mitsubishi/ / Merlin/ Siemens/ Crepti/Clipsal /ABB/ Le Grand /Kawamura							
<b>Category-B:</b> NEC/ LEO/ Crown/ Hi-tech/ Toyo/ MEM/ Vibba / Fotile/ Orange /Osaka /Havells							
<b>Category-C:</b> Snons/ Risen/ Links/ Smart/ Sara/ SEC/ TLC/ SOK/ S.K/ Truu+/ Ovell +/ Tuff/ Sogo/ Max/ K On/ Fresh/ KH/ Opal/ Futina/ Excellent/ Impack/ Speed/ Skill/Lear/ TJ/ Eagle/ Lotus/ MES/ Aqua/ J&B / Sanva/ / Klass/ ZB/ Faster/ EN/ Corlen/ Solo / Nishan and other Low End brands							
<b>Switches &amp; Sockets</b> of different brands/ specifications may be assessed under section 25 of the Customs Act, 1969. Alternatively, Collectorates may provisionally assess the goods and forward the GD to this Directorate General for suitable advice.							

7. In cases where declared/transaction values are higher than the Customs values determined in this Valuation Ruling, the assessing officers shall apply those values in terms of Sub-Section (1) of Section 25 of the Customs Act, 1969. In case of consignments imported by air, the assessing officer shall take into account the element of air freight while assessing the goods.



8. **Validity of this Valuation Ruling:** The values determined vide this Valuation Ruling shall be the applicable Customs value for assessment of subject imported goods until and unless it is rescinded or revised by the competent authority in terms of Sub-Sections (1) or (3) of Section 25-A of the Customs Act, 1969.

9. **Revision of the value determined vide this Valuation Ruling:** A revision petition may be filed against this Valuation Ruling, as provided under Section 25-D of the Customs Act, 1969, within 30 days from the date of issue of this ruling, before the Director General, Directorate General of Customs Valuation, 7<sup>th</sup> Floor, Custom House, Karachi.

10. The Collectors of Customs may kindly ensure that the values given in this Valuation Ruling for the given description of goods are applied by the concerned staff without fail. Any anomaly observed may kindly be brought to the notice of this Directorate General immediately. Customs values determined in the ruling are for the description and specification as mentioned in this Valuation Ruling. HS Codes are mentioned for illustrative purposes so that valuation ruling values are made accessible to the assessing officers. The assessment shall be finalized on the basis of correct classification after fulfilling requisite

formalities related to importability or any other certification required thereon. In addition to this, it is further necessary to verify that there is no mis-declaration of any sort or violation of Import Policy Order or Section 15 of the Customs Act, 1969 or any other law in vogue therein.

11. *This ruling supersedes Valuation Ruling No.993/2016 dated 14-12-2016.*

(Dr. Wasil Ali Memon)  
Director

Copy for information to: -

1. Member (Customs), F.B.R., Islamabad.
2. Director General, Customs Valuation, Custom House, Karachi.
3. Chief Collector of Customs, South (Appraisalment), Custom House, Karachi.
4. Chief Collector of Customs, South (Enforcement), Custom House, Karachi.
5. Chief Collector of Customs (Central), Lahore.
6. Chief Collector of Customs (North), Islamabad.
7. Director General, Intelligence and Investigation-FBR, Islamabad.
8. Director General, Audit (Customs & Petroleum), 1<sup>st</sup> Floor, PT&T Audit Building, Mauj-e-Darya Road, Lahore.
09. Director General, Post Clearance Audit (PCA), Islamabad.
10. Director General, Internal Audit (Customs), Karachi.
11. Directors, Intelligence & Investigation, Karachi / Lahore / Islamabad/ Quetta Peshawar/ Faisalabad.
12. Director, Directorate of Customs Valuation (Camp Office), Lahore.
13. Deputy Director (HQ), Directorate General of Customs Valuation, Karachi, for uploading in WeBOC database system and deleting Valuation Ruling No.993/2016, dated 14-12-2016.
14. Chairman (Valuation Committee), FPCC&I, Federation House, Clifton, Karachi.
15. Chambers of Commerce & Industry, Karachi, Lahore, Islamabad, Hyderabad, Quetta, Gujranwala, Faisalabad, Sialkot, Rawalpindi & Peshawar.
16. Law Section, Customs Valuation, 7<sup>th</sup> Floor, Custom House, Karachi.
17. Review Section, Customs Valuation, 7<sup>th</sup> Floor, Custom House, Karachi.
18. Karachi Customs Agents Group, Bohri Road, Karachi.
19. CHO, Customs Valuation, Custom House, Karachi.
20. Notice Board, Customs Valuation 7<sup>th</sup> Floor, Custom House, Karachi / MCC, Appraisalment (East/West), Custom House, Karachi.
21. Webmaster, Federal Board of Revenue, Constitution Avenue, Islamabad, for uploading FBR website and deleting Valuation Ruling No. 993/2016, dated 14-12-2016.
22. Guard File.