



GOVERNMENT OF PAKISTAN  
DIRECTORATE GENERAL OF CUSTOMS VALUATION  
CUSTOM HOUSE KARACHI

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**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/ Exports (Karachi/Port Qasim)/Directorate of Transit Trade, Karachi

**DETERMINATION OF CUSTOMS VALUES OF NON-CARBON RELEASING PAPER, ART CARD/COATED BOARD/PAPER AND LIGHT WEIGHT COATED PAPERS UNDER SECTION 25-A OF THE CUSTOMS ACT, 1969**

(VALUATION RULING NO. 1205 / 2017)

No.Reg. Misc./01/2008-III 11746

Dated: August 29<sup>th</sup>, 2017.

In exercise of the powers conferred under Section 25-A of the Customs Act, 1969, Customs values of Non-Carbon Releasing Papers, Art Card/Coated Board/Paper and Light Weight Coated Paper are determined as follows: -

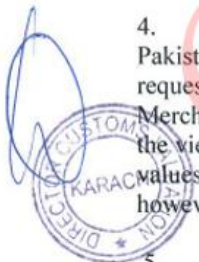
2. **Background of the valuation issue:** The customs values of Non-Carbon Releasing Papers, Art Card/Coated Board/Paper and Light Weight Coated Papers were determined under Section 25A of the Customs Act, 1969, vide Valuation Ruling No.826/2016 dated 06-04-2016. A representation was submitted by All Pakistan Paper Merchants Association, Karachi with the request that the existing Valuation Ruling, needs revision as the current prices have increased in the international market. Hence, this Directorate General initiated an exercise for determination of customs values of the subject goods.

3. **Stakeholders' participation in determination of Customs values:** Meeting with stakeholders was held on 28-08-2017. The stakeholders were requested to furnish the following documents before or during the course of above said 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. Request was received for adjournment of the scheduled meeting, however, the All Pakistan Paper Merchants Association vide letter No.APPMA/CS/17/361, dated 28-08-2017 requested that the letter for adjournment be considered null and void. All Pakistan Paper Merchants Association, Karachi and importers attended the meeting. The stakeholders were of the view that the prices have increased in the international market and requested that the customs values should be re-determined as per the prevailing prices. The documents requisitioned were however not submitted by most of the stakeholders.

5. **Method adopted to determine Customs values:** Valuation methods given in Section 25 of the Customs Act, 1969 were followed to arrive at customs value of Non-Carbon Releasing Papers, Art Card/Coated Board/Paper and Light Weight Coated Paper. Transaction value method



provided in Section 25 (1) was found inapplicable because the requisite information was not available as per law. Identical/ similar goods value methods provided in Section 25 (5) & (6) were examined for applicability to the valuation issue in the instant case which reflected that declared values were higher than the determined customs values in the existing Valuation Ruling. Thereafter, market enquiry as envisaged under Section 25 (7) of the Customs Act, 1969, was conducted and the findings of the same were corroborated. Computed Value Method as provided in Section 25 (8) could not be applied for valuation of the aforementioned goods as the cost of raw material and fabrication charges under clause (a) and amount of profit and general expenses under clause (b) of Section 25 (8) of the Act, in the country of export, could not be ascertained. All the information so gathered was evaluated and analyzed for the purpose of determination of customs values of Non-Carbon Releasing Papers, Art Card/Coated Board/Paper and Light Weight Coated Papers have been determined under Section 25 (9) of the Customs Act, 1969.

**6. Customs values of Non-Carbon Releasing Papers, Art Card/Coated Board/Paper and Light Weight Coated Papers:** Non-Carbon Releasing Papers, Art Card/Coated Board/Paper and Light Weight Coated Papers, hereinafter specified, shall be assessed to duty/taxes at the Customs Values mentioned at the following Tables A & B, respectively:-

**Table-A (Non-Carbon Releasing Papers)**

S.No.	Description	Specification	PCT Heading	Proposed PCT for WeBoc	Origin	Customs Value (C&F) USS/Kg
(1)	(2)	(3)	(4)	(5)	(6)	(7)
1.	Non-Carbon Releasing Paper Coated Front & Back	In Sheets	4809.2000	4809.2000.1000	China	1.42
		-		4809.2000.1100	Indonesia	1.43
2.	Non-Carbon Releasing Paper Coated Back	In Sheets		4809.2000.1200	China/ Indonesia	1.40
3.	Non-Carbon Releasing Paper Coated Front	In Sheets		4809.2000.1300	China/ Indonesia	1.40

Note:- US\$25PMT to be subtracted for assessable value of reels.

**Table-B (Art Card Coated/Board/Paper and Light Weight Coated Papers)**

S.No.	Description	PCT Heading	Proposed PCT for WeBoc	Origin	Customs Value (C&F) USS/Kg
(1)	(2)	(3)	(4)	(5)	(6)
1.	One/both side Coated Art Card/Board with Kaolin (China Clay) or other inorganic substances or any other kind of coated.	4810.1990 4810.9900	4810.1990.1000	China	0.81
			4810.9900.1000	Indonesia	0.82
			4810.9900.1100		
			4810.1990.1200	Korea	0.83
			4810.1990.1200	Japan	0.80
4810.1990.1300					
			4810.9900.1300		



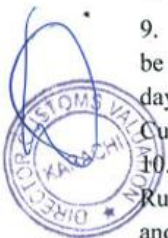
			4810.1990.1400	Europe	1.00
			4810.9900.1400		
			4810.1990.1500	Others	0.85
			4810.9900.1500		
2.	Coated Art Paper in sheets both side with Kaolin (China Clay) or other inorganic substances or any other kind of coated papers	4810.1310 4810.1390	4810.1310.1000	China	0.80
			4810.1390.1000		
			4810.1310.1100	Indonesia	0.81
			4810.1390.1100		
			4810.1310.1200	Korea	0.82
			4810.1390.1200		
			4810.1310.1300	Japan	0.79
			4810.1390.1300		
			4810.1310.1400	Europe	0.90
			4810.1390.1400		
			4810.1310.1500	Others	0.84
			4810.1390.1500		
3.	Light weight Coated Papers	4810.2200	4810.2200.1000	All origins	0.80
4.	Other	4810.2900	4810.2900.1000	All origins	0.81
Notes:					
i) Light weight coated paper shall be constructed as defined at S.No.7 of sub heading notes to Chapter-48 of Pakistan Customs Tariff which is reproduced as under:- "S.No.7: for the purpose of sub heading 4810.22, "Light Weight Coated Paper" means Paper, Coated on both sides, of a total weight not exceeding 72g/m <sup>2</sup> , with a Coating weight no exceeding 15g/m <sup>2</sup> per side, on a base, which is not less than 50% by weight of total fiber content consists of wood fibers obtained by mechanical process".					
ii) Note:- US\$25PMT to be subtracted for assessable value of reels.					

7. In cases where declared/transaction values are higher than the Customs values determined in this Ruling, the assessing officers shall apply those values in terms of Sub-Section (1) of Section 25 of the Customs Act, 1969 and the same may be communicated to this Directorate General forthwith. 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 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 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 the Annexure to 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 Valuation Ruling supersedes Valuation Ruling No.826/2017, dated 06-04-2016.***

  
(Dr. Wasif 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. 826/2017, dated 06-04-2016.***
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. Valuation Ruling No. 826/2017, dated 06-04-2016***
22. Guard File.