



GOVERNMENT OF PAKISTAN
DIRECTORATE GENERAL OF CUSTOMS VALUATION
CUSTOM HOUSE KARACHI

RULING U/S 25-A NO. 327

No. Misc-07/2007-II (A)/II (B)

Dated 28-05-2011

Note

- (iii) The Customs value determined under this Valuation Ruling shall be applicable customs value for assessment of relevant goods until and unless revised or rescinded by the competent authority.
- (iv) Revision petition/Review application against this valuation ruling may be filed before the Director General of Customs Valuation under Section 25-D of the Customs Act, 1969, within thirty (30) days from the date of determination of customs value under this ruling.

The Collectors of Customs, Model Customs Collectorates (Appraisement/ PaCCS/ Port Qasim/ Preventive), Karachi/ Lahore/ Sambrial/ Faisalabad/ Multan/ Islamabad/ Hyderabad/ Quetta/ Peshawar.

SUBJECT: DETERMINATION OF CUSTOMS VALUE UNDER SECTION 25-A OF THE CUSTOMS ACT, 1969, OF HIPS SHEETS.

On receipt of representation from M/s. Development Analysis & Research Team, Islamabad, regarding under invoicing and mis-declaration in the import of High Impact Polystyrene Sheets (HIPS), this Directorate General initiated an exercise under Section 25-A of the Customs Act, 1969, for fair value determination of HIPS Sheets.

2. Meetings were held with stakeholders on 05-10-2010, 25-10-2010 and 10-11-2010. Representative of M/s. Singer Pakistan Limited, turned up on 26-10-10 and stated that their import against L/C and values are fair which can be checked from any where and M/s. Oreint Electronics pleaded, that their current imports are @US\$1.55/kg which is fair keeping in view the prices of raw material. This Directorate General also checked import data which revealed abnormal variation in values and could not be relied upon as true transaction values under Section 25 (1) and on the same analogy, the subsequent valuation methods i.e. identical/similar goods, as envisaged under Section 25 (5) & (6) of the Customs Act, 1969, could also not be adopted. Since, the subject goods are imported for industrial purpose, used in manufacturing of refrigerators and deep freezer as insulation material, therefore, Deductive Valuation Method as stipulated under Section 25 (7) could also not be applied. Cost of manufacturing of instant goods in country of export is not available therefore computed valuation method in terms of Section 25 (8) could also be not made.



3. Accordingly, following customs values have been worked out and determined on Fall Back Valuation Method, in terms of Section 25 (9) of the Customs Act, as per below:-

Description	H.S.Code	Origin	Customs Value (US\$/KG)
(1)	(2)	(3)	(4)
High Impact Polystyrene (HIPS) Sheets	3920.3000	China/Taiwan	2.35
		Others.	2.81

4. The above customs value are hereby determined under Section 25-A of the Customs Act, 1969. All Collectorates are advised to finalize the assessment of subject goods accordingly. These values shall remain valid until revised. If declared/invoice value is higher than the above determined values, then such higher value shall be applied for assessment purpose in terms of Section 25 of the Customs Act, 1969.


(MUHAMMAD TAHIR)
DIRECTOR

Distribution

13. S.A to Chairman, Federal Board of Revenue, Islamabad.
14. Member (Customs), Federal Board of Revenue, Islamabad.
15. Chief Collectors of Customs (North/South), Lahore/Karachi.
16. The Director General of Intelligence Investigation-FBR, Islamabad.
17. The Director General of Customs Valuation, Karachi.
18. The Director General of Post Clearance Audit, Karachi.
19. The Directors of Intelligence Investigation-FBR, Karachi/ Lahore/ Islamabad.
20. The Deputy Director (Hqrs.), Directorate General of Customs Valuation, Karachi, for uploading in One Customs & PaCCS database on the date of issue of this ruling.
21. Chairman (Valuation Committee), FPCC&I, Federation House, Karachi.
22. Chairman (Valuation Committee), KCC&I, Aiwan-e-Tijarat Road, Karachi.
23. Karachi Customs Agents Group (KCAG), Bohri Road, Karachi
24. Guard File.