

GOVERNMENT OF PAKISTAN  
DIRECTORATE GENERAL OF CUSTOMS VALUATION  
CUSTOM HOUSE KARACHI

No.Reg.I/26/2007-I

Dated 02-06-2011

RULING U/S 25-A NO. 331

Note:

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Valuation Ruling shall be applicable customs value for assessment of the relevant goods until and unless revised or rescinded by the competent authority.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

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

SUBJECT: DETERMINATION OF CUSTOMS VALUE OF MINERAL GREASE (H.S.CODE 2710.1992) UNDER SECTION 25A OF THE CUSTOMS ACT, 1969



Valuation of Mineral Grease was determined under section 25A of the Customs Act, 1969, vide Valuation Ruling No Reg. I /26/ 2007-I, dated 31-12-2009. Since the said ruling was considerably old and needed up-dation, as per current international prices, the same was taken up for fresh determination.

2. Meeting was held on 03.01.2011, which was attended by the representatives of importers and all stakeholders. The representative association of commercial importer contended that the price of Saudi Arabia, UAE, Hong Kong, & China origin Mineral Grease, determined earlier, were fixed on higher side, however, this plea was not acceptable as they could not substantiate their statement with any supporting document. The representative of one of the importer on the contrary stressed that their declared transaction value was even higher than the value determined vide earlier Valuation Ruling. Similarly, one local manufacturer also pointed out that the prices of Lube Base Oil has globally increased, which may be incorporated in the revised valuation.

3. The data of imports of the instant goods of Saudi Arabia, UAE, Hong Kong, & China origin of the relevant period was analyzed within the meaning of section 25(5) & (6) of the Customs Act, 1969. The declared/assessed prices of imported goods namely Grease from Saudi Arabia, UAE, Hong Kong, & China origin was observed to be otherwise static but the L/C based transaction were found to be comparably higher in respect of certain items of the existing customs values. Market enquiry under the Deductive Method of Valuation under section 25(7) of the Customs Act, 1969, was also carried out for verification/determination of customs



value of Mineral Grease, which showed a price increase on an average basis @ 11.71%. As regards section 25 (8) of the Customs Act, 1969, since the details of conversion cost of goods produced in the country of export was not available, this provision was not found applicable. Based upon these findings, with particular emphasis upon the change in prices reflected in specific categories/grades, Customs values of mineral grease (HS Code. 2710.1992), are determined under section 25(9) of the Customs Act, 1969, as under:

H.S.CODE = 2710.1992			
S.No.	Description Of Goods	Origin	Determined Values U/S 25-A
1	2	3	4
1.	Mineral Grease MP3	China All Other origin	US\$1.88/kg US\$2.07/kg
2.	Mineral Grease NLG1-2	Hong Kong/China All Other origin	US\$ 2.95/kg US\$3.24/kg
3.	Mineral Grease NLG1No.2MP	UAE/ Saudi Arabia All Other origin	US\$1.80/kg US\$1.98/kg
4.	Mineral Grease NLG1No.3MP	UAE/ Saudi Arabia All Other origin	US\$1.93/kg US\$2.12/kg
5.	Mineral Grease NLG1No.2 Ind	UAE/ Saudi Arabia All Other origin	US\$1.91/kg US\$2.10/kg
6.	Mineral Grease NLG1No.3 Ind	UAE/ Saudi Arabia All Other origin	US\$2.08/kg US\$2.28/kg
7.	Mineral Grease NLG1 No.0.1 & 2 EP	UAE/ Saudi Arabia All Other origin	US\$2.23/kg US\$2.45/kg
8.	Mineral Grease LGMT 2TH/2	Thailand All Other origin	US\$4.32/kg US\$4.75/kg
9.	Mineral Grease LGMT 2TH/5	Thailand All Other origin	US\$4.14/Kg US\$4.55/kg
10.	Mineral Grease LGMT3TH/15	Thailand All Other origin	US\$3.84/kg US\$4.22/kg
11.	Mineral Grease LGMT32TH/15	Thailand All Other origin	US\$4.28/kg US\$4.70/kg
12.	Mineral Grease LGHP 2/5	Thailand All Other origin	US\$15.47/kg US\$17.02/kg
13.	Mineral Grease LGHP 2TH/18	Thailand All Other origin	US\$16.46/kg US\$18.10/kg
14.	Mineral Grease XHP 222	Singapore. U.S.A All Other origin	US\$4.85/kg US\$3.96/kg US\$5.33/kg
15.	Mineral Grease LCX 222	Belgium All Other origin	US\$4.77/kg US\$5.24/kg



4. Accordingly, above values are hereby determined under Section 25A of the Customs Act, 1969. All the Customs Clearance Collectorates are advised to finalize assessment of Mineral Grease on the values mentioned above. These values shall remain valid until revised. However, if the invoice value is higher, then such higher value shall be adopted for assessment purpose in terms of section 25 of the Customs Act, 1969.

  
(MUHAMMAD TAHIR)  
DIRECTOR

Copy for information to:-

1. S.A. to Chairman, Federal Board of Revenue, Islamabad.
2. Member (Customs), Federal Board of Revenue, Islamabad.
3. Chief Collectors of Customs (North/South), Lahore/Karachi.
4. The Director General of Intelligence Investigation, Islamabad.
5. The Director General of Customs Valuation, Karachi.
6. The Director General of Post Clearance Audit, Islamabad.
7. The Directors of Intelligence Investigation, Karachi/ Lahore/ Islamabad.
8. 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.
9. The Chairman Federation of Pakistan, Chambers of Commerce & Industry (FPCC&I), Karachi.
10. Karachi Chamber of Commerce & Industry (KCC&I), Karachi.
11. Karachi Customs Agents Group (KCAG), Bohri Road, Karachi.
12. Guard File.





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

DETERMINATION OF CUSTOMS VALUES OF MINERAL GREASE (H. S. CODE 2710.1992)  
UNDER SECTION 25-A OF THE CUSTOMS ACT, 1969


( CORRIGENDUM TO VALUATION RULING NO 331/2011)

No Reg. I/26/2007.I

Dated: 1<sup>st</sup> October, 2013

In exercise of the powers conferred under section 25-A of the Customs Act 1969, the following amendment is made in Valuation Ruling No.331/2011 dated 02-06-2011, namely:-

- (i) At Serial No. 1, column No.2 (Description of Goods) the word "Mineral Grease MP3" shall be read as, "Mineral Grease MP3, NLGNo.3".
- (ii) At Serial No. 1, column No.3 (Origin) the words "All other origin" and at Serial No.1, column No.4 (Determined Values Under Section 25-A), the words " US \$ 2.07/Kg" are deleted.
- (iii) This corrigendum shall be applicable from the date of issuance.

  
(Suraiya Ahmed Butt)  
Director

Copy for information to :-

1. S.A TO Chairman, F.B.R., Islamabad.
2. Member (Customs), F.B.R, Islamabad.
3. Director General, Customs Valuation, Custom House, Karachi.
4. Chief Collector of Customs, South (Appraisement), Custom House, Karachi.
5. Chief Collector of Customs, South (Enforcement), Custom House, Karachi.
6. Chief Collector of Customs (Central), Lahore.
7. Chief Collector of Customs (North), Islamabad.
8. Director General, Intelligence and Investigation, Islamabad.
9. Director General, Post Clearance Audit, Islamabad.
10. Director General Internal Audit, (Customs), Islamabad.
11. Directors, Intelligence & Investigation, Karachi / Lahore / Islamabad/ Quetta/ Peshawar/ Faisalabad.
12. The Project Director WeBOC, 11<sup>th</sup> Floor, Custom House, Karachi.
13. The Deputy Director (HQ), Directorate General of Customs Valuation, Karachi, for uploading in One Customs & Weboc database on the date of issue of this ruling/corrigendum
14. Chairman (Valuation Committee), FPCC&I, Federation House, Clifton, Karachi.
15. Chairman (Valuation Committee), KCC&I, Aiwan-e-Tijarat Road, Karachi.
16. Customs Revenue Audit, 8<sup>th</sup> Floor, Custom House, Karachi.
17. Law Section, Customs Valuation, 7<sup>th</sup> Floor, Custom House, Karachi.
18. Review Section, Customs Valuation, 7<sup>th</sup> floor, Custom House, Karachi.
19. Karachi Customs Agents Group, Bohri Road, Karachi.
20. Guard File.