

GOVERNMENT OF PAKISTAN
DIRECTORATE GENERAL OF CUSTOMS VALUATION
CUSTOM HOUSE, KARACHI

No. Misc/01/2011-II

Dated 06-08-2011

RULING U/S 25A NO. 362

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Valuation Ruling shall be applicable customs value for assessment of the relevant goods until and unless revised or rescinded by the competent authority.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 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 (Sialkot) / Faisalabad/ Multan/ Islamabad/ Hyderabad/ Quetta/ Peshawar.

SUBJECT: DETERMINATION OF CUSTOMS VALUE OF PVC ELECTRIC INSULATION TAPE UNDER SECTION 25A OF THE CUSTOMS ACT, 1969.



Values of PVC Electric Insulation Tape were determined vide Valuation Ruling No. 224, dated 26-02-2010. Since the said ruling has become considerably old and needed revision in view of current international prices, the same was taken up for fresh determination of values.

2. Accordingly, meetings were held on 06-07-2011, 18-07-2011 & 25-07-2011, which were attended by representative of only one importer. It was stressed by the importer that the existing valuation ruling was in accordance with the market values and emphasized to maintain the same considering the cost of PVC suspension grade and other raw materials used in the manufacture of subject goods.

3. The import data of the instant goods namely PVC Electric Insulation Tape from China, Taiwan, Far East/Middle East origin was analyzed within the meaning of section 25(5) & (6) of the Customs Act, 1969, and it was observed that the values were declared in conformity with the previously determined values. Therefore, import data could not be relied upon for the determination of fresh values. As such, reliance was made on Deductive Method of Valuation, as envisaged under section 25(7) of the Customs Act, 1969. Calculations worked out on this basis revealed a price of US\$1.25/kg, which was indicative of the position that there was an upward price trend of about 32% in the market. As regards the application of valuation method under section 25(8) *ibid*, the details of conversion cost of goods produced in the countries of export, were not available. However, values of raw materials prevailing in the international market were examined. An analysis of the same has supported the fact that the value of subject goods were higher in the international market as the computed price was found at US\$1.13/kg, which was taken into account for upward revision of customs values in the subject case. Based upon these findings, customs values have been determined under Deductive Method of valuation as envisaged under section 25(7), of the Customs Act, 1969, as under:

| S.No | IIS CODE | Description of goods | Origin | Determined Value |
|------|------------------------|---|--|------------------|
| 1 | 3919.1090 3919.9090 | PVC Electric Insulation Tape in Jumbo Rolls | China Taiwan Korea/UAE | US\$1.25/ kg |
| | | | All origin incl. China Taiwan Korea/UAE | US\$1.62/ kg |

4. Accordingly, these values are hereby determined under Section 25A of the Customs Act, 1969. All the Customs Clearance Collectrates are advised to finalize assessment of subject goods 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 Faheem
(MUSTAFA FAHEEM)
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 (Iqrs.), Directorate General of Customs Valuation, Karachi, for uploading in OneCustoms & PaCCS database on the date of issue of this ruling.
9. Federation of Pakistan, Chambers of Commerce & Industry (FPCCI), Karachi.
10. Karachi Chamber of Commerce & Industry (KCC&I), Karachi.
11. Karachi Customs Agents Group (KCAG), Bohri Road, Karachi
12. Guard file.