



GOVERNMENT OF PAKISTAN
DIRECTORATE GENERAL OF CUSTOMS VALUATION
CUSTOM HOUSE KARACHI

To,

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

DETERMINATION OF CUSTOMS VALUES OF GARMENTS
UNDER SECTION 25-A OF CUSTOMS ACT, 1969.

(VALUATION RULING NO.489/2012)

No. Misc/13/2007 III-IV

Dated: 07-11-2012

In exercise of the powers conferred under section 25-A of the Customs Act, 1969, the customs values of garments are determined as follows:-

- 1. Description of the valuation issue.** Since the earlier customs values of garments were determined more than one and half year ago through Valuation Ruling No. 309 dated 28-04-2011, a redetermination of custom values of these goods was deemed necessary to reflect the current price trend of these goods in the international markets. This prompted an exercise to re-determine the custom values of these goods.
- 2. Methodology adopted to determine customs values** Valuation methods given in section 25 of the Customs Act, 1969 were examined to ascertain which methods were applicable to the valuation issue in hand in terms of section 25A (1) of the Act. Transactional value method provided in section 25(1) was found inapplicable because sufficient information with respect to adjustments to be made to the transactional value in terms of section 25(2) was not available. Identical / similar goods value methods provided in section 25 (5) & (6) were examined for applicability to the valuation issue in the instant case. These methods furnished unreliable values and were not found applicable. Since the manufacturers' costs of producing the goods in question in the country of exportation were not available, Computed Value Method as provided in section 25(8) could not be applied for valuation of the aforesaid goods. Deductive Value Method was therefore the methodology adopted to determine customs values for garments in this case.
- 3. Evidence used to determine custom values.** Meeting was held with stakeholders to discuss the current transactional values of garments in the export markets. The Deductive Value Method was employed and the evidence furnished by the application of this method was used to determine the following customs values of garments.



4. Customs values determined : Garments of China, Indonesia, Thailand and Vietnam origins hereinafter specified shall be assessed to duty / taxes on the customs values mentioned against them in the table below : -

S. No	Description of goods	Specification of goods	PCT Code	Proposed PCT for WeBOC	Customs Values (US\$ per Dozen)
(1)	(2)	(3)	(4)	(5)	(6)
1	Shirts and T shirts	All types and all sizes for boys and girls	6105.1000 6105.9000 6109.1000 6109.9090	6105.1000.1100 6105.9000.1200 6109.1000.1100 6109.9090.9900	9.00
2	Shirts, T shirts, Blazers, jackets, Sweaters, excluding woolen garments.	All types and all sizes for ladies and gents	6101.9000 6104.3200 6104.3900 6105.9000 6109.1000 6109.9090 6110.9000 6204.3900	6101.9000.1200 6104.3200.1100 6104.3900.1200 6105.9000.1200 6109.1000.1100 6109.9090.9900 6110.9000.1100 6204.3900.1100	20.00
3	Jackets, Sweaters, Blazers, excluding woolen garments.	All types and all sizes for boys and girls	6110.9000 6203.2900 6203.4300 6203.4900	6110.9000.1100 6203.2900.1100 6203.4300.1200 6203.4900.9900	9.00
	Under T shirts.	All types and all sizes	6105.9000 6109.1000 6109.9090	6105.9000.1100 6109.1000.1100 6109.9090.1200	5.00
	Trousers	All types and all sizes for ladies and gents	6203.4300 6203.4900	6203.4300.1100 6203.4900.1200	20.00
6	Trousers	All types and all sizes for boys and girls	6203.4300 6203.4900	6203.4300.1100 6203.4900.1200	9.00
7	Baby / Baba Charm, Ramper Jhabla, Shorts	All types and all sizes	6111.9000 6209.9010 6209.9020 6209.9090	6111.9000.1100 6209.9010.1100 6209.9020.1200 6209.9090.9900	3.80
8	Suits, Frocks, middies	All types and all sizes for children	6111.3000 6209.9010 6209.9020	6111.3000.1100 6209.9010.1100 6209.9020.1200	8.00



			6209.9090	6209.9090.9900	
9	Socks, caps, bibs, underwears, leggings, tights, vests.	All types and all sizes	6111.9000 6203.4300 6203.4900	6111.9000.1100 6203.4300.1100 6203.4900.1200	1.80
10	Uppers, Blouses, lowers	All types all sizes for ladies	6106.1000 6106.9000 6108.3100 6108.3900	6106.1000.1100 6106.9000.1200 6108.3100.1100 6108.3900.1200	11.00

5. **Brand applicability of customs values** The above customs values of garments shall not apply to known brands such as Mango, Orange, Next, Boss, Armani, Polo, Mark's & Spencer, Zara and other equivalent brands. These values shall apply to the garments of unknown or less known brands only.
6. **Validity of this Valuation Ruling** The customs values determined in this Ruling shall continue to be the applicable customs values for the aforementioned goods till the time this Valuation Ruling is rescinded or revised by the competent authority in terms of section 25A of the Customs Act, 1969. Moreover, this Valuation Ruling applies to cases where declared values are less than the customs values determined in the Ruling. *In cases where declared values are more than the customs values determined in the Ruling, or the differential between airfreight and sea freight, when taken into account, raises the customs values above those determined in this ruling, the concerned assessing officer shall apply such higher values in terms of section 25(1) of the Customs Act, 1969.*
7. **Remedies against this Valuation Ruling** The Customs Act, 1969 provides efficacious alternate remedies against this Ruling. Section 25-D provides that any person aggrieved of the Ruling may file a revision petition within 30 days from the date of this Ruling before the Director General, Directorate General of Customs Valuation, 7th Floor, Custom House, Karachi. An appeal against the decision in revision of the Director General can be filed within 60 days of the decision before the Customs Appellant Tribunal, under section 194-A (1) (c) of the Customs Act, 1969.

(Dr. Zulfiqar Ahmad Malik)
Director

Copy for information to:-

- (1) S.A.T.O Chairman, F.B.R., Islamabad.
- (2) Member (Customs), F.B.R., Islamabad.
- (3) Chief Collectors of Customs (South), Custom House, Karachi.