



GOVERNMENT OF PAKISTAN
DIRECTORATE GENERAL OF CUSTOMS VALUATION
CUSTOM HOUSE KARACHI

To,

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

DETERMINATION OF CUSTOMS VALUES OF CERAMIC & PORCELAIN
TILES UNDER SECTION 25-A OF CUSTOMS ACT, 1969

(VALUATION RULING NO.538 /2013)

No.Misc/12/2010-V

Dated: 16-01-2013

In exercise of the powers conferred under section 25-A of the Customs Act, 1969, the Director, Directorate General of Customs Valuation, Karachi has determined the customs values of ceramic and porcelain tiles hereinafter following for the assessment of duty / taxes on these goods when imported into the country.

1. Description of the valuation issue. Earlier, Valuation Ruling No.216/2010, which was issued on 03-02-2010, determining customs values of ceramic and porcelain tiles. The Valuation Ruling has been set aside by the Islamabad High Court and this Directorate has filed the Intra Court Appeal against the Court order. Since this Valuation Ruling was issued about two and half years ago, a fresh determination of customs values for these goods was called for in order to keep these values in line with prevailing prices of tiles in the international markets. This prompted an inquiry for the re-determination of customs values of tiles in the instant case.



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. The Identical / Similar Goods Value Methods provided in Section 25 (5) (6) were next examined and were found to be inapplicable for the determination of customs values for tiles. Since the costs of manufacturing ceramic and porcelain tiles in the countries of exportation were not available, Computed Value Method provided in section 25(8) was not found to be applicable to determine customs values. Deductive Value Method under Section 25(7) was, therefore, the methodology adopted to determine customs values of ceramic and porcelain tiles.

3. Evidence used to determine customs values Meetings were held with stakeholders on 15-03-2012, 06-04-2012, 05-05-2012 and 13-12-2012 to ascertain any evidence these stakeholders held to determine prevailing prices of ceramic and porcelain tiles in the international markets. Evidence furnished by the application of Deductive Value Method was used to determine the following customs values for ceramic and porcelain tiles.

4. Customs values for ceramic and porcelain tiles The ceramic and porcelain tiles of assorted sizes *hereinafter specified* shall be assessed to duty / taxes on the customs values given against them in the tables A, B, C and D below :-

TABLE-A
(CERAMIC TILES)

S.No.	Size in centimeters	PCT Heading	Proposed PCT for WcBoc	Origin	Customs Value (US\$ per sq meter)
(1)	(2)	(3)	(4)	(5)	(6)
1.	Below 8x8=20x20 cm	6908.9010	6908.9010.9010	China	2.17
	-- do --	6908.9010	6908.9010.1010	Europe	3.79
2.	8x8 inches =20x20 cm & Above	6908.9010	6908.9010.9010	China	2.38
	-- do --	6908.9010	6908.9010.1010	Europe	4.48
3.	8x12 inches =20x30 cm & Above	6908.9010	6908.9010.9010	China	2.38
	-- do --	6908.9010	6908.9010.1010	Europe	5.25
4.	10x13 inches =25x33 cm & Above	6908.9010	6908.9010.9010	China	2.80
	-- do --	6908.9010	6908.9010.1010	Europe	5.53
	12x12 inches =30x30 cm & Above	6908.9010	6908.9010.9010	China	3.00
	-- do --	6908.9010	6908.9010.1010	Europe	5.75
6.	12x18 inches =30x45 cm & Above	6908.9010	6908.9010.9010	China	3.55
	-- do --	6908.9010	6908.9010.1010	Europe	5.75
7.	16x16 inches =40x40 cm & Above	6908.9010	6908.9010.9010	China	3.67
	-- do --	6908.9010	6908.9010.1010	Europe	5.75
8.	20x20 inches =50x50 cm & Above	6908.9010	6908.9010.9010	China	3.69
	-- do --	6908.9010	6908.9010.1010	Europe	5.75
9.	24x24 inches =60x60 cm & Above	6908.9010	6908.9010.9010	China	3.71
	-- do --	6908.9010	6908.9010.1010	Europe	5.78



TABLE-B
(PORCELAIN TILES- POLISHED)

S.No.	Size in centimeters	PCT Heading	Proposed PCT for WeBoc	Origin	Customs Value (US\$ per sq meter)
(1)	(2)	(3)	(4)	(5)	(6)
1.	Below 12x12 inches = 30x30 cm	6908.9010	6908.9010.9010	China	4.45
	-- do --	6908.9010	6908.9010.1010	Europe	7.98
2.	12x12 inches = 30x30 cm & Above	6908.9010	6908.9010.9010	China	4.92
	-- do --	6908.9010	6908.9010.1010	Europe	9.47
3.	12x18 inches = 30x45 cm & Above	6908.9010	6908.9010.9010	China	5.22
	-- do --	6908.9010	6908.9010.1010	Europe	9.56
4.	16x16 inches = 40x40 cm & Above	6908.9010	6908.9010.9010	China	5.39
	-- do --	6908.9010	6908.9010.1010	Europe	10.50
5.	18x18 inches = 45x45 cm & Above	6908.9010	6908.9010.9010	China	5.45
	-- do --	6908.9010	6908.9010.1010	Europe	10.50
6.	20x20 inches = 50x50 cm & Above	6908.9010	6908.9010.9010	China	5.25
	-- do --	6908.9010	6908.9010.1010	Europe	10.50
7.	24x24 inches = 60x60 cm & Above	6908.9010	6908.9010.9010	China	5.75
	-- do --	6908.9010	6908.9010.1010	Europe	11.55

TABLE-C
(PORCELAIN TILES-MATT/GLAZED)

S.No.	Size in centimeters	PCT Heading	Proposed PCT for WeBoc	Origin	Customs Value (US\$ per sq meter)
(1)	(2)	(3)	(4)	(5)	(6)
1.	Below 12x12 inches = 30x30 cm	6908.9010	6908.9010.9010	China	3.00
	-- do --	6908.9010	6908.9010.1010	Europe	4.48
2.	12x12 inches = 30x30 cm & Above	6908.9010	6908.9010.9010	China	3.37
	-- do --	6908.9010	6908.9010.1010	Europe	5.25
3.	12x18 inches = 30x45 cm & Above	6908.9010	6908.9010.9010	China	3.50
	-- do --	6908.9010	6908.9010.1010	Europe	5.25
4.	16x16 inches = 40x40 cm & Above	6908.9010	6908.9010.9010	China	3.64
	-- do --	6908.9010	6908.9010.1010	Europe	5.68
5.	18x18 inches = 45x45 cm & Above	6908.9010	6908.9010.9010	China	3.67
	-- do --	6908.9010	6908.9010.1010	Europe	5.68



6.	20x20 inches =50x50 cm & Above	6908.9010	6908.9010.9010	China	3.69
	-- do --	6908.9010	6908.9010.1010	Europe	5.68
7.	24x24 inches =60x60 cm & Above	6908.9010	6908.9010.9010	China	3.69
	-- do --	6908.9010	6908.9010.1010	Europe	7.58

Note:- The above prices are for Ceramic/Porcelain Tiles / Plain / Colored / Printed / Effect / Texture / Embossed / Decorated etc.

TABLE-D

(Borders/Motif/Moulding/Skirting/Trimming/ Ceramic/Porcelain/Gold Plated/Printed/Embossed/ Colored/Texture/Effect/Decorated etc).

S.No.	Description of goods	PCT Heading	Proposed PCT for WcBoc.	Origin	Customs Value (US\$ per sq meter)
(1)	(2)	(3)	(4)	(5)	(6)
I.	All sizes	6908.9010	6908.9010.9010	China	20.00
	-- do --	6908.9010	6908.9010.1010	Europe	28.00

5. 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 value determined in the ruling, the differential between air freight and sea freight, when taken into account, raises the customs values above those determined in this ruling, the concerned assessing officers shall apply such higher values in terms of section 25(1) of the Customs Act, 1969.*

6. 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) (e) of the Customs Act, 1969.

(Dr. Zulfikar Ahmed Malik)
Director

Copy for information to :-

(1) S.A TO Chairman, F.B.R., Islamabad.



GOVERNMENT OF PAKISTAN
DIRECTORATE GENERAL OF CUSTOMS VALUATION
CUSTOM HOUSE KARACHI

No.Misc/12/2010-V

Dated: 29-03-2014

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.

ADDENDUM
(VALUATION RULING NO.538/2013)

Various representations were received from M/s. All Pakistan Tiles and Sanitary Merchants Association, M/s. Pakistan Ceramic Manufacturers Association, Federation of Pakistan Chambers of Commerce and Industry, M/s. Karam Ceramic Limited, alongwith reference from the Board and MCC Appraisement (West) and (East), regarding the determination of Customs values of Tiles imported from UAE, Iran and Far East Asia. Accordingly, the following Tables are added after Table-D in Valuation Ruling No.538 dated 16-01,-2013 in terms of Section 25(A) of the Customs Act, 1969 :-

TABLE-E
(CERAMIC TILES)

Customs Values (US\$ per sq meter)

S.No	Sizes	PCT Heading	Proposed PCT for WeBOC	Middle East	Iran	Far East
1	Below 04x04 inches = 10x10 cm	6908.9010	6908.9010.1000	2.53	2.19	2.30
2	04x04 inches = 10x10 cm & Above	6908.9010	6908.9010.1100	2.86	2.47	2.60
3	08x08 inches = 20x20 cm & Above	6908.9010	6908.9010.1200	3.08	2.66	2.80
4	08x12 inches = 20x30 cm & Above	6908.9010	6908.9010.1300	3.30	2.85	3.00
5	10x13 inches = 25x33 cm & Above	6908.9010	6908.9010.1400	3.69	3.18	3.35
6	12x12 inches = 30x30 cm & Above	6908.9010	6908.9010.1500	3.96	3.42	3.60
7	12x18 inches = 30x45 cm & Above	6908.9010	6908.9010.1600	4.29	3.71	3.90
8	16x16 inches = 40x40 cm & Above	6908.9010	6908.9010.1700	4.40	3.80	4.00
9	20x20 inches = 50x50 cm & Above	6908.9010	6908.9010.1800	4.46	3.85	4.05
10	24x24 inches = 60x60 cm & Above	6908.9010	6908.9010.1900	4.68	4.04	4.25

TABLE-F
(PORCELAIN TILES- POLISHED)

Customs Values (US\$ per sq meter)

S.No	Sizes	PCT Heading	Proposed PCT for WeBOC	Middle East	Iran	Far East
1	Below 12x12 inches = 30x30 cm	6907.9000 6908.9010	6907.9000.1000 6908.9010.2000	5.83	5.04	5.30
2	12x12 inches = 30x30 cm & Above	6907.9000 6908.9010	6907.9000.1100 6908.9010.2100	6.38	5.51	5.80
3	12x18 inches = 30x45 cm & Above	6907.9000 6908.9010	6907.9000.1200 6908.9010.2200	6.71	5.80	6.10



	16x16 inches = 40x40 cm & Above	6907.9000 6908.9010	6907.9000.1300 6908.9010.2300	7.48	6.46	6.80
	18x18 inches = 45x45 cm & Above	6907.9000 6908.9010	6907.9000.1400 6908.9010.2400	7.59	6.56	6.90
6	20x20 inches = 50x50 cm & Above	6907.9000 6908.9010	6907.9000.1500 6908.9010.2500	7.65	6.60	6.95
7	24x24 inches = 60x60 cm & Above	6907.9000 6908.9010	6907.9000.1600 6908.9010.2600	8.53	7.36	7.75

TABLE-G
(PORCELAIN TILES-MATT/GLAZED)
Customs Values (US\$ per sq meter)

S.No	Sizes	PCT Heading	Proposed PT for WeBOCC	Middle East	Iran	Far East
1	Below 12x12 inches = 30x30 cm	6908.9010	6908.9010.9020	3.89	3.36	3.54
2	12x12 inches = 30x30 cm & Above	6908.9010	6908.9010.9030	4.13	3.56	3.75
3	12x18 inches = 30x45 cm & Above	6908.9010	6908.9010.9040	4.51	3.90	4.10
4	16x16 inches = 40x40 cm & Above	6908.9010	6908.9010.9050	4.72	4.08	4.30
5	18x18 inches = 45x45 cm & Above	6908.9010	6908.9010.9060	4.76	4.11	4.33
6	20x20 inches = 50x50 cm & Above	6908.9010	6908.9010.9070	4.79	4.14	4.35
7	24x24 inches = 60x60 cm & Above	6908.9010	6908.9010.9080	5.34	4.61	4.85

(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 (Appraisalment), 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, 11th Floor, Custom House, Karachi.
13. Director, Customs Valuation, Custom House, Lahore.
14. Deputy Director (HQ), Directorate General of Customs Valuation, Karachi, for uploading in One Customs & WeBOC database on the date of issue of this Addendum.
15. Chairman (Valuation Committee), FPCC&I, Federation House, Clifton, Karachi.
16. Chairman (Valuation Committee), KCC&I, Aiwan-e-Tijarat Road, Karachi.
17. Customs Revenue Audit, 8th Floor, Custom House, Karachi.
18. Law Section, Customs Valuation, 7th Floor, Custom House, Karachi.
19. Review Section, Customs Valuation, 7th floor, Custom House, Karachi
20. Karachi Customs Agents Group, Bohri Road, Karachi.
21. CHO, Customs Valuation, Custom House, Karachi.
22. Notice Board, Customs Valuation 7th Floor, Custom House, Karachi / MCC, Appraisalment, 1st floor, Custom House, Karachi.
23. Guard File.

AMMENDMENT TO ADDENDUM DATED 29-03-2014 WIDE VALUATION RULING, NO.538/2013

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TABLE-E (CERAMIC TILES) Customs Values (US\$/SQM)

S.No.	Sizes	PCT Heading	Proposed PCT for Weboc	Middle East	20% discount as per DG's order	Value after REVIEW
1	Below 04x04inches=10x10cm	6908.9010	6908.9010.1000	2.53	0.506	2.024
2	04x04inches=10x10cm & above	6908.9010	6908.9010.1100	2.86	0.572	2.288
3	08x08inches=20x20cm & above	6908.9010	6908.9010.1200	3.08	0.616	2.464
4	08x12inches=20x30cm & above	6908.9010	6908.9010.1300	3.3	0.66	2.64
5	10x13inches=25x33cm & above	6908.9010	6908.9010.1400	3.69	0.738	2.952
6	12x12inches=30x30cm & above	6908.9010	6908.9010.1500	3.96	0.792	3.168
7	12x18inches=30x45cm & above	6908.9010	6908.9010.1600	4.29	0.858	3.432
8	16x16inches=40x40cm & above	6908.9010	6908.9010.1700	4.4	0.88	3.52
9	20x20inches=50x50cm & above	6908.9010	6908.9010.1800	4.46	0.892	3.568
10	24x24inches=60x60cm & above	6908.9010	6908.9010.1900	4.68	0.936	3.744

TABLE-F (PORCELAIN TILES-POLISHED) Customs Values (US\$/SQM)

S.No.	Sizes	PCT Heading	Proposed PCT for Weboc	Middle East	20% discount as per DG's order	Value after REVIEW
1	Below 12x12inches=30x30cm	6907.9000	6907.9000.1000	5.83	1.166	4.664
2	12x12inches=30x30cm & above	6907.9000	6907.9000.1100	6.38	1.276	5.104
3	12x18inches=30x45cm & above	6907.9000	6907.9000.1200	6.71	1.342	5.368
4	16x16inches=40x40cm & above	6907.9000	6907.9000.1300	7.48	1.496	5.984
5	18x18inches=45x45cm & above	6907.9000	6907.9000.1400	7.59	1.518	6.072
6	20x20inches=50x50cm & above	6907.9000	6907.9000.1500	7.65	1.53	6.12
7	24x24inches=60x60cm & above	6907.9000	6907.9000.1600	8.53	1.706	6.824

TABLE-G (PORCELAIN-MATT/GLAZED) Customs Values (US\$/SQM)

Sizes	PCT Heading	Proposed PCT for Weboc	Middle East	20% discount as per DG's order	Value after REVIEW	
1	Below 12x12inches=30x30cm	6908.9010	6908.9010.1000	3.89	0.778	3.112
2	12x12inches=30x30cm & above	6908.9010	6908.9010.1100	4.13	0.826	3.304
3	12x18inches=30x45cm & above	6908.9010	6908.9010.1200	4.51	0.902	3.608
4	16x16inches=40x40cm & above	6908.9010	6908.9010.1300	4.72	0.944	3.776
5	18x18inches=45x45cm & above	6908.9010	6908.9010.1400	4.76	0.952	3.808
6	20x20inches=50x50cm & above	6908.9010	6908.9010.1500	4.79	0.958	3.832
7	24x24inches=60x60cm & above	6908.9010	6908.9010.1600	5.34	1.068	4.272

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MOBIL HUSSAIN KATIB

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11/12/14
MOBIL AHMED KHAN
CHFAO APPRAISER

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To be signed by