



GOVERNMENT OF PAKISTAN
DIRECTORATE GENERAL OF CUSTOMS VALUATION
CUSTOM HOUSE KARACHI

To

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

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

(VALUATION RULING NO.562 / 2013)

No.Misc/21/2010-I

Dated: 2nd July, 2013

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

1. Background of the valuation issue - The earlier customs values of Olives were determined through Valuation Ruling No.500, dated 04-12-2012. After the issuance of said Ruling, a number of representations were received agitating that the values determined were not properly reflective of packing/brands wise value difference and trading expenses associated with the sale of subject perishable goods. Re-determination of customs values of these goods was deemed necessary to reflect the current price trend in the international markets. This prompted an exercise to re-determine the customs values of these goods.

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. Therefore, Deductive Value Method under Section 25(7) of the Customs Act, 1969, was applied to arrive at the customs values.



3. Stakeholder Participation to determine customs values - Meetings were held with stakeholders to discuss the current international values of olives in the export markets. The Deductive Value Method was employed and the evidence furnished by the application of this method was used to determine customs values of olives.
4. Customs values for Olives - Olives of all brands hereinafter specified shall be assessed to duty/taxes at the following customs values.

S.No.	Description of Goods	Specification	Brands	FCT Code	Proposed PCT for WeBOC	Origin	Customs Values (US\$ per Kg)
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
	Olives			2005.7000	2005.7000.1000		
(i)		Up to 250 Grams	Borges	2005.7000	2005.7000.1100	All origins	3.36 (On drained weight)
			Delmonte	2005.7000	2005.7000.1200	All origins	3.10 (On drained weight)
			Others	2005.7000	2005.7000.1300	All origins	2.85 (On drained weight)
(ii)		251-500 Grams	Borges	2005.7000	2005.7000.1400	All origins	2.96 (On drained weight)
			Delmonte	2005.7000	2005.7000.1500	All origins	2.77 (On drained weight)
			Others	2005.7000	2005.7000.1600	All origins	2.62 (On drained weight)
(iii)		501-1000 Grams	Borges	2005.7000	2005.7000.1700	All origins	2.66 (On drained weight)
			Delmonte	2005.7000	2005.7000.1800	All origins	2.50 (On drained weight)
			Others	2005.7000	2005.7000.1900	All origins	2.33 (On drained weight)
(iv)		Above 1Kg	Borges	2005.7000	2005.7000.2000	All origins	2.00 (On drained weight)
			Delmonte	2005.7000	2005.7000.2100	All origins	1.88 (On drained weight)
			Others	2005.7000	2005.7000.2200	All origins	1.76 (On drained weight)



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 values determined in the ruling, the concerned assessing officers shall apply such higher values in terms of section 25(F) of the Customs Act, 1969. Moreover, in case of consignments imported by air, if 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.

(Muhammad Javed Ghani)
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. 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.
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, 8th Floor, Custom House, Karachi.
17. Law Section, Customs Valuation, 7th Floor, Custom House, Karachi.
18. Review Section, Customs Valuation, 7th floor, Custom House, Karachi.
19. Karachi Customs Agents Group, Bohri Road, Karachi.
20. Guard File.