



GOVERNMENT OF PAKISTAN
DIRECTORATE GENERAL OF CUSTOMS VALUATION
CUSTOM HOUSE KARACHI

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.

**DETERMINATION OF CUSTOMS VALUES OF ARMS & AMMUNITION (PISTOLS
9MM AND 30 BORE OF CHINESE ORIGIN AND AMMUNITION THEREOF)
UNDER SECTION 25-A OF THE CUSTOMS ACT, 1969**

(VALUATION RULING NO. 608 / 2013)

No. Misc/11/2010 VIII-B

Dated: November 7, 2013

In exercise of the powers conferred under Section 25-A of the Customs Act, 1969, Customs values of Arms & Ammunition (Pistols 9mm and 30 bore of Chinese origin and Ammunition thereof) are determined as follows:

- Background of the valuation issue:** This Directorate General was approached by Model Customs Collectorate Appraisement (East) vide letter dated 16-09-2013 followed by reminder dated 07-11-2013, and Model Customs Collectorate Appraisement (West) vide letter dated 17-09-2013, for determination of Customs values of Chinese origin Pistols of 9mm and 30 bore caliber and their ammunition as these constitute major portion of imported non-prohibited bore Arms & Ammunition. The Federal Board of Revenue vide letter No.1(1)SM-16(E&C)/2013 dated 01-11-2013 directed this Directorate General to determine the Customs values of Chinese origin Arms and Ammunition. Accordingly, exercise to determine the Customs values of the aforesaid goods was conducted in terms of Section 25-A of the Customs Act, 1969.
- Method adopted to determine Customs values:** Valuation methods given in Section 25 of the Customs Act, 1969 were followed. Transaction value method provided in Sub-Section (1) of Section 25 ibid was found inapplicable because the requisite information to determine the Customs values as per law was not available. Identical / similar goods value methods provided in Sub-Sections (5) & (6) of Section 25 ibid were also not found applicable due to unreliable values. Market enquiry as envisaged under Sub-Section (7) of Section 25 of the Customs Act, 1969, was conducted and values so worked out were taken up for determination of Customs value of the subject goods. Thus, deductive valuation method under Section 25(7) of the Customs Act, 1969, was applied to arrive at the Customs values of Arms and Ammunition of Chinese origin consisting of Pistols of 9mm and 30 bore calibers and their ammunition.
- Stakeholders' participation in determination of values:** Meetings were fixed with stakeholders on 10-10-2013, 31-10-2013, 05-11-2013 and 06-11-2013 to discuss the current international values of Chinese origin Pistols of 9mm and 30 bore caliber and their ammunition. On 06-11-2013 a detailed meeting was held with representatives of Pakistan Arms &



354

Ammunition Merchants & Manufacturer Association. Assistance in this regard was also obtained from the concerned functionaries of clearance Collectorates.

4. **Customs values:** Pistols of 9mm and 30 Bore caliber of Chinese origin and their ammunition *hereinafter specified* shall be assessed to duty/ taxes at the following Customs values :-

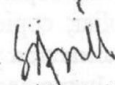
S.No	Description	PCT Heading	WeBOC Heading	Origin	Customs Value (C&F) US\$ per pc
1	Pistols 9mm	9302.0092	9302.0092.1000	China	120
2.	Pistols 30 Bore	9302.0092	9302.0092.1100	China	70
3	Ammunition/cartridges for Pistols 9mm and 30 Bore	9306.3090	9306.3090.1000	China	0.058

5. In cases where declared/ transaction values are higher than the Customs value determined in this Ruling, the assessing officer shall apply those values in terms of Sub-Section (1) of Section 25 of the Customs Act, 1969. In case of consignments imported by air, the assessing officer shall take into account the differential between airfreight and sea freight while applying the Customs values determined in this Ruling.

6. **Validity of Valuation Ruling:** The values determined vide this Ruling shall be the applicable Customs values for assessment of subject imported goods until and unless it is rescinded or revised by the competent authority in terms of Sub-Sections (1) or (3) of Section 25-A of the Customs Act, 1969.

7. **Review of the value determined vide this Valuation Ruling:** A review petition may be filed against this Ruling, as provided under Section 25-D of the Customs Act, 1969, within 30 days from the date of issue, before the Director General, Directorate General of Customs Valuation, 7th Floor, Custom House, Karachi.

8. The Collectors of Customs may kindly ensure that the values given in the Ruling are applied by the concerned staff without fail.


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.

658