



GOVERNMENT OF PAKISTAN  
DIRECTORATE GENERAL OF CUSTOMS VALUATION  
CUSTOM HOUSE KARACHI

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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 INSTANT MILK POWDER WITH FAT**  
**UNDER SECTION 25-A OF THE CUSTOMS ACT, 1969**

(VALUATION RULING NO.626 / 2013)

No.Misc/28/2007-IA

Dated: December 24, 2013

In exercise of the powers conferred under Section 25A of the Customs Act, 1969,  
Customs values of Instant Milk Powder with Fat are determined as follows :-

1. **Background of the valuation issue :** It was brought to the notice of Directorate General of Customs Valuation by field formations that Instant Milk Powder with Fat was being imported at underinvoiced values, causing loss of revenue to Government exchequer. This prompted an exercise to determine the Customs values for imported Instant Milk Powder with Fat.
2. **Method adopted to determine Customs values :** The Valuation methods given in Section 25 of the Customs Act, 1969 were followed. The transaction value method under Sub-Section (1) of Section 25 *ibid* was found inapplicable because of non-availability of sufficient information. Identical / similar goods valuation methods provided in Sub-Sections (5) & (6) of Section 25 furnished unreliable values. Deductive Value Method under Sub-Section (7) read with Sub-Section (9) of Section 25 of the Customs Act, 1969, was applied to arrive at the Customs values.
3. **Stakeholders' participation in determination of Customs values:** Meetings were held with the stakeholders including representatives, of FPCCI & KCCI on 11-12-2013 and 18-12-2013 to obtain stakeholders views on valuation of Instant Milk Powder with Fat.
4. **Customs values for Instant Milk Powder with Fat :** Instant Milk Powder with Fat *hereinafter specified* shall be assessed to duty/ taxes at the following Customs values :-



S.No.	Description of Goods	PCT Code	Proposed PCT for WeBOC	Origin	Customs Values (C&F) US\$/Kg
(1)	(2)	(3)	(4)	(5)	(6)
1.	Instant Milk Powder with Fat In Retail Packing	1901.9020 1901.9090 0402.2900	1901.9020.1000 1901.9090.1000 0402.2900.1000	All Origins	4.25
2.	Instant Milk Powder with Fat In Bulk Packing	1901.9020 1901.9090 0402.2900	1901.9020.2000 1901.9090.2000 0402.2900.2000	All Origins	2.00

5. In cases where declared/ Transaction values are higher than the Customs value determined in this Ruling, the assessing officers 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 air freight and sea freight while applying the Customs values determined in this Ruling.
6. **Validity of this Valuation Ruling :** The value determined vide this Ruling shall be the applicable Customs value for assessment of subject imported goods until and unless it is rescinded or revised by the competent authority in terms of Sub-Section (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, 7<sup>th</sup> Floor, Custom House, Karachi.
8. The Collectors of Customs may kindly ensure that the value given in the Ruling is applied by the concerned staff without fail.
9. **This Ruling supersedes Valuation Ruling No.440, dated 14-03-2012 with respect to Serial No.2.**

  
 ( 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, 11<sup>th</sup> Floor, Custom House, Karachi.
13. Additional Director, Customs Valuation (Camp Office), Lahore.
14. 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.
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, 8<sup>th</sup> Floor, Custom House, Karachi.
18. Law Section, Customs Valuation, 7<sup>th</sup> Floor, Custom House, Karachi.
19. Review Section, Customs Valuation, 7<sup>th</sup> floor, Custom House, Karachi.
20. Karachi Customs Agents Group, Bohri Road, Karachi.
21. Guard File.