



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
MEDIUM DENSITY FIBER BOARD (MDF BOARD)
UNDER SECTION 25-A OF THE CUSTOMS ACT, 1969

(VALUATION RULING NO.631 / 2013)

No.Reg/Misc/01/07-III

Dated: 31-12-2013

In exercise of the powers conferred under Section 25-A of the Customs Act, 1969, the Customs values of Medium Density Fiber Board are determined as follows:-

1. **Background of the valuation issue :** The Customs values of Medium Density Fibre Board were determined under Section 25A of the Customs Act, 1969, vide Valuation Ruling No.344 / 2011 dated 23-06-2011 and Amendment dated 07-09-2011. Various representations were received from stakeholders including FPCCI regarding redetermination of Customs values of the said goods particularly from Malaysia and Thailand to reflect the prevailing international prices of MDF Board. Therefore, an exercise was conducted to determine the Customs values of the subject goods afresh under section 25A of the Customs Act, 1969.
2. **Methods adopted to determine Customs values :** Valuation methods given in Section 25 of the Customs Act, 1969 were followed. Transaction value method in terms of Sub-Section (1) of Section 25 was found inapplicable because information required as per law was not available. Identical / similar goods value methods and Deductive Value method provided in Sub-Sections (5), (6) & (7) of Section 25 ibid were applied which provided some reference values. A reference was also sent to Pakistan Embassy Malaysia for providing the actual export prices of MDF Board which were received through the office of Commercial Counselor, Kuala Lumpur and were also considered. Therefore, the Customs values of imported Medium Density Fiber Board were determined under Fall Back method in terms of Sub-Section (9) of Section 25 of the Customs Act, 1969.
3. **Stakeholders' participation in determination of customs values:** Meetings were held with stakeholders on 22-04-2013, 27-08-2013, 25-10-2013 and 24-12-2013 which were attended by representatives of FPCCI, Karachi Timber Merchants Group, Local Manufacturers and various importers.
4. **Customs Values of Medium Density Fiber Board :** Medium Density Fiber Board *hereinafter specified*, shall be assessed to duty / taxes on the customs values mentioned against them in the Table below:-



S.No	Description of goods	Specifications	PCT Heading	WeBOC PCT Heading	Origin	Customs values (C&F) US\$
1	2	3	4	5	6	7
1	Medium Density Fiber Board	2.2mm to 3mm	4411.1200	4411.1200.1000	Srilanka	0.346/Kg or 277/CBM whichever is higher
			4411.1300	4413.1300.1000		
			4411.1400	4411.1400.1000		
			4411.1200	4411.1200.1100	Malaysia, Thailand, China, Vietnam New Zealand and Turkey	0.337/Kg or 270/CBM whichever is higher
			4411.1300	4413.1300.1100		
			4411.1400	4411.1400.1100		
			4411.1200	4411.1200.1200	Others	0.367/Kg or 295/CBM whichever is higher
			4411.1300	4413.1300.1200		
			4411.1400	4411.1400.1200		
2	Medium Density Fiber Board	3.1mm to 6mm	4411.1200	4411.1200.1300	Srilanka	0.348/Kg or 272/CBM whichever is higher
			4411.1300	4413.1300.1300		
			4411.1400	4411.1400.1300		
			4411.1200	4411.1200.1400	Malaysia, Thailand, China, Vietnam New Zealand and Turkey	0.339/Kg or 265/CBM whichever is higher
			4411.1300	4413.1300.1400		
			4411.1400	4411.1400.1400		
			4411.1200	4411.1200.1500	Others	0.369/Kg or 290/CBM whichever is higher
			4411.1300	4413.1300.1500		
			4411.1400	4411.1400.1500		
3	Medium Density Fibre Board	6.1 mm to 9.9 mm	4411.1200	4411.1200.1600	Srilanka	0.34/Kg or 260/CBM whichever is higher
			4411.1300	4413.1300.1600		
			4411.1400	4411.1400.1600		
			4411.1200	4411.1200.1700	Malaysia, Thailand, China, Vietnam New Zealand and Turkey	0.33/Kg or 253/CBM whichever is higher
			4411.1300	4413.1300.1700		
			4411.1400	4411.1400.1700		
			4411.1200	4411.1200.1800	Others	0.36/Kg or 278/CBM whichever is higher
			4411.1300	4413.1300.1800		
			4411.1400	4411.1400.1800		
4	Medium Density Fiber Board	10 mm to 14.9 mm	4411.1200	4411.1200.1900	Srilanka	0.34/Kg or 255/CBM whichever is higher
			4411.1300	4413.1300.1900		
			4411.1400	4411.1400.1900		
			4411.1200	4411.1200.2000	Malaysia, Thailand, China, Vietnam New Zealand and Turkey	0.33/Kg or 248/CBM whichever is higher
			4411.1300	4413.1300.2000		
			4411.1400	4411.1400.2000		
			4411.1200	4411.1200.2100	Others	0.36/Kg or 273/CBM whichever is higher
			4411.1300	4413.1300.2100		
			4411.1400	4411.1400.2100		
5	Medium Density Fiber Board	15 mm to 25 mm	4411.1200	4411.1200.2200	Srilanka	0.349/Kg or 250/CBM whichever is higher
			4411.1300	4413.1300.2200		
			4411.1400	4411.1400.2200		
			4411.1200	4411.1200.2300	Malaysia, Thailand, China, Vietnam New Zealand and Turkey	0.339/Kg or 243/CBM whichever is higher
			4411.1300	4413.1300.2300		
			4411.1400	4411.1400.2300		
			4411.1200	4411.1200.2400	Others	0.369/Kg or 268/CBM whichever is higher
			4411.1300	4413.1300.2400		
			4411.1400	4411.1400.2400		



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 Valuation Ruling:** The values 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-Sections (1) or (3) of Section 25-A of the Customs Act, 1969.
7. **Revision of the value determined vide this Valuation Ruling:** A revision 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.
9. **This Valuation Ruling supersedes Valuation Ruling No.344/2011 dated 23-06-2011 and Amendment dated 07-09-2011.**


 (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 (Appraisal), 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. Additional Director, Customs Valuation (Camp Office), Lahore.
14. Deputy Director (HQ), Directorate General of Customs Valuation, Karachi, for uploading in One Customs & WeBOC database and deleting the Valuation Ruling No.344/2011, dated 23-06-2011 and Amendment dated 07-09-2011 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, 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. Guard File.