



GOVERNMENT OF PAKISTAN  
DIRECTORATE GENERAL OF CUSTOMS VALUATION  
CUSTOM HOUSE KARACHI

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

**DETERMINATION OF CUSTOMS VALUE OF LUBRICATING OIL  
UNDER SECTION 25-A OF THE CUSTOMS ACT, 1969**

**(VALUATION RULING NO.657 / 2014)**

No.Misc/03/2009-I Part II /

Dated: March 28, 2014

In exercise of the powers conferred under Section 25-A of the Customs Act, 1969, Customs values of Lubricating Oil are determined as follows :-

1. **Background of the valuation issue :** The Customs values of Lubricating Oil were determined under Section 25-A of the Customs Act, 1969, vide Valuation Ruling No.503/2012, dated 17-12-2012. It was brought to the notice of Directorate General of Customs Valuation that Lubricating Oil was being imported at under invoiced values, causing loss of revenue to Government exchequer. Therefore, an exercise was initiated to re-determine the customs values of these goods.
2. **Method adopted to determine Customs values:-** The Valuation methods given in Section 25 of the Customs Act, 1969 were followed. The transactional value method provided in Sub-Section 25 (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 of the Customs Act, 1969 provided some reference values. Deductive Value Method, under Sub-Section (7) of Section 25 read with Sub-Section (9) of Section 25 of the Customs Act, 1969, was applied to arrive at the assessable Customs values of Lubricating Oil.
3. **Stakeholders participation in determination of values -** Meetings with stakeholders were held with stakeholders on 13-01-2014, 29-01-2014, 13-02-2014, 20-03-2014, 21-03-2014, 25-03-2014 & 26-03-2014 to discuss the values of Lubricating Oil in the and proposals were given by the representatives of Manufacturers and Importers were examined. The Deductive Value Method was employed to determine the following customs values of Lubricating Oil.
4. **Customs values for Lubricating Oil -** Lubricating Oil *hereinafter specified* shall be assessed to duty/ taxes at the following Customs values :-



S.NO.	DESCRIPTION OF GOODS	PACKING	ORIGIN	H.S.CODE	PROPOSED PCT FOR WeBOC	CUSTOMS VALUES (C&F) US\$ PER LITER	CUSTOMS VALUES (C&F) US\$ PER KG
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
1.	Gasoline Engine Oil API Grade: SN	1L-10L	China, Turkey, Korea & Middle East	2710.1951	2710.1951.1000	1.58	1.75
2.	Gasoline Engine Oil API Grade: SN	20L-210L	China, Turkey, Korea & Middle East	2710.1952	2710.1952.1000	1.44	1.60
3.	Gasoline Engine Oil API Grade: SM	1L-10L	China, Turkey, Korea & Middle East	2710.1951	2710.1951.1100	1.42	1.57
4.	Gasoline Engine Oil API Grade: SM	20L-210L	China, Turkey, Korea & Middle East	2710.1952	2710.1952.1100	1.28	1.42
5.	Gasoline Engine Oil API Grade: SL	1L-10L	China, Turkey, Korea & Middle East	2710.1951	2710.1951.1200	1.38	1.53
6.	Gasoline Engine Oil API Grade: SL	20L-210L	China, Turkey, Korea & Middle East	2710.1952	2710.1952.1200	1.24	1.37
7.	Gasoline Engine Oil API Grade: SJ	1L-10L	China, Turkey, Korea & Middle East	2710.1951	2710.1951.1300	1.15	1.27
8.	Gasoline Engine Oil API Grade: SJ	20L-210L	China, Turkey, Korea & Middle East	2710.1952	2710.1952.1300	1.03	1.15
9.	Gasoline Engine Oil API Grade: SF, SG	1L-10L	China, Turkey, Korea & Middle East	2710.1951	2710.1951.1400	1.08	1.20
10.	Gasoline Engine Oil API Grade: SF, SG	20L-210L	China, Turkey, Korea & Middle East	2710.1952	2710.1952.1400	0.97	1.07
11.	Diesel Engine Oil API Grade: CI-4, CI	1L-10L	China, Turkey, Korea & Middle East	2710.1951	2710.1951.1500	1.33	1.47
12.	Diesel Engine Oil API Grade: CI-4, CI	20L-210L	China, Turkey, Korea & Middle East	2710.1952	2710.1952.1500	1.18	1.31
13.	Diesel Engine Oil API Grade: CH-4, CH	1L-10L	China, Turkey, Korea & Middle East	2710.1951	2710.1951.1600	1.20	1.33
14.	Diesel Engine Oil API Grade: CH-4, CH	20L-210L	China, Turkey, Korea & Middle East	2710.1952	2710.1952.1600	1.06	1.18
15.	Diesel Engine Oil API Grade: CF-4, CF	1L-10L	China, Turkey, Korea & Middle East	2710.1951	2710.1951.1700	1.01	1.12
16.	Diesel Engine Oil API Grade: CF-4, CF	20L-210L	China, Turkey, Korea & Middle East	2710.1952	2710.1952.1700	0.90	1.00

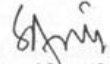


17.	Diesel Engine Oil SAE Grade: CD, CC, SC	1L-10L	China, Turkey, Korea & Middle East	2710.1951	2710.1951.1800	0.97	1.07
18.	Diesel Engine Oil SAE Grade: CD, CC, SC	20L-210L	China, Turkey, Korea & Middle East	2710.1952	2710.1952.1800	0.86	0.95
19.	Motorcycle Engine Oil API Grade: SL, SJ, SG	1L-10L	China, Turkey, Korea & Middle East	2710.1951	2710.1951.1900	1.03	1.14
20.	Motorcycle Engine Oil API Grade: SL, SJ, SG	20L-210L	China, Turkey, Korea & Middle East	2710.1952	2710.1952.1900	0.92	1.02
21.	Motorcycle Engine Oil API Grade: SF, SE, SD	1L-10L	China, Turkey, Korea & Middle East	2710.1951	2710.1951.2000	1.01	1.12
22.	Motorcycle Engine Oil API Grade: SF, SE, SD	20L-210L	China, Turkey, Korea & Middle East	2710.1952	2710.1952.2000	0.92	1.02
23.	Gear Oil # 90, 140, 75W-80, 80W-90, 85W-140 (GL-5)	1L-10L	China, Turkey, Korea & Middle East	2710.1951	2710.1951.2100	1.24	1.37
24.	Gear Oil # 90, 140, 75W-80, 80W-90, 85W-140 (GL-5)	20L-210L	China, Turkey, Korea & Middle East	2710.1952	2710.1952.2100	1.09	1.21
25.	Gear Oil # 90, 140, (GL-4)	1L-10L	China, Turkey, Korea & Middle East	2710.1951	2710.1951.2200	1.09	1.21
26.	Gear Oil # 90, 140 (GL-4)	20L-210L	China, Turkey, Korea & Middle East	2710.1952	2710.1952.2200	1.01	1.12
27.	Gas Engine Oil API Grade CF	Drum	China, Turkey, Korea & Middle East	2710.1951	2710.1952.2300	1.01	1.12
28.	Marine Engine Oil API Grade CF	20L-210L	China, Turkey, Korea & Middle East	2710.1952	2710.1952.2400	1.04	1.15
29.	ATF (Automatic Transmission Fluid) Dexron II, III, IV	1L-4L	China, Turkey, Korea & Middle East	2710.1999	2710.1999.1000	1.15	1.27
30.	ATF (Automatic Transmission Fluid) Dexron II, III, IV	Drum	China, Turkey, Korea & Middle East	2710.1999	2710.1999.1100	1.08	1.19
31.	Hydraulic Oil / Spindle Oil # 10, 15, 32, 46, 68, 100, 150	4L-10L	China, Turkey, Korea & Middle East	2710.1999	2710.1999.1200	0.90	1.00



32.	Hydraulic Oil / Spindle Oil # 10, 15, 32, 46, 68, 100	20L-210L	China, Turkey, Korea & Middle East	2710.1999	2710.1999.1300	0.90	1.00
33.	Gear Lubes EP 68, 100, 150, 220, 320, 460, 680	20L-210L	China, Turkey, Korea & Middle East	2710.1999	2710.1999.1400	0.95	1.05
34.	Compressor Oil # 32, 46, 68, 100	Drum	China, Turkey, Korea & Middle East	2710.1999	2710.1999.1500	0.95	1.05
35.	Turbine oil # 32, 46, 68	20L-210L	China, Turkey, Korea & Middle East	2710.1999	2710.1999.1600	0.90	1.00
36.	Heat Transfer Oil # 22, 32, 46, 68	20L-210L	China, Turkey, Korea & Middle East	2710.1999	2710.1999.1700	0.94	1.04

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 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-Section (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, 7<sup>th</sup> Floor, Custom House, Karachi.
8. The Collectors of Customs may kindly ensure that the values given in the Ruling for the given description of goods are applied by the concerned staff without fail. Any anomaly observed with respect to PCT may kindly be brought to the notice of Directorate General immediately.
9. *This Ruling supersedes Valuation Ruling No.503/2012 dated 17-12-2012.*

  
 (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 (Appraisement), Custom House, Karachi.