



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 ALTERNATORS
UNDER SECTION 25-A OF THE CUSTOMS ACT, 1969**

(VALUATION RULING NO.674 / 2014)

No.Misc/36/2013-VII

Dated : April 25, 2014

In exercise of the powers conferred under Section 25-A of the Customs Act, 1969, the Customs values for **AC Synchronous Alternators** are determined as follows:-

- Description of the valuation issue:** It was brought to the notice of Directorate General of Customs Valuation that AC Synchronous Alternators were being imported at under invoiced values. Therefore, an exercise to determine the Customs values of the subject goods under Section 25-A of the Customs Act, 1969 was initiated.
- Method adopted to determine Customs values:** Valuation methods provided in Section 25 of the Customs Act, 1969 were followed. Transaction value method as provided in Sub-Section (1) of Section 25 of the Customs Act, 1969, was found inapplicable because requisite information required under the law was not available. Identical / similar goods value methods provided in Sub-Sections (5) & (6) of Section 25 of the Act *ibid* were considered for determination of the customs values which though indicated some reference values but were not convincingly acceptable due to insufficient information. As such, reliance was made on the findings of market enquiry under Sub-Section (7) of Section 25 readwith Fall Back Value Method as provided under Sub-Section (9) of Section 25 which was accordingly adopted, as agreed by the stakeholders including FPCC&I & KCC&I to determine the custom values for AC Synchronous Alternators.
- Stakeholders' participation in determination of Customs values:** Meetings were convened with stakeholders on 26-12-2013, 03-01-2014 & 10-04-2014 which were attended by representatives of FPCC&I, KCC&I and importers.
- Customs Values of AC Synchronous Alternators :** AC Synchronous Alternators *hereinafter specified*, shall be assessed to duty / taxes on the Customs values mentioned against them in the Table below :-



S.No.	Description of Goods	Specification	PCT Heading	Proposed PCT for WeBOC	Origin	Customs Values (C&F) USS/ KW
(1)	(2)	(3)	(4)	(5)	(6)	(7)
01.	AC Synchronous Alternators	i) 3 to 5 KW	8501.6100 8501.6200 8501.6300 8501.6410	8501.6100.1000 8501.6200.1100 8501.6300.1200 8501.6410.1300	China	26
		ii) 6 to 7.5 KW	-- do --	-- do --	China	19
		iii) 8 to 12 KW	-- do --	-- do --	China	15
		iv) 13 to 20 KW	-- do --	-- do --	China	13
		v) 21 to 25 KW	-- do --	-- do --	China	12
		vi) 26 to 40 KW	-- do --	-- do --	China	11
		vii) 41 to 80 KW	-- do --	-- do --	China	09
		viii) 81 KW & Above	-- do --	-- do --	China	07

* Assessing Officer shall ensure that no Alternator shall be assessed at value less than USS 1.75/Kg.

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-Sections (1) or (3) of Section 25-A of the Customs Act, 1969.
7. **Review 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 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 the Directorate General immediately.


 (Suraiya Ahmed Butt)
 Director

Copy for information to :-

1. S.A. to Chairman, F.B.R., Islamabad.
2. Member (Customs), F.B.R., Islamabad.