



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) / Multan / Islamabad / Sambrial (Sialkot) / Faisalabad / Hyderabad / Quetta/ Peshawar/ Gawadar/ Gilgit-Baltistan

**DETERMINATION OF CUSTOMS VALUES OF SOLAR FANS (WITHOUT BATTERY/SOLAR PENAL) UNDER SECTION 25A OF THE CUSTOMS ACT, 1969**

(VALUATION RULING NO. 689/ 2014

No. Misc/13/2014-VII

Dated: September 23, 2014

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

1. **Description of the valuation issue:** It was brought to the notice of the Directorate General of Customs Valuation that Solar Fans (without battery/solar penal) were being imported at under-invoiced values, causing loss to Revenue to Government exchequer. Therefore, an exercise to determine the Customs values of the subject goods under section 25A of the Customs Act, 1969 was initiated.

2. **Methodology adopted to determine Customs values:** Valuation methods given in Section 25 of the Customs Act, 1969 were applied to address the valuation issue at hand. Transaction value method as envisaged under Sub-Section (1) of Section 25 of the Act *ibid* was found inapplicable because required information under the law was not available. Identical / similar goods valuation methods provided in Sub-Sections (5) & (6) of Section 25 of the Customs Act, 1969 provided some reference values. Market enquiry was also conducted under Sub-Section (7) of Section 25 and findings of enquiry were also considered. Consequently, Fall Back Method as envisaged under Section 25(9) of the Customs Act, 1969 was adopted to determine the Customs values for Solar Fans.

**Stakeholders' participation in determination of values:** Meetings with stakeholders were called for 18-06-2014 & 23-09-2014 which were attended by relevant stakeholders.

4. **Customs values for Solar Fans:** Solar Fans (without battery/solar penal) of China origin *hereinafter specified* shall be assessed to duty / taxes on the Customs values given against them in the Table below:-

| S.No. | Description of Goods                                       | PCT       | Proposed PCT for WeBOC | Origin | Determined Customs Values US\$ (C&F) |
|-------|--|-----------|------------------------|--------|--------------------------------------|
| (1)   | (2)  | (3)       | (4)                    | (5)    | (6)                                  |
| 01.   | Solar Ceiling fan 48" (without battery/solar penal)        | 8414.5110 | 8414.5110.1000         | China  | US\$ 6.5/per pc                      |
| 02.   | Solar Ceiling fan 56" (without battery/solar penal)        | 8414.5110 | 8414.5110.1100         | China  | US\$ 7.00/per pc                     |
| 03.   | Solar Pedestal fan 8" to 14" (without battery/solar penal) | 8414.5120 | 8414.5120.1000         | China  | US\$ 4.00/per pc                     |

|     |  |           |                |       |                  |
|-----|--|-----------|----------------|-------|------------------|
|     | Solar Pedestal fan above 14" to 20"<br>(without battery/solar penal) | 8414.5120 | 8414.5120.1100 | China | US\$ 4.5/per pc  |
| 05. | Solar Bracket fan 8" to 14"<br>(without battery/solar penal)         | 8414.5190 | 8414.5190.1000 | China | US\$ 4.00/per pc |
| 06. | Solar Bracket fan above 14" to 20"<br>(without battery/solar penal)  | 8414.5190 | 8414.5190.1100 | China | US\$ 4.50/per pc |

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 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-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, 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. Any anomaly observed may kindly be brought to the notice of Directorate General immediately.

  
(Abdul Rashid Sheikh)  
Director

Copy for information to :-

01. Member (Customs), F.B.R., Islamabad.
02. Director General, Customs Valuation, Custom House, Karachi.
03. Chief Collector of Customs, South (Appraisalment), Custom House, Karachi.
04. Chief Collector of Customs, South (Enforcement), Custom House, Karachi.
05. Chief Collector of Customs (Central), Lahore.
06. Chief Collector of Customs (North), Islamabad.
07. Director General, Intelligence and Investigation, Islamabad.
08. Director General, Post Clearance Audit, Islamabad.
09. Directors, Intelligence & Investigation, Karachi / Lahore / Islamabad/ Quetta/ Peshawar/ Faisalabad.
10. The Project Director, WeBOC, 11<sup>th</sup> Floor, Custom House, Karachi.
11. Additional Director, Customs Valuation (Camp Office), Lahore.
12. Deputy Director (HQ), Directorate General of Customs Valuation, Karachi, for uploading in WeBOC database on the date of issue of this Ruling.
13. Chairman (Valuation Committee), FPCC&I, Federation House, Clifton, Karachi.
14. Chairman (Valuation Committee), KCC&I, Aiwan-e-Tijarat Road, Karachi.
15. Customs Revenue Audit, 8<sup>th</sup> Floor, Custom House, Karachi.
16. Law Section, Customs Valuation, 7<sup>th</sup> Floor, Custom House, Karachi.
17. Review Section, Customs Valuation, 7<sup>th</sup> floor, Custom House, Karachi.