



1

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

**DETERMINATION OF CUSTOMS VALUES OF BICYCLE PARTS**  
**UNDER SECTION 25A OF THE CUSTOMS ACT, 1969**

**(VALUATION RULING NO. 690/2014)**

No.Misc/16/2008-VIIIA-P-II

Dated: September 23, 2014

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

1. **Background of the valuation issue:** The Customs values of Bicycle Parts were determined under Section 25A of the Customs Act, 1969, vide Valuation Ruling No.319/2011 dated 18-05-2011 and its Amendment dated 23-07-2011. However, representations were received from M/s Bicycle & Bicycle Parts Association, Lahore and others for revision of the Customs values. Thus, with a view to reflect the current prices prevailing in the international market, an exercise to determine the Customs values of the subject goods afresh was taken up.
2. **Method adopted to determine customs values:** Valuation methods given in Section 25 of the Customs Act, 1969 were followed. Transaction value method provided in Sub-Section (1) of Section 25 was found inapplicable because the requisite information to determine the value as per law was not available. Identical / similar goods value methods provided in Sub-Sections (5) & (6) of Section 25 could not be applied due to variable and unreliable values. Market enquiry as envisaged under Sub-Section (7) of Section 25 of the Customs Act, 1969, was also conducted but the same could not be applied due to substantial variation in market prices. Since the manufacturers' costs of producing the goods in question in the country of exportation were not available, Computed Value Method as provided in Section 25(8) could not be applied for valuation of the aforesaid goods. Consequently, Fall Back Method in terms of Section 25(9) of the Customs Act, 1969, was adopted to determine Customs values for Bicycle Parts.
5. **Stakeholders' participation in determination of Customs values:** Meetings were held with stakeholders on 23-04-2014, 04-06-2014, 28-06-2014, 24-07-2014 & 19-08-2014 which were attended by representatives of importers, local manufacturer and FPCC&I and current international values of Bicycle Parts were discussed.



6. **Customs Values of Bicycle Parts:** Bicycle Parts *hereinafter specified*, shall be assessed to duty / taxes on the Customs values mentioned against them in the Table below:-

S.No.	Description of goods	PCT Heading	Proposed PCT for WeBOC	Origin	Customs Values (C&F) US\$ / Kg
(1)	(2)	(3)	(4)	(5)	(6)
01.	Bicycle Components and Parts of Metal	7315.1120	7315.1120.1000	China	US\$ 1.15
		8714.9100	8714.9100.1000		
		8714.9200	8714.9200.1000		
		8714.9310	8714.9310.1000		
		8714.9400	8714.9400.1000		
		8714.9900	8714.9900.1000		
02.	Bicycle Components and Parts of Rubber	8714.9500	8714.9500.1000	China	US\$ 0.85
		8714.9900	8714.9900.1100		

7. In cases where declared/ transaction values are higher than the Customs values 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.
8. **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 25A of the Customs Act, 1969.
9. **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.
10. The Collectors of Customs may kindly ensure that the values given in the Ruling or 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.
11. *This Ruling supersedes Valuation Ruling No.319/2011, dated 18-05-2011 and its Amendment dated 23-07-2011.*

  
 (Abdul Rashid Sheikh)  
 Director

Copy for information to :-

1. Member (Customs), F.B.R., Islamabad.
2. Director General, Customs Valuation, Custom House, Karachi.
3. Chief Collector of Customs, South (Appraisalment), Custom House, Karachi.