



GOVERNMENT OF PAKISTAN  
DIRECTORATE GENERAL OF CUSTOMS VALUATION  
CUSTOM HOUSE KARACHI

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The Collectors of Customs, Model Customs Collectories, 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 POLYESTER YARNS  
UNDER SECTION 25-A OF THE CUSTOMS ACT, 1969

(VALUATION RULING NO. 709 / 2015)

No. Misc/25/2013-IV

Dated: January, 23, 2015

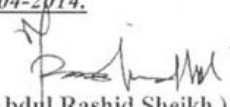
In exercise of the powers conferred under Section 25-A of the Customs Act, 1969, this Directorate General of Custom Valuation, Karachi has determined the Custom values of Polyester Yarn of different deniers as specified in Annexure-"A", of this Ruling assessment of duty/taxes on these yarn when imported into the country.

- 1. Background of the valuation issue :** Earlier Valuation Ruling No 673/2014 dated 22-4-2014 was issued in line with international price trend at that time. The importers have been contesting that Yarn value in international market, especially from china has significantly decreased whereas clearance formations are assessing imported Polyester Yarn of different deniers in terms of Valuation Ruling No 673/2014 dated 22-04-2014 which is much higher than existing international prices. This prompted an exercise to be determine custom values of the same.
- 2. Method adopted to determine Customs value :** To determine the custom values of polyester yarn of different deniers, The valuation methods provided in Section 25 of the Customs Act, 1969 were examined to ascertain which methods were applicable to valuation issue in hand in terms of Section 25 A(1) of the Custom Act, 1969. Transaction value method provided in Sub-Section (1) of Section 25 was found inapplicable because the requisite information as per law was not available. Identical and similar goods value methods provided under sub-sections (5) & (6) of Section 25 of the Act ibid were examined for applicability to the valuation issue in the instant case but due to wide variation in the value, the same could not be relied upon. Evidence of valuation furnished through the application of Identical/similar Goods valuation methods when applied flexibly as provided in sub-section (9) of the Custom Act, 1969, led to the determination of following Custom values of Polyester Yarn of different deniers in this case.
- 3. Stakeholders' participation in determination of value:** Meeting was held with the stakeholders on 22-01-2015 including representatives of FPCC&I & PYMA. Accordingly, after getting inputs regarding raw materials of goods, the assessable values of under reference goods were determined in terms of Sub-Section (9) of Section 25 of the Customs Act, 1969.
- 4. Customs values for Polyester Yarn :** Polyester Yarns of different deniers as specified in enclosed Annexure-"A" of this Valuation Ruling shall be assessed to duty/ taxes on the Customs values specified in Annexure-"A" (Copy attached).
- 5. In cases where declared 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-Section (1) or (3) of Section 25 of the Customs Act, 1969.
7. **Review of the value determined vide this Valuation Ruling:** A review 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 is applied by the concerned staff without fail. If any anomaly are identified the same may be brought to the notice of this Directorate General immediately for redressal.
9. **This Ruling Supersedes Valuation Ruling No 673/2014 dated 22-04-2014.**

  
( 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.
4. Chief Collector of Customs, South (Enforcement), Custom House, Karachi.
5. Chief Collector of Customs (Central), Lahore.
6. Chief Collector of Customs (North), Islamabad.
7. Director General, Intelligence and Investigation-FBR, Islamabad.
8. Director General, Audit (Customs & Petroleum), 1<sup>st</sup> Floor, PT&T Audit Building, Mauj-e-Darya Road, Lahore.
09. Director General, Post Clearance Audit (PCA), Islamabad.
10. Directors, Intelligence & Investigation, Karachi / Lahore / Islamabad/ Quetta/ Peshawar/ Faisalabad.
11. The Project Director, WeBOC, 11<sup>th</sup> Floor, Custom House, Karachi.
12. Director, Directorate of Customs Valuation (Camp Office), Lahore.
13. Deputy Director (HQ), Directorate General of Customs Valuation, Karachi, for uploading in One Customs & WeBOC database on the date of issue of this Ruling.
14. Chairman (Valuation Committee), FPCC&I, Federation House, Clifton, Karachi.
15. Chambers of Commerce & Industry, Karachi, Lahore, Islamabad, Hyderabad, Quetta & Peshawar.
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.
18. Karachi Customs Agents Group, Bohri Road, Karachi.
19. CHO, Customs Valuation, Custom House, Karachi.
20. Notice Board, Customs Valuation 7<sup>th</sup> Floor, Custom House, Karachi / MCC, Appraisalment, 15<sup>th</sup> floor, Custom House, Karachi.
21. Guard File.

GOVERNMENT OF PAKISTAN  
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CUSTOM HOUSE, KARACHI

STATEMENT OF BASE VALUES OF POLYESTER CHAIN ITEMS (Yarn) January 23, 2015

BASIS OF VALUATION	NEC value per US\$ (PHE: 638)		PTA value per US\$ (PHE: data + KC) (PTA)		NEC + PTA	CHINA value	BASE VALUES OF DRAWN TEXTURED YARN										
	1	2	3	4			5	6	7	8	9	10	11	12	13	14	15
Source	Unit	Per Ton	Per 100kg (200 kg)	Per Ton	Per 100kg (200 kg)	(Col 7) + (Col 8) + \$1905		(Col 7) + (Col 8) + \$1905	(Col 7) + (Col 8) + \$1905	(Col 7) + (Col 8) + \$1905	(Col 7) + (Col 8) + \$1905	(Col 7) + (Col 8) + \$1905	(Col 7) + (Col 8) + \$1905	(Col 7) + (Col 8) + \$1905	(Col 7) + (Col 8) + \$1905	(Col 7) + (Col 8) + \$1905	(Col 7) + (Col 8) + \$1905
MCC's data + PTA values (Last three months data) into US\$	PER TON	100.00	352.45	89.00	782.83	1056.28	1156.28	1611.28	1524.28	1456.28	1576.28	1406.28	2211.28	1996.28	1856.28	1746.28	1716.28
	PER KG	1.00	3.52	0.89	7.82	10.56	11.56	16.11	15.24	14.56	15.76	14.06	22.11	19.96	18.56	17.46	17.16
	PER 100 GMS	0.10	0.35	0.09	0.78	1.06	1.16	1.61	1.52	1.46	1.58	1.41	2.21	1.99	1.86	1.74	1.72

POLYESTER FILAMENT FLAT YARN

VALUE OF YARN	CATEGORY	YARN 45 SD	YARN 60 FFY SD	YARN 90 FFY BRT	YARN 90 FFY BLACK DOPE DTD	YARN 75 FFY SD	YARN 75 FFY BRIGHT	YARN 75 FFY BLACK DOPE DTD	YARN 90 FFY BLACK DOPE DTD	YARN 100 FFY BLACK	YARN 100 FFY BRT	YARN 200 FFY BRT	YARN 300 FFY BRT
		18	19	20	21	22	23	24	25	26	27	28	29
		(Col 7) + (Col 8) + \$1905	(Col 7) + (Col 8) + \$1905	(Col 7) + (Col 8) + \$1905	(Col 7) + (Col 8) + \$1905	(Col 7) + (Col 8) + \$1905	(Col 7) + (Col 8) + \$1905	(Col 7) + (Col 8) + \$1905	(Col 7) + (Col 8) + \$1905	(Col 7) + (Col 8) + \$1905	(Col 7) + (Col 8) + \$1905	(Col 7) + (Col 8) + \$1905	(Col 7) + (Col 8) + \$1905
PER TON		1556.28	1556.28	1556.28	1676.28	1611.28	1511.28	1621.28	1551.28	1431.28	1551.28	1306.28	1306.28
PER KG		1.56	1.56	1.56	1.68	1.61	1.51	1.62	1.55	1.43	1.55	1.31	1.31
PER 100 GMS		0.16	0.16	0.16	0.17	0.16	0.15	0.16	0.16	0.14	0.16	0.13	0.13

Valuation Officer

Principal Appraiser  
Valuation

Assistant Director  
Deputy Director

*[Signature]*  
Additional Director

*[Signature]*  
Director

CUSTOMER