

GOVERNMENT OF PAKISTAN APPRAISEMENT COLLECTORATE CUSTOMS HOUSE, KARACHI

No. <u>CC-25/02-A</u> SI/MISC/94/01-VII Sep 28, 2005

PUBLIC NOTICE No. 23 /2005(A)

SUBJECT: TARIFF CLASSIFICATION OF SUBMERSIBLE (FRANKLIN) MOTORS 18.5KW MS-6000 3X380-415 AND 37.0KW, 3X390-415.

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Classification Committee deliberated upon classification of the submersible (Franklin) motors 18.5kw (24.798 HP) ms-6000 3 x 380- 415 and 37..0kw 6", 3x390- 415 under sub-head 5210, 5310 or 5390 of the PCT heading 8501. Importer claimed classification of subject motors under PCT heading 8501.5390 @ 10% Customs duty on the plea that it is policy of the Government to impose higher tariff rates on import of goods manufactured locally and impose lower tariff rates for goods not manufactured locally. Since the impugned motors are not manufactured locally in terms of CGO 7/98, they are correctly classifiable under sub-head 5210 of heading 85.01 @ 10% Customs duty.

2. The matter was examined by the Classification Committee. In the light of technical book, namely Electrical Technology by B.L. Therja and the relevant catalogue provided by the importer, it has been revealed that under reference submersible motors are infact 2-pole asynchronous, squirrel-cage motors of the canned type with journal bearings which according to above named book are induction motors. In said context, Committee examined PCT heading 85.01 of the Pakistan Customs Tariff 2000-2001 which was sub-divided as below:-

of an output exceeding 750 W but not exceeding 75 KW

8501.5210 --- Electric induction motors

8501.5290 --- Other

Of an output exceeding 75 KW

8501.5310 --- Electric induction motors excluding submersible pump motors with rating of 15-110 HP

8501.5390 --- Other

It was considered that motors of out-put exceeding 750 W but not exceeding 75 KW fall for classification under sub-heads 5210 & 5290 of heading 85.01. Since the impugned motors constitute induction motor, they

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are specifically covered under sub-head 5210 of heading 85.01. These motors can not be classified under sub-head 5310 or 5390 of heading 85.01 as their out-put does not exceed 75 KW.

3. In view of the above, the Classification Committee approved classification of the submersible (Franklin) motors of 18.5 KW (24.798 HP) under heading 8501.5210 as per Pakistan Customs Tariff 2000-2001(8501.5200 in terms of Customs Tariff 2005-2006).

(Dr. Sarfraz Ahmad Warraich)
Additional Collector / Chairman
Classification Committee

Copy to:

- The Member (Customs), Central Board of Revenue, Islamabad.
- The Chief Customs Tariff, Central Board of Revenue, Islamabad.
- The Secretary, Customs Tariff, Central Board of Revenue, Islamabad.
- 4. The Secretary, International Customs, Central Board of Revenue, Islamabad.
- 5. The Collectorate of Customs, Preventive, Export, Port Qasim, Hyderabad, Lahore, Peshawar, Quetta, Rawalpindi, Multan, Sambrial, Gujranwala, Faisalabad.
- 6. The Deputy Collector of Customs, Appraisement Group-IV, Custom House, Karachi
- 7. The Federation of Chamber of Commerce and Industry, Karachi
- 8. The Karachi Chamber of Commerce and Industry, Karachi.
- 9. The Karachi Customs Agent Group, Custom House, Karachi.
- 10. All concerned.