



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 / Exports (Karachi/ Port Qasim, Afghan Transit).

Determination of Custom Values of Polyester Grey Fabric and Polyester Bleached Fabric Under Section 25-A of the Customs Act, 1969

(VALUATION RULING NO. /2017)

No. Misc/06/2015-IV
28, 2017

2168

1224

Dated: November

In exercise of the powers conferred under Section 25-A of the Customs Act, 1969, Customs values of Polyester Grey Fabric and Polyester Bleached Fabrics are determined as follows: -

2. **Background of the valuation issue:** Earlier Customs values of Polyester Grey Fabrics were determined vide Valuation Ruling No. 771/2015, dated 18-11-2015. Since the existing Valuation Ruling was about two years old, therefore, there was a need to re-determine the custom values of Polyester Grey Fabrics in accordance with prices in international markets. This Directorate General initiated an exercise for determination of the Customs Values of the subject goods in terms of Section 25-A of the Customs Act, 1969.

3. **Stake holders' participation in determination of Customs values:** Meetings with stake holders including commercial importers, All Pakistan Textile Mills Association (APTMA) and representatives of clearance Collectorates were scheduled on 15-08-2017, 25-08-2017 and 21-11-2017 to discuss the current international price trends of the subject goods. During the stakeholders meetings, the representatives of All Pakistan Textile Mills Association (APTMA) and MCC Appraisement (West) Karachi requested that the said valuation ruling may be revised upwards in the light of prevailing international market prices. The view point of participants was heard in detail and considered to arrive at Customs values of the subject goods. They also requested to add Polyester Bleached Fabric in the fresh valuation ruling. The view points of the present participants were heard in detail and considered to arrive at Customs values of the Polyester Grey Fabric and Polyester Bleached Fabric.

4. **Method adopted to determine Customs values:** Valuation methods provided in Section 25 of the Customs Act, 1969 were duly applied in their sequential order to arrive at customs values of subject goods. The transaction value method as provided in Sub-Section (1) of Section 25 of the Customs Act, 1969 was found inapplicable due to non submission of import documents particularly proof of payments by the importers and wide variations in the declared values. Hence requisite information required under law was not available to arrive at the correct transaction values. Therefore, identical / similar goods value method as provided in Sub-Sections (5) & (6) of Section 25 ibid were examined for applicability to the valuation issue in the instant case but due inconsistent clearance data and wide variation in declarations, the said valuation methods could not be exclusively relied on. In line with the statutory sequential order of Section

25, this office conducted market inquiries under Sub-Section (7) of Section 25 of the Customs Act, 1969. As there were certain differences in prices in different markets therefore, a number of surveys were conducted to arrive at customs values. Resultantly, Customs values of Polyester Grey Fabric and Polyester Bleached Fabric have been determined under section 25(7) of the Customs Act, 1969.

5. **Customs values for Polyester Grey Fabric and Polyester Bleached Fabric hereinafter specified** shall be assessed to duty/ taxes at the following Customs Values: -

S. No.	Description of Goods	P.C.T.	Proposed PCT for WeBOC	Origin	Customs Values C&F USS/Kg
(1)	(2)	(3)	(4)	(5)	(6)
01.	Polyester Grey Fabric	5407.5100	5407.5100.1000	China	3.80
		5407.6100	5407.6100.1000		
		5407.7100	5407.7100.1000		
		5407.9110	5407.9110.1000		
		5512.1110	5512.1110.1000	Other origins	3.90
		5512.9110	5512.9110.1000		
		5512.9920	5512.9920.1000		
		5515.1910	5515.1910.1000		
5515.9910	5515.9910.1000				
02	Polyester Bleached Fabric	5407.5100	5407.5100.1100	China	3.95
		5407.7100	5407.7100.1100		
		5407.8120	5407.8120.1000		
		5407.9120	5407.9120.1000		
		5512.1120	5512.1120.1000		
		5512.9120	5512.9120.1000		
		5512.9990	5512.9990.1000		
		5513.1120	5513.1120.1000		
		5513.1220	5513.1220.1000	Other origins	4.10
		5513.1320	5513.1320.1000		
		5513.1920	5513.1920.1000		
		5514.1120	5514.1120.1000		
		5514.1220	5514.1220.1000		
		5514.1920	5514.1920.1000		
		5515.1190	5515.1190.1000		
		5515.1290	5515.1290.1000		



6. In cases where declared / transaction values are higher than the Customs values 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 and the same may be communicated to this Directorate General forthwith. 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.

7. **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 as the case may be, under sub section (3) of Section 25-A of the Customs Act, 1969.

8. **Revision of the value determined vide this Valuation Ruling:** This Valuation Ruling is appealable under the law and a revision petition may be filed against this Ruling, under Section 25-D of the Customs Act, 1969, within 30 days from the date of issue of this ruling before the Director General, Directorate General of Customs Valuation, 7th Floor, Custom House, Karachi.

9. 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 may kindly be brought to the notice of Directorate General immediately. The Custom values determined in the Valuation Ruling are for the descriptions and specifications as mentioned herein. HS Codes are mentioned for illustrative purposes so that Valuation Ruling values are made accessible to the assessing officers. The assessment shall be finalized in the correct classifications after fulfilling requisite formalities relating to importability or other certifications required thereon. In addition to this, it is further necessary to verify that there is no mis-declaration of any sort or violation of Import Policy Order or any provision of the Customs Act, 1969 or any other law in vogue therein.

10. ***This Valuation ruling supersedes Valuation Ruling No.771/2015, dated 18-11-2015.***

(Muhammad Iqbal Muneeb)

Director

Copy for information to: -

1. The Member (Customs), F.B.R., Islamabad.
2. The Director General, Customs Valuation, Custom House, Karachi.
3. The Chief Collector of Customs, South (Appraisalment), Custom House, Karachi.
4. The Chief Collector of Customs, South (Enforcement), Custom House, Karachi.
5. The Chief Collector of Customs (Central), Lahore.
6. The Chief Collector of Customs (North), Islamabad.
7. The Director General, Intelligence and Investigation-FBR, Islamabad.
8. The Director General, Audit (Customs & Petroleum), 1st Floor, PT&T Audit Building, Mauj-e-Darya Road, Lahore.
09. The Director General, Post Clearance Audit (PCA), Islamabad.
10. The Director General, Internal Audit (Customs), Karachi.
11. The Directors, Intelligence & Investigation, Karachi / Lahore / Islamabad/ Quetta/ Peshawar/ Multan.
12. The Director, Directorate of Customs Valuation (Camp Office), Lahore.
13. The Deputy Director (HQ), Directorate General of Customs Valuation, Karachi, for uploading in One Customs & We BOC database system and deleting Valuation Ruling No. 771/2015 dated 18-11-2015.
14. The Chairman (Valuation Committee), FPCC&I, Federation House, Clifton, Karachi.
15. The Chambers of Commerce & Industry, Karachi, Lahore, Islamabad, Hyderabad, Quetta, Gujranwala, Faisalabad, Sialkot, Rawalpindi & Peshawar.
16. The Law Section, Customs Valuation, 7th Floor, Custom House, Karachi.
17. The Revision Section, Customs Valuation, 7th Floor, Custom House, Karachi.
18. The Karachi Customs Agents Group, Bohri Road, Karachi.
19. The CHO, Customs Valuation, Custom House, Karachi.
20. Notice Board, Customs Valuation 7th Floor, Custom House, Karachi / MCC Appraisalment, 1st Floor, Custom House, Karachi.
21. The Webmaster, Federal Board of Revenue, Constitution Avenue, Islamabad, for uploading on FBR Website.
22. Guard File.