



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) / Sambrial (Sialkot) / Faisalabad / Multan / Islamabad /Hyderabad/ Quetta / Peshawar/ Gawadar/ Gilgit-Baltistan/Exports (Karachi/PQ).

**Determination of Customs Values of Safety Pin, Paper Pin & Scarf Pin of Chinese Origin under Section 25-A of the Customs Act, 1969**

(VALUATION RULING NO. 1229 / 2017)

No. Misc/10/2017-VI

12210

Dated: 07 December, 2017

In exercise of the powers conferred under Section 25-A of the Customs Act, 1969, Customs values of Safety Pin, Paper Pin & Scarf Pin of Chinese Origin are determined as follows: -

2. **Background of the valuation issue:** Customs values of Safety Pin made of iron & steel was determined under Section 25A of the Customs Act, 1969, vide Valuation Ruling No.1093/2017, dated 18-03-2017. The Valuation Ruling required revision in line with the fact that other Pins like Paper Pins and Scarf Pins of low end brands of Chinese origin are being assessed on lower values under same PCT heading 7319.4000. Therefore, this Directorate General initiated an exercise for determination of customs values of Paper Pin, Safety Pin and Scarf Pin made of iron & steel.

3 **Stakeholders' participation in determination of Customs values:** Meetings with stakeholders were convened on 26-10-2017 and 08.11.2017 for taking the input from the stakeholders and also importers had been requested in black and white to furnish the following documents before or during the course of meeting:

- A. Invoices of imports during last three months showing factual value.
- B. Websites, names and E-mail addresses of known foreign manufacturers of the item in question through which the actual current value can be ascertained.
- C. Copies of Contracts made / LCs opened during the last three months showing the value of item in question.
- D. Copies of Sales Tax Invoices issued during last four months showing the difference in price (excluding duty and taxes) to substantiate that the benefit of difference in price is passed on to the local buyers.

4. Neither did the stakeholders attend the scheduled meetings on the afore-mentioned dates nor were any documents submitted in this Directorate General on or even after the scheduled meetings.

5. **Method adopted to determine Customs values:** Valuation methods given in Section 25 of the Customs Act, 1969 were followed sequentially to arrive at customs values of Safety Pin, Paper Pin and Scarf Pin made of iron & steel. Transaction value method provided in Section 25

(1) was found inapplicable owing to wide variation in the values being declared to Customs Collectorates. Identical / similar goods value methods provided in Section 25 (5) & (6) were examined for applicability to the valuation issue in the instant case which provided some reference values of the subject goods but the same could not also be exclusively relied upon due to wide variation in declared values of subject goods. Thereafter, market enquiry as envisaged under section 25(7) of the Customs Act, 1969, was conducted and the data so obtained was analyzed for the purpose of determination of customs values. Consequently, the Customs values of Safety Pin, Paper Pin and Scarf Pin made of iron & steel have been determined under Section 25(7) of the Customs Act, 1969.

6. **Customs values for Paper Pin, Safety Pin and Scarf Pin made of iron & steel of low end unpopular brands;** as specified herein, shall be assessed to duty/ taxes at the Customs values given are as under:-

S. No.	Description	H.S. Code	Proposed PCT for WeBOC	Origin	Customs Value US\$ / Kg
1	2	3	4	5	6
1	Safety pin made of iron & steel of low end brands	7319.4000	7319.4000.1000	China	2.96
2	Paper pin made of iron & steel of low end brands	7319.4000	7319.4000.2000	China	2.70
3	Scarf pin made of iron & steel of low end brands	7319.4000	7319.4000.3000	China	3.88



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. In case of consignments imported by air, the assessing officer shall take into account the element of air freight while assessing the goods.

8. **Validity of this 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-Sections (1) or (3) of Section 25-A 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 of this ruling, 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 this Valuation 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 this Directorate General immediately. Customs values determined in the ruling are for the description and specification as mentioned in this Valuation Ruling.

HS Codes are mentioned for illustrative purposes so that valuation ruling values are made accessible to the assessing officers. The assessment shall be finalized on the basis of correct classification after fulfilling requisite formalities related to importability or any other certification 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 Section 15 of the Customs Act, 1969 or any other law in vogue therein.

11. ***This ruling supersedes Valuation Ruling No.1093/2017, dated 18.03.2017.***

  
(Muhammad Iqbal Muneeb)  
Director 7/14/17

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. Director General, Internal Audit (Customs), Karachi.
11. Directors, Intelligence & Investigation, Karachi / Lahore / Islamabad/ Quetta Peshawar/ Multan.
12. Director, Directorate of Customs Valuation (Camp Office), Lahore.
13. Deputy Director (HQ), Directorate General of Customs Valuation, Karachi, for uploading in WeBOC database system and deleting Valuation Ruling No. ***1093/2017, dated 18.03.2017.***
14. Chairman (Valuation Committee), FPCC&I, Federation House, Clifton, Karachi.
15. Chambers of Commerce & Industry, Karachi, Lahore, Islamabad, Hyderabad, Quetta, Gujranwala, Faisalabad, Sialkot, Rawalpindi & Peshawar.
16. Law Section, Customs Valuation, 7<sup>th</sup> Floor, Custom House, Karachi.
17. Revision Section, Customs Valuation, 7<sup>th</sup> Floor, Custom House, Karachi.
18. Karachi Customs Agents Association, 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 (East/West), Custom House, Karachi.
21. Webmaster, Federal Board of Revenue, Constitution Avenue, Islamabad, for uploading FBR website and deleting Valuation Ruling No. ***1093/2017, dated 18.03.2017***
22. Guard File.