



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.

Determination of Customs Values of Industrial Roller Chains Under Section 25-A of the Customs Act, 1969

(VALUATION RULING NO. ¹²⁶⁸ / 2018)

No.Misc/08/2009-VI / 297

Dated: March 07, 2018

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

2. **Background of the valuation issue:** The Customs values of Industrial Roller Chains were determined vide Valuation Ruling No 641/2014 dated 03-03-2014. As the ruling was very old and the custom values determined Vide Valuation Ruling No. 641/2014 dated 03-03-2014 do not reflect international market trend. Therefore, an exercise was initiated to determine the customs values of afore-mentioned goods under Section 25-A of the Customs Act, 1969.

3. **Stakeholders' participation in determination of Customs values:** Meeting with stakeholders was held on 01-01-2018 and 15-2-2018. The participants were requested to submit following documents before or during the stakeholders meetings.

- i) Invoice of Imports made during last three months showing factual value.
- ii) Websites, names and E-mail address of known foreign suppliers / manufacturers of the item in question through which the actual current value could be ascertained.
- iii) Copies of contracts made / LCs opened during the last three months showing the value of items in question.
- iv) Copies of Sales Tax paid invoices issued during last four months (excluding duty and taxes) to substantiate the contentions of the importers.

→ However, the requisite documents were not submitted even after a lapse of considerable time.

4. **Method adopted to determine Customs values:** Valuation methods given in Section 25 of the Customs Act, 1969 were applied sequentially to address the valuation issue at hand. Transaction Value Method under Sub-Section (1) of Section 25 of the Act *ibid* was found inapplicable because required information under the law was not available. Identical / similar goods values methods provided in Section 25(5) & (6) were examined for applicability to the valuation issue in the instant case which provided a number of reference values of subject goods but the same could not be exclusively relied on due to wide variations in declared values of subject goods. Thereafter, market enquiries as envisaged under Section 25(7) of the Customs Act, 1969, were conducted. Online prices were also obtained to corroborate the findings of market survey. Consequently, the customs values of the industrial roller chains have been determined under section 25(7) of the Customs Act, 1969.

5. **Customs values for Industrial Roller Chains:** Industrial Roller Chains *hereinafter* specified shall be assessed to duty /taxes at the following Customs Values: -



S.No	Description	PCT Heading	Proposed PCT for WeBOC	Origin	Custom Value in C&F USS/Kg
(1)	(2)	(3)	(4)	(5)	(6)
1	Industrial Roller	7315.1190	7315.1190.1000	China	2.15
2	Chains		7315.1190.1100	Japan	4.50
3			7315.1190.1200	Korea/ Taiwan	3.50
4			7315.1190.1300	European Union	3.90

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. 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 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.

8. **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, 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 this Directorate General immediately. Customs values determined in the ruling are for the description and specifications as mentioned herein. PCT 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.

10. ***This ruling supersedes Valuation Ruling No. 641/2014, dated 03-03-2014.***


 (Muhammad Iqbal Munech)
 Director
 7/3/18

Copy for information to: -

1. Member (Customs), FBR, Islamabad.
2. Director General, Customs Valuation, Custom House, Karachi.