



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 / Export (Karachi/Port Qasim)/ Preventive, Karachi / Lahore ( Appraisement / Preventive) / Sambrial (Sialkot) / Faisalabad / Multan / Islamabad /Hyderabad/ Quetta / Peshawar/ Gawadar/ Gilgit-Baltistan.

**Determination of Custom Values of Mineral Grease under Section 25-A of the Customs Act, 1969**

**(VALUATION RULING NO. 1289/2018)**

No. Misc/14/2013-I/451

Dated: April 19, 2018

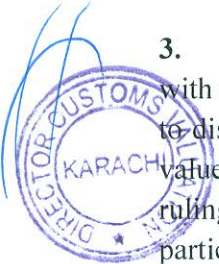
In exercise of the powers conferred under Section 25-A of Customs Act, 1969, customs values of Mineral Grease (H.S. Code 2710.1992) are determined as follows:

2. **Background of the Valuation Issue:** Earlier the customs values of Mineral Grease were determined vide Valuation Ruling No. 830/2016 dated 12-04-2016. Several representations were received from importers wherein they claimed that value of the subject item needs to be realigned with international values which have decreased considerably. They requested to determine the applicable customs values afresh in accordance with the trend of values in the international markets, therefore, this Directorate General initiated an exercise for re-determination of the Customs Values of Mineral Grease in terms of Section 25-A of the Customs Act, 1969.

3. **Stakeholders' participation in determination of Customs values:** Numerous meetings with different stakeholders including importers, and representatives from field formations were held to discuss the current international prices of the subject goods. The stakeholders contended that the value of Mineral Grease has shown a downward trend and they requested that the existing valuation ruling may be reviewed in the light of prevailing international market prices. The view point of all participants was heard in detail and considered to arrive at Customs values of Mineral Grease.

4. **Method adopted to determine Customs values:** Valuation methods given in Section 25 of the Customs Act, 1969 were followed. Transaction Value Method provided in Section 25 (1) was found inapplicable owing to wide variations in the values being declared to the Customs. 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 be exclusively relied on due to wide variation in declared values of subject goods. Thereafter, market enquiries as envisaged under section 25(7) of the Customs Act, 1969, were conducted. All the information so gathered was evaluated and analyzed for the purpose of determination of customs values. Consequently, the Customs values of Mineral Grease (H.S. Code 2710.1992) have been determined under Section 25(7) of the Customs Act, 1969.

5. **Customs values for Mineral Grease:** Mineral Grease *hereinafter specified* shall be assessed to duty/ taxes at the following Customs Values:



S. No.	Description of goods	Origin	PCT Code	Proposed PCT for WeBOC	Customs values in packing up to 5kg or less. C&F US\$/Kg	Customs values in packing more than 5kg: C&F US\$/Kg
(1)	(2)	(3)	(4)	(5)	(6)	(7)
1	Mineral Grease <b>Lithium based M.P.(Multi-Purpose)</b> ,NLGI 000 to 6 excluding SINOPEC brand (China) and Zic brand (Korea)	China /India	2710.1992	2710.1992.1000	1.35	1.32
		Korea	2710.1992	2710.1992.1100	1.35	1.32
		UAE	2710.1992	2710.1992.1200	1.35	1.32
		Saudi Arabia	2710.1992	2710.1992.1300	1.35	1.32
		Other Origins	2710.1992	2710.1992.1400	1.80	1.78
2	Mineral grease <b>Lithium based M.P (Multi-Purpose)</b> NLGI 000 to 6, Sinopec brand	China	2710.1992	2710.1992.1500	1.72	1.70
3	Mineral grease <b>Lithium based M.P (Multi-Purpose)</b> NLGI 000 to 6, Zic brand	Korea	2710.1992	2710.1992.1600	1.85	1.82
4	Mineral grease <b>Lithium based E.P (Extreme Pressure)</b> NLGI 000 to 6.	All origins	2710.1992	2710.1992.1700	2.00	1.97
5	Mineral grease <b>Lithium based H.T (High Temperature)</b> NLGI 000 to 6.	All origins	2710.1992	2710.1992.1800	2.00	1.97
6	Mineral grease <b>Lithium based, (Industrial)</b>	All origins	2710.1992	2710.1992.1900	2.10	2.07
7	Mineral grease <b>Molybdenum based H.T (High Temperature)</b> NLGI 2 and 3.	All origins	2710.1992	2710.1992.2000	2.50	2.47
8	Mineral grease <b>Molybdenum based Ind. (Industrial)</b> NLGI 2 and 3.	All origins	2710.1992	2710.1992.2100	2.50	2.47





9	Mineral grease <b>Bentonite based</b> <b>H.T.</b> <b>(Temperature)</b> NLGI 2 and 3.	All origins	2710.1992	2710.1992.2200	<b>2.30</b>	<b>2.27</b>
10	Mineral grease <b>Bentonite based</b> <b>(Industrial)</b> NLGI 2 and 3.	All origins	2710.1992	2710.1992.2300	<b>2.30</b>	<b>2.27</b>
11	Mineral grease <b>Calcium based</b> manufactured from Crude Oil	Iran via See route	2710.1992	2710.1992.2400	<b>0.33</b>	<b>0.30</b>
12	Mineral grease <b>Calcium based</b> manufactured from Crude Oil	Iran via Land route	2710.1992	2710.1992.2500	<b>0.29</b>	<b>0.26</b>
13	Mineral grease <b>Calcium based</b> manufactured from Crude Oil	All other Origins	2710.1992	2710.1992.2600	<b>0.90</b>	<b>0.87</b>

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 Section 25 of the Customs Act, 1969. In case of consignments imported by air, the assessing officer shall take into account the air 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 (4) 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, 7<sup>th</sup> 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. Customs values determined in the ruling are for the description and specification as mentioned herein. PCT Codes are mentioned for illustrative purpose so that valuation ruling values are made accessible to the assessing officer. 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.830/2016, dated 12.04.2016***

(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 (Appraisement), 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.

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7. The Director General, Intelligence and Investigation-FBR, Islamabad.
8. The Director General, Audit (Customs & Petroleum), 1<sup>st</sup> Floor, PT&T Audit Building, Mauj-e-Darya Road, Lahore.
9. 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/ Faisalabad.
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 & WeBOC database system and deleting values mentioned in Valuation Ruling No.830/2016, dated 12-04-2016, from the system on the date of issuance of this ruling.
14. The Chairman (Valuation Committee), FPCC&I, Federation House, Clifton, Karachi.
15. The Chambers of Commerce & Industry, Karachi, Lahore, Islamabad, Hyderabad, Quetta & Peshawar.
16. The Law Section, Customs Valuation, 7<sup>th</sup> Floor, Custom House, Karachi.
17. The Review Section, Customs Valuation, 7<sup>th</sup> Floor, Custom House, Karachi.
18. The 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, Appraisement, 1<sup>st</sup> Floor, Custom House, Karachi.
21. The Webmaster Federal Board of Revenue, Islamabad.
22. Guard File