

The Collectors of Customs, Model Customs Collectorates of Appraisalment (East / West)/ Port Qasim/ Preventive, Karachi/ Lahore (Appraisalment / Preventive) / Sambrial (Sialkot) / Faisalabad/ Multan/ Islamabad /Hyderabad/ Quetta / Peshawar/ Gawadar and Gilgit-Baltistan.

**Determination of Customs Value of I.V. Cannula/ I.V. Catheter Under Section 25-A**  
**of the Customs Act, 1969.**

(VALUATION RULING NO. /2018)

No. Misc/08/2012-VIII(B)/IX/


1316

Dated: August 16, 2018

In exercise of powers conferred under Section 25-A of the Customs Act, 1969, Customs values of I.V. Cannula / I.V. Catheter are determined as follows:

2. **Background of the valuation issue:** Customs values of I.V. Cannula / I.V. Catheter were earlier determined through Valuation Ruling No.1105/2017 dated 22-03-2017. However, various representations were received from the importers for re-determination of value of I.V. Cannula / I.V. Catheter in accordance with the prices in international market. Hence, an exercise was initiated by this Directorate General to determine the customs values of I.V. Cannula / I.V. Catheter in terms of section 25-A of the Customs Act, 1969.

3. **Stakeholders' participation in determination of Customs values:** Meetings with stakeholders, including importers and representatives from field formations, were held on 28-05-2018 and 02-07-2018 to discuss the current international prices of the subject goods. The importers / stakeholders were requested to submit the following documents before or during the course of stakeholders meetings so that customs values could be determined:

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- i) Invoices of imports during last three months showing customs value.
  - ii) Websites, names and E-mail addresses of known foreign manufacturers of the item in question through which the actual current value can be ascertained.
  - iii) Copies of Contracts made / LCs opened during the last three months showing the value of item in question.
  - iv) Copies of Sales Tax Invoices issued during last four months showing the difference in price (excluding duty and taxes) to substantiate their contentions.


4. An importer from Qatar origin goods contended that IV cannula value in Qatar at much cheaper than that of Saudi Arabia origin goods because main raw material i.e., polypropylene is cheaper in Qatar as compared to Saudi Arabia, therefore, the values notified in the existing valuation ruling shall be reconsidered and rationalized. They emphasized on the acceptance of their declared values, however they did not furnish requisite documents including copies of Sales Tax invoices to substantiate their view point despite ample time given to them. Other stakeholders present during the meeting asserted that this stance of difference value of raw material of IV Cannula between the two countries is factually incorrect, and emphasized that there is no big difference in prices of raw material in Saudi Arabia and Qatar. M/s B.Braun Pakistan (Private) Limited pointed out that values for I.V. Cannula/ Catheter (Intocan) "with stopper" and "without stopper" shall be notified separately as has been done for other categories. The view point of all participants was heard in detail and considered to arrive at Customs values of the subject goods.

5. **Method adopted to determine Customs values:** Valuation methods provided in Section 25 of the Customs Act, 1969 were duly applied in their regular sequential order to address the particular valuation issue at hand. The transaction value method as provided in Sub-Section (1) of



Section 25, was found inapplicable in light of the wide variations in the declared values, hence requisite information required under law was not available to arrive at the correct transaction value. Identical / similar goods value method provided vide Sub-Sections (5) & (6) of Section 25 ibid were examined for applicability to determine Customs value of subject goods. This data provided some references, however, it was found that the same cannot be solely relied upon. In line with the statutory sequential order of Section 25, this office then conducted market inquiries using Deductive Value Method under Sub-Section (7) of the Section 25 of the Customs Act, 1969 and determined customs values of I.V.Cannula / I.V. Catheter accordingly.

6. **Customs values for I.V. Cannula / I.V. Catheter:** I.V.Cannula / I.V. Catheter *as specified herein* shall be assessed to duty / taxes at the following Customs Values:



S. No.	Description of goods	PCT Code	PCT Proposed for WEOC	Origin	Customs Values (C&F) US\$/ PC
(1)	(2)	(3)	(4)	(5)	(6)
1.	I.V. Cannula/ I.V. Catheter Without Stopper	9018.3940	9018.3940.1000	China	0.135
	I.V.Cannula/ I.V.Catheter With Stopper		9018.3940.1100		0.165
2.	I.V.Cannula/ I.V.Catheter Without Stopper		9018.3940.1200	Egypt/ Turkey	0.145
	I.V.Cannula / I.V.Catheter With Stopper		9018.3940.1300		0.175
3.	I.V.Cannula/ I.V.Catheter Without Stopper		9018.3940.1400	Europe	0.285
	I.V.Cannula/ I.V.Catheter With Stopper		9018.3940.1500		0.315
4.	I.V.Cannula/ I.V.Catheter Without Stopper		9018.3940.1600	Indonesia	0.200
	I.V.Cannula/ I.V.Catheter With Stopper		9018.3940.1700		0.230
5.	I.V.Cannula/I.V.Catheter Without Stopper		9018.3940.1800	Japan	0.290
	I.V.Cannula/ I.V.Catheter With Stopper		9018.3940.1900		0.320
6.	I.V.Cannula/ I.V.Catheter Without Stopper		9018.3940.2000	Korea	0.160
	I.V.Cannula/I.V.Catheter With Stopper		9018.3940.2100		0.190
7.	I.V. Cannula/ I.V.Catheter (Safety)		9018.3940.2200	Malaysia	0.320
8.	I.V. Cannula /I.V.Catheter (Intocan) Without Stopper		9018.3940.2300		0.220
	I.V. Cannula/ I.V.Catheter (Intocan) With Stopper		9018.3940.2400		0.250
9.	I.V. Cannula/ Catheter (Vasofix)		9018.3940.2500		0.210



10.	I.V.Cannula/I.V.Catheter Without Stopper	9018.3940.2600	Saudi Arabia/ Lebanon	0.185
	I.V.Cannula/I.V.Catheter With Stopper	9018.3940.2700		0.215
11.	I.V.Cannula/I.V.Catheter Without Stopper	9018.3940.2800	Qatar	0.165
	I.V.Cannula/I.V.Catheter With Stopper	9018.3940.2900		0.195
12.	I.V.Cannula/I.V.Catheter Without Stopper	9018.3940.3000	Thailand	0.230
	I.V.Cannula/I.V.Catheter With Stopper	9018.3940.3100		0.260
13.	I.V.Cannula/I.V.Catheter Without Stopper	9018.3940.3200	U.A.E	0.210
	I.V.Cannula/I.V.Catheter With Stopper	9018.3940.3300		0.240

7. 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 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, 7th 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 the Annexure to 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.1105/2017 dated 22-03-2017.***

(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/ 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 WeBOC database system and deleting VR 1105/2017 dated 22-03-2017.
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. Law Section, Customs Valuation, 7th Floor, Custom House, Karachi.
17. Review Section, Customs Valuation, 7th Floor, Custom House, Karachi.
18. 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, Appraisement (East/West), Custom House, Karachi.
21. Webmaster, Federal Board of Revenue, Constitution Avenue, Islamabad, for uploading on FBR website.
22. Guard File.