



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 GALVANIZED IRON AND STEEL
CEILING SUSPENSION SYSTEM/ TEE- GRID UNDER SECTION 25-A OF THE
CUSTOMS ACT, 1969**

(VALUATION RULING NO. 1120 /2017)

No. Misc/13/2017-VI

1943

Dated -04-2017

In exercise of the powers conferred under Section 25-A of the Customs Act, 1969,
Customs values of Galvanized Iron and Steel Ceiling Suspension System/Tee-Grid, are
determined as follows :-

2. **Background of the valuation issue:** A representation was received from local manufacturer M/s Quice Food Industries that Galvanized Iron and Steel Ceiling Suspension System/Tee Grid are being assessed at under invoiced values and custom values may be determined in the light of international prevailing practices. Therefore this Directorate General initiated an exercise for determination of customs values of Galvanized Iron and Steel Ceiling Suspension System/Tee-Grid.
3. **Stakeholders' participation in determination of Customs values:** Meeting with all stakeholders was held on 06.04.2017. The meeting was attended by local manufacturer and importers. The manufacturer agitated that the subject goods are being cleared by the customs collectorates at US \$ 0.70/kg but same has been found on lowest side due to high price of raw material galvanized sheet. On the other hand importers argued that their price may be rationalized according to market prices and not to be compared with local manufacturers whose products are of better quality. All the participants were requested to submit the following documents so that correct customs values could be determined: -
 - i) Invoices of imports during last three months showing factual 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 that the benefit of difference in price is passed on to the local buyers.
4. Some of the requisite documents were submitted by the local manufacturer M/s Quice Food Industries.
5. **Method adopted to determine Customs values:** Valuation methods provided under Section 25 of the Customs Act, 1969 were followed. Transaction value method



provided in Section (1) was found inapplicable because required information was not available. 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 upon due to wide variation in declared values of subject goods. Deductive Value Method as envisaged under Section 25(7) of the Custom Act, 1969, was examined and local market enquiry was conducted. Online available information was also obtained. All the information collected in the above methods was evaluated and analyzed for the purpose of determination of customs values. Keeping in view all the above, Customs values of Galvanized Iron and Steel Ceiling Suspension System/Tee-Grid are determined under Sub-Section (7) of Section 25 of the Customs Act, 1969.

6. **Customs values for:** Galvanized Iron and Steel Ceiling Suspension System/Tee-Grid *hereinafter specified* shall be assessed to duty / taxes at the following Customs Values :-

S.No.	Description	H.S.Code	Proposed PCT for WEOC	Origin	Customs Value US \$/KG
(1)	(2)	(3)	(4)	(5)	(6)
01.	Galvanized Iron and Steel Ceiling Suspension System/Tee- Grid.	7308.9090	7308.9090.1000	China	1.10

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. 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.

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 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 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.

(Dr. Wasif Ali Memon)
Director

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 (Appraisal), 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), 1st 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/ Faisalabad.
12. Director, Directorate of Customs Valuation (Camp Office), Lahore.
13. Deputy Director (HQ), Directorate General of Customs Valuation, Karachi, for uploading in One Customs & WeBOC database system on the date of issue of this ruling.
14. Chairman (Valuation Committee), FPCC&I, Federation House, Clifton, Karachi.
15. Chambers of Commerce & Industry, Karachi, Lahore, Islamabad, Hyderabad, Quetta. Gujranwala & 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. CHO, Customs Valuation, Custom House, Karachi.
20. Notice Board, Customs Valuation 7th Floor, Custom House, Karachi / MCC, Appraisal, 1st Floor, Custom House, Karachi.
21. Guard File.