



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 Medical Items/Equipment Under Section 25-A Of The Customs Act, 1969

(VALUATION RULING NO. ¹²⁰² / 2017)

No.Reg. Misc./25/2016-IX

Dated: August 18, 2017

In exercise of the powers conferred under Section 25-A of the Customs Act, 1969, Customs values of different types of Medical Items/Equipment are determined as follows: -

2. **Background of the valuation issue:** This Directorate General has earlier circulated reference customs values of different medical items/equipment Vide Valuation Ruling No 1021/2017 dated 26-01-2017 and Valuation Ruling 1062/17 dated 1-3-2017. However, some importers approached this Directorate General and requested revision of certain Valuation Ruling. Therefore, this Directorate General initiated an exercise for determination of customs value for the subject goods.

3. **Stakeholders' participation in determination of Customs values:** Meeting with stakeholders was held on 02-08-2017. The stakeholders were requested to furnish the following documents before or during the course of above said meeting:-

- Invoices of imports during last three months showing factual value.
- Websites, names and E-mail addresses of known foreign manufacturers of the item in question through which the actual current value can be ascertained.
- Copies of Contracts made / LCs opened during the last three months showing the value of item in question.
- 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. The representatives of Pakistan Chemist and Druggists Association and many importers attended the meeting. The Association and importers agreed with most of the prices circulated vide Valuation Ruling as reflective of traded values. However, agitating on few items some importers claimed that the circulated customs values were on higher side, whereas as per their claim, there was a downward trend in prices in the international market. However they did not submit any corroboratory document/evidence in support of their contentions. All the items' values were discussed one by one in detail.

5. **Method adopted to determine Customs values:** Valuation methods given in Section 25 of the Customs Act, 1969 were followed to arrive at customs value of different types of medical items. Transaction value method provided in Section 25 (1) was found inapplicable owing to wide variation in the values being declared to the customs and incomplete descriptions. 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 enquiry as envisaged under Section 25(7) of the Customs Act, 1969, was conducted. A number of items sold in the local market were obtained and workout through deductive method of valuation. Online prices were also obtained to corroborate the findings of the market surveys. Computed Value Method as provided in Section 25 (8) could not be applied for valuation of the



aforementioned goods as the cost of raw material and fabrication charges under clause (a) and amount of profit and general expenses under clause (b) of Section 25 (8) of the Act, in the country of export, could not be ascertained. All the information so gathered was evaluated and analyzed for the purpose of determination of customs values of different types of medical items have been determined under Section 25 (9) of the Customs Act, 1969.

6. Customs values of the following items hereinafter specified, shall be assessed to duty/taxes at the following Customs Values :-

S. No	Description of goods	PCT	Proposed PCT for WeBOC	Origin	Customs Values (C&F) in USS
(1)	(2)	(3)	(4)	(5)	(6)
1.	Alcohol Swab/Pad	3005.9090	3005.9090.1000	China	3.50/Kg
2.	Non-Woven Face Mask(Disposable/Surgical) Nurse Cap, Beard Cover, Shoe Cover, Surgeon Cap, Surgeon gown etc	6307.9090	6307.9090.1000	China	2.50/Kg
3.	Endotracheal Tube (Un-Cuffed)	9018.3960	9018.3960.1000	China	0.18/Pc
4.	Endotracheal Tube (Cuffed)	9018.3200	9018.3960.1300	China	0.22/Pc
5.	Suction Connecting Tube (1/4"2.5M)	9018.3990	9018.3990.1000	China	0.31/Pc
6.	Suction Connecting Tube (1/4"3M)	9018.3990	9018.3990.1200	China	0.42/Pc
7.	Latex Foley Catheter Tube (2way)	9018.3990 9018.9090	9018.3990.1300 9018.9090.1000	China	0.24/Pc
8.	Dignity Sheet (Bed Sheet of Non Woven)	9619.0090	9619.0090.1100	China	1.92/Kg
9.	Latex Foley Catheter Tube (3way)	9018.3990	9018.3990.1400 9018.9090.1100	China	0.30/Pc
10.	Silicone Foley Catheter Tube (2way)	9018.3990 9018.9090	9018.3990.1500 9018.9090.1200	China	0.50/Pc
11.	Silicone Foley Catheter Tube (3way)	9018.3990	9018.3990.1600 9018.9090.1300	China	0.56/Pc
12.	Stomach Tube	9018.3990	9018.3990.1700	China	0.10/Pc
13.	Nelaton Tube	9018.3990	9018.3990.1800	China	0.05/Pc
14.	Heparin Cap	9018.9090	9018.9090.1400	China	0.022/Pc



15.	Nebulizer Compressor Machine	9019.2030	9019.2030.1000	China	8.00/Pc
16.	Nebulizer Mask /Oxygen Mask	9020.0020	9020.0020.1000	China	4.15/Pc
17.	Nasal Oxygen Cannula/Tube	9018.3990 9018.9090	9018.3990.1900 9018.9090.1500	China	0.09/Pc
18.	Feeding Tube	9018.3990 9018.9090	9018.3990.2000 9018.9090.1600	China	0.05/Pc
19.	Yankaure Handle	9018.3990 9018.9090	9018.3990.2100 9018.9090.1700	China	0.18/Pc
20.	Rectal Tube	9018.3990 9018.9090	9018.3990.2200 9018.9090.1800	China	0.09/Pc
21.	3 way stopcock without Tube	9018.3990 9018.9090	9018.3990.2400 9018.9090.1900	China	0.14/Pc
22.	3 way stopcock with Tube(10 cm)	9018.3990 9018.9090	9018.3990.2700 9018.9090.2000	China	0.15/Pc
23.	Spino Soft Needle	9018.3990 9018.9090	9018.3990.2800 9018.9090.2100	China	0.23/Pc
24.	Stetho Scope (Simple)	9018.9020	9018.9020.1000	China	1.20/Pc
25.	Stetho Scope (Rapport)	9018.9020	9018.9020.1100	China	3.71/Pc
26.	Aneroid Sphygmomanometer	9018.9050	9018.9050.1000	China	3.25/Pc
27.	Digital Sphygmomanometer	9018.9050	9018.9050.1100	China	7.50/Pc
28.	Mercurial Sphygmomanometer	9018.9050	9018.9050.1200	China	9.00/Pc
29.	Thermometer (Oral Type)	9025.1110	9025.1110.1000	China	0.26/Pc
30.	Thermometer (Flat Type)	9025.1110	9025.1110.1100	China	0.32/Pc
31.	Thermometer (Digital Type) (Low End brands)	9025.1110	9025.1110.1200	China	0.90/Pc
32.	Dental Chair (Note: Expensive Brands like Belmont, Siemens and Clesta etc are not included in these values)	9025.1110	9402.1010.1000	China	11/Kg



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.1021/17 dated 26-01-2017 and VR 1062 dated 01-03-2017.*

(Dr. Wasil 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 (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), 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 WeBOC database system and deleting VR 1021/17 dated 26-01-2017 and VR 1062 dated 01-03-2017
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, 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, Appraisalment (East/West), Custom House, Karachi.
21. Webmaster, Federal Board of Revenue, Constitution Avenue, Islamabad, for uploading on FBR website.
22. Guard File.