

GOVERNMENT OF PAKISTAN
DIRECTORATE GENERAL CUSTOMS VALUATION
CUSTOM HOUSE, KARACHI

No. Misc/23/2009-VI

Dated 05-04-2010

RULING U/S 25A No. 243

The Collectors of Customs, Model Customs Collectorates (Appraisement)/ PaCCS / Port Qasim/ Preventive), Karachi / Lahore / Sambrial / Faisalabad / Multan / Islamabad / Hyderabad / Quetta / Peshawar

Subject : Determination of Customs Value of Coaxial Cables under Section 25A of the Customs Act, 1969.

Values of Coaxial Cable were taken up for determination under Section 25A of the Customs Act, 1969, as import data and local market selling prices indicated that goods are being under invoiced.

2. Meetings of all stakeholders were scheduled on 13-11-2009, 07-12-2009 & 25-01-2010 and relevant importers/stakeholders were requested to participate. However no one attended the meeting. Analysis of the import data of PaCCS and 'one custom' shows that the declared prices were comparatively lower as compared to the prices prevailing in the international market. Since the declared values were mostly being dis-allowed being on the lower side, transaction value data of identical or similar goods as envisaged under Section 25(1), 25(5) & 25(6) ibid could not be considered for determination of value. Local market enquiry was conducted to ascertain prices prevailing in the local market. Simultaneously, verification was also made through discreet enquiries from the sources/dealers in the international market to ascertain fair prices. The calculation drawn on the basis of findings of market enquiry indicate that declared values do not represent the correct values. Chinese Trade Information Data has also been consulted which indicates that values ascertained on the basis of market enquiry were fair.

3. Accordingly, following Customs values have been worked out on the basis of market enquiry :

| S.No (1) | Description of goods (2) | HS Code (3) | Origin (4) | Customs Value (5) |
|-------------|------------------------------------|----------------|------------------------|----------------------|
| 1. | Coaxial Cable (With PVC Jacket) | 8544.2000 | China | US\$ 3.00/Kg |
| 2. | Coaxial Cable (Without PVC Jacket) | 8544.2000 | China | US\$ 2.40/Kg |
| 3. | Coaxial Cable (With PVC Jacket) | 8544.2000 | Far East / Middle East | US\$ 3.45/Kg |
| 4. | Coaxial Cable (Without PVC Jacket) | 8544.2000 | Far East / Middle East | US\$ 2.76/Kg |

4. The aforesaid values are determined under Section 25A of the Customs Act, 1969, for implementation. The Collectorates are advised to ensure assessment on the aforesaid values which are inclusive of cost of essential packing. The aforesaid values shall remain valid till revised. However, if the declared / invoice value is higher the same shall be applied.

(MUHAMMAD IBRAHIM VIGHIO)
DIRECTOR

Copy for information to:-

1. S.A to Chairman, Federal Board of Revenue, Islamabad.
2. Member (Customs), Federal Board of Revenue, Islamabad.
3. Chief Collectors of Customs (North/South), Lahore/Karachi.
4. The Director General of Intelligence Investigation, Islamabad.
5. The Director General of Customs Valuation, Karachi.
6. The Director General of Post Clearance Audit, Islamabad.
7. The Directors of Intelligence Investigation, Karachi/ Lahore/ Islamabad.
8. The Deputy Director (Hqrs.), Directorate General of Customs Valuation, Karachi, for uploading in One Customs & PaCS database on the date of issue of this ruling.
9. Federation of Pakistan, Chambers of Commerce & Industry (FPCC&I), Karachi.
10. Karachi Chamber of Commerce & Industry (KCC&I), Karachi
11. Karachi Customs Agents Group (KCAAG), Bohri Road, Karachi
12. Guard File