GOVERNMENT OF PAKISTAN
DIRECTORATE GENERAL OF CUSTOMS VALUATION
CUSTOM HOUSE KARACHI

RULING U/S 25-A NO. 33a

No.Misc/22/2009-V
Dated: 31-05-2011

Note:

i) The customs value determined under this Valuation Ruling shall be applicable customs value for assessment of the relevant goods until and unless revised or rescinded by the competent authority.

ii) Review application against this valuation ruling may be filed before the Director-General of Valuation under Section 25D of the Customs Act, 1969, within thirty (30) days from the date of determination of customs value under this ruling.

The Collectors of Customs, Model Customs Collectorate, Appraisal/PACCs/Port Qasim/Preventive, Karachi/Lahore/Sambrial (Sialkot)/Faisalabad/ Multan/ Islamabad/ Hyderabad/Quetta/Peshawar.


In view of representation received from M/s. Pakistan HVAC & R Spare Parts Traders Association, Karachi, and Order-In-Review No.39/2010, dated 15-09-2010, an exercise was undertaken to re-consider the earlier determined Customs Values of Components for assembly of Split Airconditioners, issued on 11-05-2010.

2. Meetings with all stakeholders was held on 21-10-2010, 11-11-2010, 09-12-2010, 08-04-2011 and finally on 11-05-2011. All the stakeholders were invited to attend the meetings and also informed telephonically for their input on the issue. The representatives of M/s. New Allied Industries (Pvt) Limited, M/s. Dawlance (Pvt) Limited, and M/s. Pakistan Electronic Manufacturers Association, attended the meetings but nobody appeared from the side of M/s. HNR Company (Pvt) Ltd; nor any written submissions was received from them. However, during the meeting the attending participants were of the view that since there is no change in cost of raw materials in the international market, cost of manufacturing, duty, and tax structure and local assembling charges etc. therefore, the existing Valuation Ruling may be maintained.
3. Written proposals from all the stakeholders were also requested. M/s. Cool Industries (Pvt) Limited, Lahore, M/s. Orient Group of Companies, Lahore, M/s. Dawlance (Pvt) Limited, Karachi, M/s. New Allied Electronic Industries (Pvt) Limited, Karachi, and Pakistan Electronics Manufacturers Association, Karachi, submitted their suggestions. Comparison of import data of components and prices of components submitted by stakeholders indicated that there was nominal increase in the value of components of China origin as compared with values determined vide previous ruling. The prices submitted by stakeholders were also compared with import data of identical and similar goods in terms of Section 25(5) & (6) of the Act through local market inquiry, under Section 25(7) of the Act, and it was observed that none of these methods could independently be adopted for value determination. Since, cost of manufacturing in the country of export was not readily available, therefore, computed valuation method, in terms of Section 25(8) of the Act was also ruled out. In view of the above situation, Fall Back Method, as envisaged under Section 25(5) of the Customs Act, 1969, was resorted to and accordingly following customs values have been determined, as detailed in the table below:

<table>
<thead>
<tr>
<th>S.No.</th>
<th>Description</th>
<th>H.S.Code</th>
<th>Customs Value USD 25 A (China origin)</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td></td>
<td></td>
<td><strong>US$/PC</strong></td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
<td><strong>12000 BTU</strong></td>
</tr>
<tr>
<td>1</td>
<td>AXIAL FAN FOR SPLIT A/C</td>
<td>8415.5190</td>
<td>3.78</td>
</tr>
<tr>
<td>2</td>
<td>TERMINAL BLOCK FOR SPLIT A/C</td>
<td>8415.9099</td>
<td>10.11</td>
</tr>
<tr>
<td>3</td>
<td>SINGLE PHASE A.C. MOTOR (OUT-DOOR) FOR SPLIT A/C</td>
<td>8501.4090</td>
<td>8.75</td>
</tr>
<tr>
<td>4</td>
<td>SINGLE PHASE A.C. MOTOR (IN-DOOR) FOR SPLIT A/C</td>
<td>8501.4090</td>
<td>8.00</td>
</tr>
<tr>
<td>5</td>
<td>REMOTE CONTROL FOR SPLIT A/C</td>
<td>8543.7010</td>
<td>7.36</td>
</tr>
<tr>
<td>6</td>
<td>CROSS FLOW FAN (IN-DOOR UNIT) FOR SPLIT A/C</td>
<td>8414.5190</td>
<td>3.96</td>
</tr>
<tr>
<td></td>
<td>Description</td>
<td>Code</td>
<td>15.26</td>
</tr>
<tr>
<td>---</td>
<td>-----------------------------------------------</td>
<td>---------</td>
<td>-------</td>
</tr>
<tr>
<td>7</td>
<td>CONDENSER FOR SPLIT A/C</td>
<td>8415.9029</td>
<td></td>
</tr>
<tr>
<td>8</td>
<td>EVAPORATOR FOR SPLIT A/C</td>
<td>8415.9019</td>
<td>22.47</td>
</tr>
<tr>
<td>9</td>
<td>COVER FOR INNER BODY WITH LOUVER FOR SPLIT A/C</td>
<td>8415.9030</td>
<td>12.05</td>
</tr>
<tr>
<td>10</td>
<td>COMPRESSOR FOR SPLIT A/C</td>
<td>8414.3010</td>
<td>88.00</td>
</tr>
</tbody>
</table>

(The above values are for China origin only; for the import other than China, 20% loading will be added on the above determined values for all other origins)

4. The aforesaid values are determined under Section 25A of the Customs Act, 1969, for implementation. All the clearance Collectorates are advised to ensure the assessment of the goods as per above determined values. However, if the declared / invoice value is higher, the same shall be applied for assessment purpose, under Section 25 of the Customs Act, 1969.

(MUHAMMAD TAHIR)
DIRECTOR

Distribution

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-FBR, Islamabad.
5. The Director General of Customs Valuation, Karachi.
6. The Director General of Post Clearance Audit, Karachi.
7. The Directors of Intelligence Investigation-FBR, Karachi/Lahore/Islamabad.
8. The Deputy Director (Hqrs.), Directorate General of Customs Valuation, Karachi, for uploading in one Customs & PACCOS database on the date of issue of this ruling.
9. Chairman (Valuation Committee), FPCC&I, Federation House, Karachi.
10. Chairman (Valuation Committee), KCC&I, Aiwan-e-Tijarat Road, Karachi.
11. Karachi Customs Agents Group (KCAG), Bohri Road, Karachi.
GOVERNMENT OF PAKISTAN
DIRECTORATE GENERAL OF CUSTOMS VALUATION
CUSTOM HOUSE - KARACHI

No.Misc/22/2009-VI Dated 11-06-2011

The Collectors of Customs,
Model Customs Collectorate, (Appraisal/PaCCS/Port Muhammad
BinQasim & Preventive), Karachi/Lahore/Sambrail/Sialkot/Faisalabad/
Multan/Islamabad/Hyderabad/Quetta/Peshawar

CORRIGENDUM

In the Valuation Ruling No.330, dated 31-05-2011, in the
footnote, at the end of the table to the said ruling, in the bracket, the
figure “20” shall be read as “10”.

Copy to:-

1. S.A To Chairman, Federal Board of Revenue, Islamabad.
2. Member (Customs), Federal Board of Revenue, Islamabad.
3. The Director General of Intelligence Investigation, Islamabad.
4. Chief Collector of Customs (North/South), Lahore/Karachi.
5. The Director General of Customs Valuation, Karachi.
6. The Chief (South & North), Karachi & Lahore.
7. The Director General of Post Clearance Audit, Islamabad.
8. The Director of Intelligence Investigation, Karachi/Lahore.
9. The Deputy Director (Hqrs.), Directorate General of Customs
   Valuation, Karachi, for uploading in One Customs & PaCCS
   database on the date of issue of this ruling.
10. Federation of Pakistan Chambers of Commerce & Industry, Karachi
12. Karachi Customs Agents Group, Bohri Road, Karachi.
13. Guard Files.
GOVERNMENT OF PAKISTAN
DIRECTORATE GENERAL OF CUSTOMS VALUATION
CUSTOM HOUSE KARACHI

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No.Misc/22/2009-V Dated 17-09-2011

The Collectors of Customs,
Model Customs Collectorate, (Appraiser/PaCCS/Port Muhammad BinQasim & Preventive), Karachi/Lahore/Sambrial(Silakot)/Faisalabad/Multan/Islamabad/Hyderabad/Queta/Peshawar.

AMENDMENT

In view of the proceedings carried out, in consultation with stakeholders, in compliance of Order-In-Review No.139 to 144/2011, dated 13-08-2011 and in exercise of the powers conferred under sub-section (1) of Section 25A of the Customs Act, 1969, the Director Customs Valuation is pleased to make the following amendment in Valuation Ruling No.330, dated the 31st May, 2011 :-

"In the table under para-3, against serial No.10, figures under Columns (4), (5), (6), (7) & (8), shall be substituted by the figures “70”, “80”, “110”, “170” and “225” respectively ."

( MUHAMMAD TAHIR )
DIRECTOR

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3. The Director General of Intelligence Investigation, Islamabad.
4. Chief Collector of Customs (North/South), Lahore/Karachi.
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8. The Director of Intelligence Investigation, Karachi/Lahore/Islamabad.
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10. Chairman, Valuation Committee, Federation of Chamber of Commerce & Industry, Karachi
11. Chairman, Valuation Committee, Karachi Chamber of Commerce & Industry, Karachi
12. Karachi Customs Agents Group (KCAG),Bohri Road, Karachi.