



GOVERNMENT OF PAKISTAN
DIRECTORATE GENERAL OF CUSTOMS VALUATION
CUSTOM HOUSE KARACHI

RULING U/S 25-A NO. 417

No. Misc/11/2012-IV

Dated 26-01-2012

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Valuation Ruling shall be applicable customs value for assessment of the relevant goods until and unless revised or rescinded by the competent authority.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 Collectories, Appraisement/ PaCCS/ Port Muhammad Bin Qasim/ Preventive), Karachi/ Lahore/ Sambrial (Sialkot)/ Faisalabad/ Multan/ Islamabad/ Hyderabad/ Quetta/ Peshawar.

Subject : Determination of Customs Values of "Furnishing Fabric for Sofa / Curtain Cloth" under Section 25A of the Customs Act, 1969

On receipt of representations from different importers of Sofa / Curtain Cloth, regarding determination of correct value of said item on the basis of different composition of raw material, other than the items falling in the category "Polyester Chain Items, the exercise under Section 25A of the Customs Act, 1969, was initiated.

2. Meeting with all the stakeholders were held on 15-12-2011. Representatives of different importers attended the meeting and stated that the Sofa / Curtain Cloths are not composed of 100% Polyester, rather it is composed of different materials i.e. Polyester, Cotton and Viscos. Further, the subject cloth contains 30% to 35% Polyester, hence, it does not fall in the category of Polyester Chain Items. In support of their contention they forwarded literature of some manufacturers of China and also provided representative samples.

3. In order to verify the contention of importers, enquiries were conducted which revealed that different manufacturers of Sofa / Curtain Cloth in China use different percentage of Polyester, Viscose and Cotton in manufacturing of these goods.



4. In order to ascertain fair customs value of Sofa / Curtain Cloths, import data was examined in terms of Section 25(5) and 25(6) of the Customs Act, 1969, but could not be relied upon due to huge variation in import values. Consequently, the next method of valuation as envisaged under Section 25(7) ibid was adopted to arrive at fair customs value by making reliance on the prices in the local market by working back the same as per deductive value method. After the above mentioned exercise the following value has been determined in terms of Section 25(7) of the Customs Act, 1969 :-

S.No.	Description of Goods	H.S.Code	Origin	C&F Customs Values
(1)	(2)	(3)	(4)	(5)
01.	Furnishing Fabric for Sofa / Curtain	5516.9400	China	US\$ 3.20/Kg

5. 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 then the same shall be applied for assessment purpose under Section 25 of the Customs Act, 1969.

Muhammad Tahir
(MUHAMMAD TAHIR)
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-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 Commissioner, I.P.Division, RTO-I, (Coordinator, WeBOC RMS Development Team) Kamal Atta Turk Road, Income Tax Building, Karachi.
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. Chairman (Valuation Committee), FPCC&I, Federation House, Karachi.
11. Chairman (Valuation Committee), KCC&I, Aiwana-e-Tijarat Road, Karachi.
12. Karachi Customs Agents Group (KACAG), Bohri Road, Karachi.
13. Guard File.