GOVERNMENT OF PAKISTAN
DIRECTORATE GENERAL OF CUSTOMS VALUATION
CUSTOM HOUSE KARACHI

RULING U/S 25-A NO. 43


Note:

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under this Valuation Ruling shall be applicable for assessment of the relevant goods until and unless revised or rescinded by the competent authority.

2. 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 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/ Faisalabad/ Multan/ Islamabad/ Hyderabad/ Quetta/ Peshawar.

Subject: DETERMINATION OF CUSTOMS VALUES OF SHOE ADHESIVE UNDER SECTION 25A OF THE CUSTOMS ACT, 1969 (HS CODE 3506.9110)

Value of shoe adhesive was determined vide valuation ruling No. 240, dated 31.03.2010, under section 25A of the Customs Act, 1969. Since the said valuation ruling had become old, therefore the same was taken up for revision, updation and re-determination of the same in the light of prevailing international prices.

2. Meetings with all stakeholders were fixed for 29.09.2011, 08.10.2011, & 13.12.2011, but no participation was made by importers except in one meeting. However, in the said meeting too they did not give their viewpoint in respect of the current values. The local manufacturer made their submissions and provided Quotation of International Supplier. Manufacturer of shoe adhesive of Far East origin which were found in the range of US$ 2.33/kg to US$ 3.20/kg (in Tin Pack).

3. The relevant import data was also analyzed under section 25(5)&(6) of the Customs Act, 1969, which revealed that the prices of the shoe adhesive have gone up in the international market and the import prices were in the range of US$ 1.85 to US$ 2.37/kg. Keeping in view the above prices, the value of Shoe Adhesive has been determined under section 25(9) readwith section 25(5) & (6) of the Customs Act, 1969 as under:-
<table>
<thead>
<tr>
<th>S.No</th>
<th>HS code</th>
<th>Description</th>
<th>Origins</th>
<th>Customs values</th>
</tr>
</thead>
<tbody>
<tr>
<td>1</td>
<td>3506.9110</td>
<td>Shoe adhesive</td>
<td>Indonesia, UAE, Malaysia, Taiwan, China, Thailand, Korea, India, Italy, France</td>
<td>US$ 2.04/kg US$ 2.60/kg</td>
</tr>
</tbody>
</table>

Note: 10% discount may be allowed on goods imported in Drum packing.

4. Accordingly, theses values are hereby determined under section 25A of the Customs Act, 1969. All the Customs Collectorates are advised to finalize assessment of subject goods on the values determined above. However, if the invoice value is higher, then such higher values shall be adopted for assessment purposes in terms of section 25 of the Customs Act, 1969.

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 Director (Development) WeBOC Project, 11th floor, Custom House, 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, Alwan-e-Tijarat Road, Karachi.
12. Pakistan Chemicals & Dyes Merchants Association (PCDMA), Karachi.
13. Karachi Customs Agents Group (KCAG), Bohri Road, Karachi.