



GOVERNMENT OF PAKISTAN
DIRECTORATE GENERAL OF CUSTOMS VALUATION
CUSTOM HOUSE KARACHI

The Collectors of Customs, Model Customs Collectorate, 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 TOFFEES /CANDIES & SUGAR
CONFECTIONERY UNDER SECTION 25-A OF THE CUSTOMS ACT, 1969

(VALUATION RULING NO.625 / 2013)

No.Misc/17/2013-I

Dated: December 23, 2013

In exercise of the powers conferred under Section 25-A of the Customs Act, 1969, Customs values of Toffees, Candies & Sugar Confectionery are determined as follows: -

- 1. Background of the valuation issue:** It was brought to the notice of Directorate General of Customs Valuation by field formations that Toffees, Candies & Sugar Confectionery was being imported at under-invoiced values, causing loss of revenue to Government exchequer. This prompted an exercise to determine the fair Customs values for imported Toffees, Candies & Sugar Confectionery.
- 2. Method adopted to determine Customs values:** Valuation methods given in Section 25 of the Customs Act, 1969 were followed. Transaction value method provided under Sub-Section (1) of Section 25 *ibid* was found inapplicable because of non-availability of sufficient information. Identical / similar goods valuation methods provided in Sub-Sections (5) & (6) of Section 25 furnished unreliable values. Deductive Value Method under Sub-Section (7) read with Sub-Section (9) of Section 25 of the Customs Act, 1969, was applied to arrive at the Customs values of subject goods.
- 3. Stakeholders' participation in determination of values:** Meetings were held with the stakeholders including representatives of FPCCI on 01-10-2013, 20-11-2013, 27-11-2013 and 19-12-2013 to obtain stakeholders views on valuation of Toffees, Candies & Sugar Confectionery.
- 4. Customs values for Toffees, Candies & Sugar Confectionery :** Toffees, Candies & Sugar Confectionery *hereinafter specified* shall be assessed to duty / taxes at the following Customs values :-




S.No.	Description of Goods	PCT Code	Proposed PCT for WeBOC	Origin	Customs Values (C&F) US\$/Kg
(1)	(2)	(3)	(4)	(5)	(6)
1.	Candy	1704.9090	1704.9090.1000	China	1.00
		1704.9090	1704.9090.1100	Far East	1.40
		1704.9090	1704.9090.1200	Middle East/Turkey	1.60
		1704.9090	1704.9090.1300	Europe/USA	1.80
2.	Toffee	1704.9090	1704.9090.1400	Far East	1.55
		1704.9090	1704.9090.1500	Middle East/Turkey	1.75
		1704.9090	1704.9090.1600	Europe/USA	1.95
3.	Compound Chocolate	1704.9090	1704.9090.1700	Turkey	2.15
4.	Lolly Pop	1704.9090	1704.9090.1800	All origins	1.75
5.	Fruittella Polo Mentos	1704.9090	1704.9090.1900	All origins	1.90
6.	Jelly	1704.9090	1704.9090.2000	All origins	1.20

5. In cases where declared/ Transaction values are higher than the Customs value 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. In case of consignments imported by air, the assessing officer shall take into account the differential between air freight and sea freight while applying the Customs values determined in this Ruling.

6. **Validity of this Valuation Ruling :** The value 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-Section (1) or (3) of Section 25-A of the Customs Act, 1969.

7. **Review of the value determined vide this Valuation Ruling :** A review 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, before the Director General, Directorate General of Customs Valuation, 7th Floor, Custom House, Karachi.

8. The Collectors of Customs may kindly ensure that the value given in the Ruling is applied by the concerned staff without fail.


(Suraiya Ahmed Butt)
Director

Copy for information to :-

1. S.A. to Chairman, F.B.R., Islamabad.
2. Member (Customs), F.B.R., Islamabad.
3. Director General, Customs Valuation, Custom House, Karachi.
4. Chief Collector of Customs, South (Appraisalment), Custom House, Karachi.