The Collectors of Customs, Model Customs Collectorates, Appraisement (East/West)/Port Qasim/Preventive), Karachi / Lahore (Appraisement / Preventive) / Sambrial (Sialkot) / Faisalabad / Multan / Islamabad / Hyderabad / Quetta / Peshawar / Gawadar / Gilgit-Baltistan

DETERMINATION OF CUSTOM VALUES OF TEXTILE LINING MATERIAL UNDER SECTION 25-A OF THE CUSTOMS ACT, 1969

(VALUATION RULING NO.630 / 2013)

No. Misc/02/2006-IV Dated: December 27, 2013

In exercise of the powers conferred under Section 25-A of the Customs Act, 1969, the Customs value of Textile Lining Material is determined as follows:-

1. **Background of the valuation issue**: Customs value of Textile Lining Material was earlier determined vide Valuation Ruling No.483/2012, dated 25-10-2012. Various representations were received, including representations made by KCC&I regarding revision of Customs value of the said goods in order to reflect the current price trend of these goods in the international markets. This prompted an exercise to re-determine Customs value of Textile Lining Material under Section 25A of the Customs Act, 1969.

2. **Method adopted to determine Customs value**: Valuation methods given in Section 25 of the Customs Act, 1969 were followed. Transaction value method provided in Sub-Section (1) of Section 25 was found inapplicable because requisite information as per law was not available. Identical / similar goods value methods provided in Sub-Sections (5) & (6) of Section 25 of the Act ibid were examined for applicability to the valuation issue in the instant case. These methods furnished unreliable values and were not found applicable. Deductive Value Method under Sub-Section (7) of Section 25 was, therefore, adopted to determine customs values for Textile Lining Material in this case readwith Sub-Section (9) ibid.

3. **Stakeholders’ participation in determination of values**: Meetings were held with the stakeholders on 24-09-2013 and 28-10-2013. The meeting was also attended by representatives of FPCC&I and KCC&I who provided feedback regarding the valuation of subject goods.

4. **Customs values for Textile Lining Material**: Textile Lining Material *hereinafter specified* shall be assessed to duty / taxes on the Customs value given in the table below: -
<table>
<thead>
<tr>
<th>S.No.</th>
<th>Description of goods</th>
<th>PCT Heading</th>
<th>Proposed PCT for WeBOC</th>
<th>Origin</th>
<th>Customs Value C&amp;F (US$ per Kg)</th>
</tr>
</thead>
<tbody>
<tr>
<td>01</td>
<td>Textile Lining Material</td>
<td>$407.4200</td>
<td>$407.4200.1000</td>
<td>China</td>
<td>3.00</td>
</tr>
<tr>
<td></td>
<td></td>
<td>$407.5200</td>
<td>$407.5200.1000</td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td></td>
<td>$407.6100</td>
<td>$407.6100.1000</td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

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 value 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.

9. **This Ruling only Supersedes S.No.7 of Valuation Ruling No.483/2012, dated 25-10-2012.**

(Suraiya Ahmed Butt)
Director

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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.
5. Chief Collector of Customs, South (Enforcement), Custom House, Karachi.
6. Chief Collector of Customs (Central), Lahore.
7. Chief Collector of Customs (North), Islamabad.
8. Director General, Intelligence and Investigation, Islamabad.
9. Director General, Post Clearance Audit, Islamabad.
10. Director General Internal Audit, (Customs), Islamabad.
11. Directors, Intelligence & Investigation, Karachi / Lahore / Islamabad/ Quetta/ Peshawar/ Faisalabad.
12. The Project Director WeBOC, 11th Floor, Custom House, Karachi.
13. Additional Director, Customs Valuation (Camp Office), Lahore.
14. The Deputy Director (HQ), Directorate General of Customs Valuation, Karachi, for uploading in One Customs & WeBOC database and deleting Serial No.7 of Valuation Ruling No.483/2012, dated 25-10-2012, on the date of issue of this ruling.
15. Chairman (Valuation Committee). FPCCI, Federation House, Clifton, Karachi.
16. Chairman (Valuation Committee), KCCI & AIJ, Aiwan-e-Tijarat Road, Karachi.
17. Customs Revenue Audit, 8th Floor, Custom House, Karachi.
18. Law Section, Customs Valuation, 7th Floor, Custom House, Karachi.
19. Review Section, Customs Valuation, 7th floor, Custom House, Karachi.
20. Karachi Customs Agents Group, Bohri Road, Karachi.