



GOVERNMENT OF PAKISTAN
DIRECTORATE GENERAL OF CUSTOMS VALUATION
CUSTOM HOUSE KARACHI

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

DETERMINATION OF CUSTOMS VALUES OF FORMIC ACID(H.S.CODE NO. 2915.1100)
UNDER SECTION 25A OF THE CUSTOMS ACT, 1969.

(VALUATION RULING NO. 703/ 2014)

No. Misc/09/2009-II

Dated: 19-12-2014

In exercise of the powers conferred under Section 25-A of the Customs Act, 1969, Customs values of Formic Acid are determined as follows:

- 1. Background of the valuation issue:** A reference from Pakistan Chemical Dyes Merchants Association No. C-13/CH-CC/2014/122.550 dated 20-10-2014 was received requesting for revision of Valuation No.627/13 dated 24-12-2013. With a view to reflect the current prices prevailing in the international market, an exercise to determine the Customs values of the subject goods afresh was taken up.
- 2. Method adopted to determine Customs values:** The Valuation methods given in Section 25 of the Customs Act, 1969 were followed. The transaction value method under Sub-Section (1), Sub-Sections (5) & (6) of Section 25 of the Customs Act, 1969 were found inapplicable because of abnormal variation. Deductive value method under sub section (7) of the Customs Act, 1969 was however exhausted. Sub section (9) of Section 25 of the Customs Act, 1969 was however, applied to arrive at assessable customs values.
- 3. Stakeholders' participation in determination of Customs values:** Meeting was held with the stakeholders on 14-10-2014, 21-10-2014 and 09-12-2014 and contentions forwarded by Association were scrutinized.
- 4. Customs values for Formic Acid :** Formic Acid *hereinafter specified* shall be assessed to duty/ taxes at the following Customs values :-

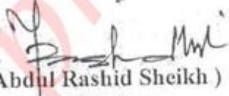


S.No.	Description of goods	Specification	PCT Code	Proposed PCT for WeBOC	Origin	Customs Values (C&F) USS per Kg
(1)	(2)		(3)	(4)	(5)	(6)
01.	Formic Acid	85% Manufactured by BASF	2915.1100	2915.1100.1000	China	0.80
		85% Manufactured by other manufacturers	2915.1100	2915.1100.1100	China	0.72
		85% Manufactured by All manufacturers	2915.1100	2915.1100.1200	India	0.70
		85% Manufactured by All manufacturers	2915.1100	2915.1100.1300	Other origin	0.80
		88% Manufactured by All manufacturers	2915.1100	2915.1100.1400	All Origins	0.90

Note: The values have been determined for packing of 25 / 35 Kg drums. A further reduction of USS 20/ton is allowed on account of bulk packing, which includes 250kg drums and above.

5. In cases where declared/ transaction values are higher than the Customs values 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 values 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-Sections (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 values given in the Ruling for the given description of goods are applied by the concerned staff without fail. Any anomaly observed may kindly be brought to the notice of Directorate General immediately.


(Abdul Rashid Sheikh)
Director

Copy for information to :-

1. Member (Customs), F.B.R., Islamabad.
2. Director General, Customs Valuation, Custom House, Karachi.
3. Chief Collector of Customs, South (Appraisalment), Custom House, Karachi.
4. Chief Collector of Customs, South (Enforcement), Custom House, Karachi.
5. Chief Collector of Customs (Central), Lahore.
6. Chief Collector of Customs (North), Islamabad.
7. Director General, Intelligence and Investigation-FBR, Islamabad.
8. Director General, Audit (Customs & Petroleum), 1st Floor, PT&T Audit Building, Mauj-e-Darya Road, Lahore.
09. Director General, Post Clearance Audit (PCA), 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. Director, Directorate of Customs Valuation (Camp Office), Lahore.
14. Deputy Director (HQ), Directorate General of Customs Valuation, Karachi, for uploading in One Customs & WeBOC database on the date of issue of this Ruling.
15. Chairman (Valuation Committee), FPCC&I, Federation House, Clifton, Karachi.
16. Chambers of Commerce & Industry, Karachi, Lahore, Islamabad, Hyderabad, Quetta & Peshawar.
17. Law Section, Customs Valuation, 7th Floor, Custom House, Karachi.
18. Review Section, Customs Valuation, 7th Floor, Custom House, Karachi.
19. Karachi Customs Agents Group, Bohri Road, Karachi.
20. CHO, Customs Valuation, Custom House, Karachi.
21. Notice Board, Customs Valuation 7th Floor, Custom House, Karachi / MCC, Appraisalment, 151 floor, Custom House, Karachi.
22. Guard File.