



GOVERNMENT OF PAKISTAN
DIRECTORATE GENERAL OF CUSTOMS VALUATION
CUSTOM HOUSE KARACHI

The Collectors of Customs, Model Customs Collectorates, 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 LIQUEFIED PETROLEUM GAS (LPG), H.S.Code : 2711.1910 UNDER SECTION 25-A OF THE CUSTOMS ACT, 1969.

No. Misc/13/2011-1 / 17963 (VALUATION RULING NO. 704 / 2014) Dated: ^{December} November 22, 2014

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

- Background of the valuation issue:** A reference was received from different stake holders including one from the LPG Association of Pakistan's letter dated November 22, 2014 regarding revision of the Customs Value of Liquefied Petroleum Gas. Accordingly, an exercise to determine the customs value of the subject goods was initiated.
- Method adopted to determine Customs values:** Valuation methods given in Section 25 of the Customs Act, 1969 were applied sequentially to address the valuation issue at hand. Transaction Value Method under Sub-Section (1) of Section 25 of the Act *ibid* was found inapplicable because required information under the law was not available. Identical and Similar Goods valuation methods provided in Sub-Sections (5) and (6) of Section 25 of the Customs Act, 1969 provided some reference values but due to wide variations in declarations the same could not be relied upon. In the sequential order this office then resorted to conduct a market inquiry in terms of Sub-Section (7) of Section 25 of the Customs Act, 1969. Sub section (9) of Section 25 of the Customs Act, 1969 was, however, applied to arrive at assessable customs values.
- Stakeholders' participation in determination of Customs values:** Meeting was held with the stakeholders on 03.12.2014, 10.12.2014 and 22.12.2014 and written contentions forwarded by them were scrutinized.
- Customs values for Liquefied Petroleum Gas (LPG) :** Liquefied petroleum Gas *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\$ per Kg
(1)	(2)	(3)	(4)	(5)	(6)
01.	Liquefied Petroleum gas (LPG)	2710.1910	2710.1910.1000	All origins except Iran	Saudi Aramco Values On the 1 st of every month + US\$50 on account of freight and other charges
02	Liquefied Petroleum gas (LPG)	2710.1910	2710.1910.1100	Iran	10% less than the total of above Value

Note: Saudi Aramco Values are made available on the first of every month on the following website:

<http://gasenergyaustralia.asn.au/reports-and-submissions/saudi-aramco-lpg-prices-per-metric-tonne-ml/>

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.
9. *This Ruling supersedes Valuation Ruling No. 358 dated 23-07-201.*


(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