

FBR

GOVERNMENT OF PAKISTAN  
DIRECTORATE GENERAL OF CUSTOMS VALUATION  
CUSTOM HOUSE KARACHI

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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 USED PHOTOCOPIER  
MACHINE/MFP/A3 (H.S.CODE NO. 8443.3100 & 8443.3910) UNDER SECTION  
25-A OF THE CUSTOMS ACT, 1969.

(VALUATION RULING NO. 733/2015)

No. Misc/01/2015-VII 8871

Dated: May 20, 2015

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

2. **Background of the valuation issue:** It was brought to the notice of the Directorate General that used photocopier machines are being imported at under invoiced values causing loss of revenue to Government exchequer. Authorized distributors of some well known brands agitated that certain unscrupulous elements are involved in under invoicing and hurting their business. Therefore, an exercise to determine the customs of the subject goods under section 25A was initiated.

3. **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 the declarations the same could not be relied upon exclusively. 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. Input and feed back by the participants during the Stakeholder meetings were also considered. All the available information was analyzed and evaluated. Keeping all the above in view, Customs values of used photocopiers machine are, determined under Sub section (9) of Section 25 of the Customs Act, 1969.

4. **Stakeholders' participation in determination of Customs values:** Meetings were held with stakeholders 12-02-2015, 03-03-2015 and 25-03-2015. During the meeting it was informed by the participants old and used photocopier machines are assessed by the Clearance Collectorate on the basis of physical condition. It was appraised by the importers that the prices depends in the import are involvement of physical condition of the used photocopier machines, some are in good condition need only replacement drum, toner and ruler.



while some need renovation of the used photocopier machine and in some cases only good condition parts of used photocopier machine are valuable for other used photocopier machine. The used photocopier machine is not in position to sell in the local market directly, there is some renovation and replacements are necessary for selling condition.

**5. Customs values for used photocopier machine:** Used Photocopier Machines *hereinafter specified shall* be assessed to duty/ taxes at the following Customs value:-

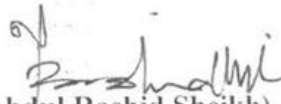
S.No.	Description of goods	PCT Code	Proposed PCT for WeBOC	Origin	Customs Values (C&F) US\$ per Kg
(1)	(2)	(3)	(4)	(5)	(6)
01.	Used Photocopier Machines	8443.3100 8443.3910	8443.3100.1000 8443.3910.1000	All origins	US\$ 1.30/kg

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 or section 25-D of the Customs Act, 1969.

7. **Revision of the value determined vide this Valuation Ruling:** A revision 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 issuance of this Ruling, before the Director General, Directorate General of Customs Valuation, 7<sup>th</sup> 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 this Directorate General immediately for redressal.

  
 (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 (Appraisal), 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), 1<sup>st</sup> Floor, PT&T Audit Building, Mauje-Darya Road, Lahore.