



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 Household Sewing Machine Motors/Servo Motor (H.S.Code no. 8501.2000 & 8501.4090) under section 25-A of the Customs Act, 1969.

(VALUATION RULING NO. 750/2015)

No. Misc/07/2015-VII 9083

Dated: June 22, 2015

In exercise of the powers conferred under Section 25-A of the Customs Act, 1969, Customs values of Household sewing machine motors and Servo motors are determined as follows:

2. **Background of the valuation issue:** It was brought to the notice of this Directorate General that household sewing machine motors and Servo motors are being imported at lower and variable values. Therefore, an exercise to determine the customs values 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 also conducted market inquiries in terms of Sub-Section (7) of Section 25 of the Customs Act, 1969. Input and feed back by the participants during the Stakeholders' meetings were also considered. Online available information was also checked. All the available information was analyzed and evaluated. Keeping all the above



in view, Customs values of household sewing machine motors and Servo motors 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 including importers, local manufacturers, and representative of trade bodies on 21-04-2015 and 29-04-2015. During the meetings importers appreciated determination of customs values of household sewing machine motors and servo motors. The use of the two motors was also discussed; they also clarified that the servo motors are usually used in different machines and for industrial purposes.

5. **Customs values for Household sewing machine motors and Servo motors:** Household sewing machine motors and Servo motors *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)
(1)	(2)	(3)	(4)	(5)	(6)
01.	Household sewing machine motor with foot controller 100W	8501.2000	8501.2000.1000	China	US\$ 2.25/set
02.	Household sewing machine motors with foot controller 110W	8501.2000	8501.2000.1100	China	US\$ 2.32/set
03.	Household sewing machine motors with foot controller 150W	8501.2000	8501.2000.1200	China	US\$ 2.50/set
04.	Household sewing machine motors with foot controller 180W	8501.2000	8501.2000.1300	China	US\$ 2.78/set
05.	Household sewing machine motors with foot controller 250W	8501.2000	8501.2000.1400	China	US\$ 3.00/set
06.	Servo motors 400W	8501.4090	8501.4090.1000	China	US\$ 28/pc
07.	Servo motors 550W	8501.4090	8501.4090.1100	China	US\$ 30/pc

6. 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.

7. **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.

8. **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, 7th Floor, Custom House, Karachi.

9. 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), 1st Floor, PT&T Audit Building, Mauj-e-Darya Road, Lahore.
9. 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. Director, Directorate of Customs Valuation (Camp Office), Lahore.
13. Deputy Director (HQ), Directorate General of Customs Valuation, Karachi, for uploading this Ruling in the system.
14. Chairman (Valuation Committee), FPCC&I, Federation House, Clifton, Karachi.
15. Chambers of Commerce & Industry, Karachi, Lahore, Islamabad, Hyderabad, Quetta & Peshawar.
16. Law Section, Customs Valuation, 7th Floor, Custom House, Karachi.
17. Review Section, Customs Valuation, 7th Floor, Custom House, Karachi.
18. Karachi Customs Agents Group, Bohri Road, Karachi.
19. CHO, Customs Valuation, Custom House, Karachi.
20. Notice Board, Customs Valuation 7th Floor, Custom House, Karachi / MCC, Appraisal, 1st floor, Custom House, Karachi.
21. Guard File.