



GOVERNMENT OF PAKISTAN
DIRECTORATE GENERAL OF CUSTOMS VALUATION
CUSTOM HOUSE KARACHI

The Collectors of Customs, Model Customs Collectorates of Appraisalment East/West/ PortQasim/Preventive (Karachi)/Appraisalment (Lahore)/ Preventive (Lahore)/Sambrial (Sialkot)/ Faisalabad/Multan / Islamabad /Hyderabad/ Quetta / Peshawar/ Gawadar and Gilgit-Baltistan.

Determination of Customs Values of Chemicals, Glycerin, Ammonium Bi Carbonate, Butyl Acrylate, Chlorinated Paraffin Wax (Liquid) and Calcium Carbide Under Section 25-A of the Customs Act, 1969.

No.Misc./06/2007-II

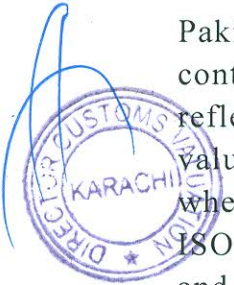
Dated: July 12,2018

(VALUATION RULING NO. 1147/2018)

In exercise of powers conferred under Section 25-A of the Customs Act, 1969, Customs values of Chemicals namely Glycerin, Ammonium Bi Carbonate, Butyl Acrylate, Chlorinated Paraffin Wax (Liquid) and Calcium Carbide are determined as follows:

2. **Background of the Valuation Issue:** Earlier the customs values of the subject chemicals were determined vide Valuation Ruling No. 1246/2018 dated 17.01.2018. There were several representations from importers, industrial consumers and from Pakistan Chemicals and Dyes Merchants Association (PCDMA) wherein they contended that customs values determined in the existing valuation ruling are not reflective of prices in international markets. Furthermore, they stated that customs values determined in the existing valuation ruling are for imports in drum packing whereas the chemical namely butyl acrylate, besides drum packing, is also imported in ISO tanks or bulk vessels as well. They face difficulty for assessment in such cases and requested to notify the customs value for imports in ISO tanks or bulk vessels as well. Keeping in view the prevailing prices of the subject goods, this Directorate General initiated an exercise for determination of the Customs Values of the subject Chemicals in terms of Section 25-A of the Customs Act, 1969.

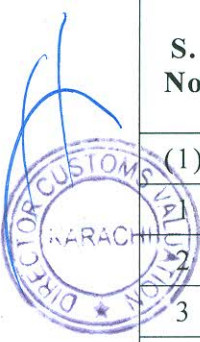
3. **Stakeholders participation in determination of Customs values:** Meetings with stakeholders including importers, representatives from Pakistan Chemicals and Dyes Merchants Association (PCDMA) and representatives from field formations were held on 16.04.2018 and 12.07.2018, to discuss the current international prices of the subject chemicals. The stakeholders requested that the said valuation ruling may be reviewed in the light of prevailing international market prices. During the meeting, representative of PCDMA also submitted the proposal regarding values of these chemicals. Mostly the importers agreed with the values proposed by PCDMA. The importers of Butyl Acrylate contested that this item is imported in all types of packaging; drums, ISO tanks and vessel loads and requested to grant due allowance on



import in quantities in the mentioned packaging. The view point of all participants was heard in detail and considered to arrive at Customs values of the subject chemicals.

4. **Method adopted to determine Customs values:** Valuation methods provided in Section 25 of the Customs Act, 1969 were duly applied in their regular sequential order to arrive at customs values of subject items. The transaction value method provided in Sub-Section (1) of Section 25, was found inapplicable because there were wide differences in the declarations. Identical / similar goods value method provided in Sub-Sections (5) & (6) of Section 25 ibid were examined for applicability to the valuation issue in the instant case which provided some reference values of the subject goods, but the same could not be exclusively relied on. Information available was, hence, found inappropriate. In line with the statutory sequential order of Section 25, this office then conducted market inquiries using Deductive Value Method under Sub-Section (7) of the Section 25 of the Customs Act, 1969 and determined customs values of Glycerin, Ammonium Bi Carbonate, Butyl Acrylate, Chlorinated Paraffin Wax (Liquid) and Calcium Carbide accordingly.

5. **Customs values for Chemicals namely Glycerin, Ammonium Bi Carbonate, Butyl Acrylate, Chlorinated Paraffin Wax (Liquid) and Calcium Carbide:** The Chemicals hereinafter specified shall be assessed to duty / taxes at the following Customs Values :



S. No	Description of goods	Origin	PCT	Proposed PCT for WEOC	Customs Values (C&F) US\$/Kg
(1)	(2)	(3)	(4)	(5)	(6)
	Glycerin	All origins	2905.4500	2905.4500.1000	0.90
	Ammonium Bi Carbonate	China	2836.9930	2836.9930.1000	0.18
3	Butyl Acrylate	All origins	2916.1200	2916.1200.1000	1.55
4	Chlorinated Paraffin Wax (Liquid) Chlorine content 62%	China/India	3824.9980	3824.9980.1000	0.65
5	Chlorinated Paraffin Wax (Liquid) All other grades	China/India	3824.9980	3824.9980.1100	0.90
		All origins	3824.9980	3824.9980.1200	1.00
6	Calcium carbide	China, Far East & Middle East	2849.1000	2849.1000.1000	0.75
7	<i>Note: The Customs Values of Butyl Acrylate determined at serial No.3 are for imports in drum packing. In case Butyl Acrylate is imported in ISO tank then US\$ 100/M. Ton and for Bulk Vessel imports US\$ 200/M. Ton may be deducted for assessment purpose.</i>				

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

