

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

Determination of Customs Values of Submersible Pump with motor (Plastic Body)

up to 100 Watt Under Section 25-A of the Customs Act, 1969

(VALUATION RULING NO. / 2018)

1324

C.No.Misc/03/2018-VII /1292

Dated: Septemeber 05, 2018

In exercise of the powers conferred under Section 25-A of the Customs Act, 1969, the Customs values of Submersible Pump with motor (Plastic Body) up to 100 Watt are determined as follows:-

2. **Description of the valuation issue:** It has been brought tonotice of this Directorate General that Submersible Pump with motor (Plastic Body) up to 100 Watt are being imported and assessed at considerably lower values. Therefore, an exercise was initiated to determine the customs values of Submersible Pump with motor plastic bodyunder Section 25A of Customs Act, 1969.

3. **Stakeholder's participation in determination of Customs values:** Meetings were held with the stakeholders on 21.03.2018 and 01.08.2018 and 04.09.2018. Meetings were attended by different stakeholders including importers, officers from clearance Collectorates and representatives from trade bodies. All stakeholders had been requested to submit the following documents before or during the course of stakeholders' meetings:

- i. Invoices of imports during last three months showing factual value.
- ii. Websites, names and E-mail addresses of known foreign manufacturers of the item in question through which the actual current value can be ascertained.
- iii. Copies of Contracts made / LCs opened during the last three months showing the value of item in question.
- iv. Copies of Sales Tax Invoices issued during last four months showing the values of supplies (excluding duty and taxes) to substantiate their contentions.

4. Stakeholders pointed out that these small plastic body submersible pumps with motors weighing less than 400 grams are mainly used in aquarium, water tanks and water coolers and contended that these pumps are very cheap and available at very low prices in China. They had been requested to furnish documents as requisitioned in the meetings' notices. However, no documents have been submitted in support of importers claims.

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 the requisite information under the law was not provided by the importers. 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 conducted market inquiries in terms of Sub-Section (7) of Section 25 of the Customs Act, 1969. Input and feedback by the participants during the Stakeholders' meetings were also considered. Online information was also obtained. All the information so gathered was analyzed and evaluated. Keeping all the above in view, customs values of Submersible Pump with motor (Plastic Body) up to 100 Watt are determined under Sub-Section (7) of Section 25 of the Customs Act, 1969.



6. **Customs Values of Submersible Pump with motor (Plastic Body) up to 100 Watt** *thereinafter specified*, shall be assessed to duty/taxes on the Customs values mentioned against them in the Table below:

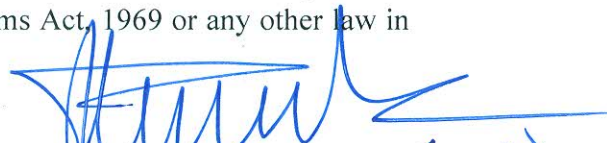
S.No.	Description of Goods	HS Code	Proposed PCT for WeBOC	Origin	Customs Value (C&F) US \$
1	2	3	4	5	6
1	Submersible Pump with motor (Plastic Body) up to 100 Watt (weighing up to 400 gms)	8413.7010 8413.7090	8413.7010.1001 8413.7090.1001	China	2.0/Pc

7. 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 Section 25 of the Customs Act, 1969. In case of consignments imported by air, the assessing officer shall take into account air freight while applying the customs values determined in this Ruling.

8. **Validity of 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.

9. **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 issue, before the Director General, Directorate General of Customs Valuation, 7th Floor, Custom House, Karachi.

10. The Collectors of Customs may kindly ensure that the values given in this Valuation 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. Customs values determined in the ruling are for the description and specification as mentioned in the table above of this Ruling. HS Codes are mentioned for illustrative purpose so that valuation ruling values are made accessible to the assessing officers. The assessment shall be finalized on the basis of correct classification after fulfilling requisite formalities related to importability or any other certification required thereon. In addition to this, it is further necessary to verify that there is no mis-declaration of any sort or violation of Import Policy Order or Section 15 of the Customs Act, 1969 or any other law in vogue therein.


 (Muhammad Iqbal Muneeb)
 Director

5/9/18

Copy for information to :-

1. The Member (Customs), F.B.R., Islamabad.
2. The Director General, Customs Valuation, Custom House, Karachi.
3. The Chief Collector of Customs, South (Appraisalment), Custom House, Karachi.
4. The Chief Collector of Customs, South (Enforcement), Custom House, Karachi.
5. The Chief Collector of Customs (Central), Lahore.
6. The Chief Collector of Customs (North), Islamabad.
7. The Director General, Intelligence and Investigation, Islamabad.
8. The Director General, Post Clearance Audit, Islamabad.