



GOVERNMENT OF PAKISTAN

DIRECTORATE GENERAL OF CUSTOMS VALUATION

CUSTOM HOUSE KARACHI

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)/Directorate of Transit Trade, Karachi

Determination of Customs Values of Mini Trucks / Pickup and Cargo Trucks with Full / Dump Body under Section 25-A of the Customs Act, 1969

(Valuation Ruling No. 1348 / 2018)

No. Misc/29/2013-VIII

1579

Dated:- December 20, 2018.

In exercise of the powers conferred under Section 25-A of the Customs Act, 1969, Customs values of Mini Trucks / Pickup and Cargo Truck with Full / Dump body are determined as follows:

2. **Background of the Valuation Issue:** Earlier, the Customs values of Mini Cargo Trucks / Pickup, were determined vide Valuation Ruling No. 637/2014, dated 06-02-2013, read with amendment vide dated 11-06-2018. Recently, a number of references of provisional assessments of subject items under Section 81 of the Customs Act, 1969, have been received from different Collectorates. Therefore, this office initiated exercise for determination of customs values of the subject goods.



3. **Stakeholders' Participation in Determination of Customs Values:** Meetings with stakeholders were held on 28-12-2017, 18-01-2018, 29-05-2018, 16-07-2018, 18-07-2018, 23-07-2018 and 27-07-2018 followed by detailed meetings with field formations. The stakeholders were requested to furnish the following documents before or during the course of above said meetings:-

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

4. The meetings were attended by different stakeholders including representatives of MCC (Appraisement)-East/West/Port Muhammad Bin Qasim and various importers. The importers contended that values of their items are being enhanced during the process of assessment but no cogent justification is given. The importers added that their declared prices were true and correct which could be verified from concerned commercial counselors. They were required to submit all evidences/record in support of their claim. The view point of the stakeholders was heard in detail and considered for reaching at customs values.

5. **Method Adopted to Determine Customs Values:** Valuation methods given in Section 25 of the Customs Act, 1969, were followed to arrive at customs values of Mini Trucks / Pickup and Cargo Trucks with Full / Dump body. Transaction value method provided in Section 25 (1) was found inapplicable owing to wide variation in the values being declared to the customs and incomplete descriptions. Identical/ similar goods value methods provided in Section 25 (5) & (6) 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 due to wide variation in declared values of subject goods. Thereafter, market enquiry as envisaged under Section 25 (7) of the Customs Act, 1969, was conducted. Online prices were also obtained to corroborate the findings of the market surveys. Computed Value Method as provided in Section 25 (8) could not be applied for valuation of the aforementioned goods as the cost of raw material and fabrication charges under clause (a) and amount of profit and general expenses under clause (b) of Section 25 (8) of the Act, in the country of export, could not be ascertained. All the information so gathered was evaluated and analyzed for the purpose of determination of customs values of Mini Cargo Vans/Trucks/Pickup, Cargo Truck and Dumpers. Consequently, the Customs values of Mini Trucks/Pickup and Cargo Truck with Full/Dump body have been determined under Section 25 (9) of the Customs Act, 1969.

6. **Customs Values for Mini Trucks/Pickup and Cargo Truck with Full/Dump body:** Mini Trucks/Pickup, Cargo Truck Full / Dump body *hereinafter* specified *shall* be assessed to duty/taxes at the following Customs Values: -

Mini Trucks/Pickup and Cargo Trucks with Full/Dump Body

S.No	Category	PCT	Proposed PCT for WeBOC	Origin	C&F value in US\$
(1)	(2)	(3)	(4)	(5)	(6)
1.	G.V.W. not exceeding 1.5 Tons up to 1000 cc.	8704.2190 8704.3190	8704.2190.1000 8704.3190.1000	China	3800/CBU
2.	G.V.W. not exceeding 1.5 Tons from 1000 cc to 1300 cc.	8704.2190 8704.3190	8704.2190.1100 8704.3190.1100	China	4400/CBU
3.	G.V.W. Exceeding 1.5 Tons but not exceeding 02 Tons	8704.2190 8704.3190	8704.2190.1200 8704.3190.1200	China	US\$ 4100/- plus (US\$ 2.05/ g.v.w. exceeding 1.5 Tons). In case of truck with Dump body, US\$ 800/- to be added.
4.	G.V.W. Exceeding 02 Tons but not	8704.2190 8704.3190	8704.2190.1300 8704.3190.1300	China	US\$ 5125/- plus (US\$ 1.71/g.v.w. exceeding 02 Tons). In case of truck with Dump body, US\$



