GOVERNMENT OF PAKISTAN
DIRECTORATE GENERAL OF CUSTOMS VALUATION
CUSTOM HOUSE KARACHI

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

Determination of Customs Values of Garments of Low End Brands of China, Indonesia, Malaysia, UAE, Bangladesh, Sri Lanka, Thailand, Vietnam & Other Origins Under Section 25-A of the Customs Act, 1969

(VALUATION RULING NO. 1398 / 2019)

C.No. Misc/13/2007-III/IV/ 12524 Dated: 28-10-2019

In exercise of the powers conferred under Section 25-A of the Customs Act, 1969, the Customs values of Garments of Low End Brands of China, Indonesia, Malaysia, UAE, Bangladesh, Sri Lanka, Thailand, Vietnam & other origins are determined as follows:-

2. **Background of the valuation issue:** Custom Values of Garments of low end brands were determined vide Valuation Ruling No. 886/2016 dated 25.07.2016. read with Order-in-revision No. 239/2016 dated 31.08.2016. Since the values given therein were more than 3 years old, it was deemed expedient to revise the same, keeping in view the international prices of subject goods. Moreover, The Federal Board of Revenue issued CGO No. 15/2019 dated 13.09.2019 and 17/2019 dated 19.09.2019 , wherein Unit of Measurement (UoM) of a number of commodities including socks and legging was changed from Kilogram to Unit (Per Piece) for the purpose of assessment. Therefore, keeping in view the above factors, an exercise to determine the Customs values of subject goods under 25-A was initiated.

3. **Stakeholders' Participation in Determination of Customs Values:** Meeting was held with stakeholders on 05.09.2019 to discuss the current international prices of subject items. All the stakeholders were requested to submit the following documents before or during the course of stakeholder's 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 the last four months showing the values of supplies (excluding duty and taxes) to substantiate their views.

4. The meeting was attended by number of stakeholders including representatives from All Pakistan Customs Agents Association & The Federation of Pakistan Chambers of Commerce & Industry. The points of view of the participants were heard in detail and considered to arrive at custom values of the subject good. M/s. FPCCI vide dated 22nd October, 2019 also recommended/ communicated the values of Garments of low end brands.

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5. **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. All the information so gathered was analyzed and evaluated. Keeping all the above in view, customs values of Garments of Low End Brands of China, Indonesia, Malaysia, UAE, Bangladesh, Sri Lanka, Thailand, Vietnam and other origins are determined under Sub-Section (7) of Section 25 of the Customs Act, 1969.

6. ***Customs Values*** of Garments of Low End Brands of China, Indonesia, Malaysia, UAE, Bangladesh, Sri Lanka, Thailand, Vietnam & other origins ***hereinafter specified*** shall be assessed to duty/taxes on the minimum Customs values mentioned against them in the Table below:

S.No.	Description of Goods	H.S Code	Proposed PCT for WeBOC	Origin	Custom Value US$/pc
(1)	(2)	(3)	(4)	(5)	(6)
1	Men's Suit (2 Piece Coat & Pant)	6101.2000 6101.3000 6101.9000 6102.2000 6102.3000 6102.9000 6103.1000 6103.2200 6103.2300 6103.2900 6103.3200 6103.3300 6103.3900 6104.1300 6104.1900 6104.2200 6104.2300 6104.2900 6104.3200 6104.3300 6104.3900 6201.1200 6203.1910 6203.1990 6203.2200 6203.2300 6203.2900 6203.3200 6203.3300 6203.3900	6101.2000.1000 6101.3000.1000 6101.9000.1000 6102.2000.1000 6102.3000.1000 6102.9000.1000 6103.1000.1000 6103.2200.1000 6103.2300.1000 6103.2900.1000 6103.3200.1000 6103.3300.1000 6103.3900.1000 6104.1300.1000 6104.1900.1000 6104.2200.1000 6104.2300.1000 6104.2900.1000 6104.3200.1000 6104.3300.1000 6104.3900.1000 6201.1200.1000 6203.1910.1000 6203.1990.1000 6203.2200.1000 6203.2300.1000 6203.2900.1000 6203.3200.1000 6203.3300.1000 6203.3900.1000	China/Vietnam	16.30/suit
				Indonesia/ Thailand/ Malaysia/ U.A.E	17.90/suit
				Bangladesh/ Sri Lanka	17.10/suit
				Other	19.50/suit
2	Men's Blazzer Coat	6101.2000 6101.3000 6101.9000 6102.2000 6102.3000 6102.9000 6103.1000 6103.2200 6103.2300 6103.2900 6103.3200 6103.3300 6103.3900 6104.1300 6104.1900 6104.2200 6104.2300 6104.2900 6104.3200 6104.3300 6104.3900 6201.1200 6203.1910 6203.1990 6203.2200 6203.2300 6203.2900 6203.3200 6203.3300 6203.3900	6101.2000.1100 6101.3000.1100 6101.9000.1100 6102.2000.1100 6102.3000.1100 6102.9000.1100 6103.1000.1100 6103.2200.1100 6103.2300.1100 6103.2900.1100 6103.3200.1100 6103.3300.1100 6103.3900.1100 6104.1300.1100 6104.1900.1100 6104.2200.1100 6104.2300.1100 6104.2900.1100 6104.3200.1100 6104.3300.1100 6104.3900.1100 6201.1200.1100 6203.1910.1100 6203.1990.1100 6203.2200.1100 6203.2300.1100 6203.2900.1100 6203.3200.1100 6203.3300.1100 6203.3900.1100	China/Vietnam	9.20
				Indonesia/ Thailand/ Malaysia/ U.A.E	10.10
				Bangladesh/ Sri Lanka	9.65
				Other	11.00

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3	Gents/ Ladies Trouser (Dress Paint, Jeans/ lowers)	6103.4200 6103.4300 6103.4900 6104.6200 6104.6300 6104.6900 6203.4110 6203.4190 6203.4200 6203.4300 6203.4900	6103.4200.1100 6103.4300.1100 6103.4900.1100 6104.6200.1100 6104.6300.1100 6104.6900.1100 6203.4100.1100 6203.4190.1100 6203.4200.1100 6203.4300.1100 6203.4900.1100	China/Vietnam	3.40
				Indonesia/ Thailand/ Malaysia/ U.A.E	3.75
				Bangladesh/ Sri Lanka	3.60
				Other	4.10
4	Gents/ Ladies Shirt/ T. Shirt	6105.1000 6105.2000 6105.9000 6106.1000 6106.2000 6106.9000 6109.1000 6109.9010 6109.9090 6205.3000 6205.9090	6105.1000.4000 6105.2000.4000 6105.9000.4000 6106.1000.4000 6106.2000.4000 6106.9000.4000 6109.1000.4000 6109.9010.4000 6109.9090.4000 6205.3000.4000 6205.9090.4000	China/Vietnam	2.82
				Indonesia/ Thailand/ Malaysia/ U.A.E	3.10
				Bangladesh/ Sri Lanka	2.96
				Other	3.38
5	Gents/ Ladies Jackets/ Sweaters (Non Wooven)	6103.3200 6103.3300 6103.3900 6104.3200 6104.3300 6104.3900	6103.3200.1200 6103.3300.1200 6103.3900.1200 6104.3200.1200 6104.3300.1200 6104.3900.1200	China/Vietnam	2.85
				Indonesia/ Thailand/ Malaysia/ U.A.E	3.15
				Bangladesh/ Sri Lanka	3.00
				Other	3.40
6	Ladies Upper/ Top Blouse	6104.3200 6104.3300 6104.3900 6104.5200 6104.5300 6104.5900 6106.1000 6106.2000 6106.9000 6206.3090 6206.4090 6206.9090	6104.3200.1300 6104.3300.1300 6104.3900.1300 6104.5200.1000 6104.5300.1000 6104.5900.1000 6106.1000.1000 6106.2000.1000 6106.9000.1000 6206.3090.1000 6206.4090.1000 6206.9090.1000	China/Vietnam	2.05
				Indonesia/ Thailand/ Malaysia/ U.A.E	2.25
				Bangladesh/ Sri Lanka	2.15
				Other	2.45
7	Boy's Suit (2 Piece Coat & Pant)	6101.2000 6101.3000 6101.9000 6102.2000 6102.3000 6102.9000 6103.1000 6103.2200 6103.2300 6103.2900 6103.3200 6103.3300 6103.3900 6104.1300 6104.1900 6104.2200 6104.2300 6104.2900 6104.3200 6104.3300 6104.3900 6201.1200 6203.1910 6203.1990 6203.2200 6203.2300 6203.2900 6203.3200 6203.3300 6203.3900	6101.2000.1400 6101.3000.1400 6101.9000.1400 6102.2000.1400 6102.3000.1400 6102.9000.1400 6103.1000.1400 6103.2200.1400 6103.2300.1400 6103.2900.1400 6103.3200.1400 6103.3300.1400 6103.3900.1400 6104.1300.1400 6104.1900.1400 6104.2200.1400 6104.2300.1400 6104.2900.1400 6104.3200.1400 6104.3300.1400 6104.3900.1400 6201.1200.1400 6203.1910.1400 6203.1990.1400 6203.2200.1400 6203.2300.1400 6203.2900.1400 6203.3200.1400 6203.3300.1400 6203.3900.1400	China/Vietnam	6.90/suit
				Indonesia/ Thailand/ Malaysia/ U.A.E	7.60/suit
				Bangladesh/ Sri Lanka	7.25/suit
				Other	8.30/suit
8	Boy's & Girls Shirts/ T-Shirt, Medi Frock	6105.1000 6105.2000 6105.9000 6106.1000 6106.2000 6106.9000 6109.1000 6109.9010 6109.9090 6205.3000 6205.9090	6105.1000.5000 6105.2000.5000 6105.9000.5000 6106.1000.5000 6106.2000.5000 6106.9000.5000 6109.1000.5000 6109.9010.5000 6109.9090.5000 6205.3000.5000 6205.9090.5000	China/Vietnam	1.58
				Indonesia/ Thailand/ Malaysia/ U.A.E	1.74
				Bangladesh/ Sri Lanka	1.66
				Other	1.90
9	Boys & Girls formal Dress Pants/ Trouser/ Jeans	6103.4200 6103.4300 6103.4900 6104.6200 6104.6300 6104.6900 6203.4110 6203.4190 6203.4200 6203.4300 6203.4900	6103.4200.1500 6103.4300.1500 6103.4900.1500 6104.6200.1500 6104.6300.1500 6104.6900.1500 6203.4100.1500 6203.4190.1500 6203.4200.1500 6203.4300.1500 6203.4900.1500	China/Vietnam	1.60
				Indonesia/ Thailand/ Malaysia/ U.A.E	1.75
				Bangladesh/ Sri Lanka	1.68
				Other	1.90

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10	Boys & Girls Jackets/ Sweaters (Non-Woolen)	6103.3200 6103.3300 6103.3900 6104.3200 6104.3300 6104.3900	6103.3200.1600 6103.3300.1600 6103.3900.1600 6104.3200.1600 6104.3300.1600 6104.3900.1600	China/Vietnam	1.60
				Indonesia/ Thailand/ Malaysia/ U.A.E	1.75
				Bangladesh/ Sri Lanka	1.68
				Other	1.90
11	Boys & Girls under shirts	6105.1000 6105.2000 6105.9000 6106.1000 6106.2000 6106.9000 6109.1000 6109.9010 6109.9090 6205.3000 6205.9090	6105.1000.6000 6105.2000.6000 6105.9000.6000 6106.1000.6000 6106.2000.6000 6106.9000.6000 6109.1000.6000 6109.9010.6000 6109.9090.6000 6205.3000.6000 6205.9090.6000	China/Vietnam	0.80
				Indonesia/ Thailand/ Malaysia/ U.A.E	0.88
				Bangladesh/ Sri Lanka	0.84
				Other	0.96
12	Girls upper/ Top Blouse	6104.3200 6104.3300 6104.3900 6104.5200 6104.5300 6104.5900 6106.1000 6106.2000 6106.9000 6206.3090 6206.4090 6206.9090	6104.3200.1700 6104.3300.1700 6104.3900.1700 6104.5200.1700 6104.5300.1700 6104.5900.1700 6106.1000.1700 6106.2000.1700 6106.9000.1700 6206.3090.1700 6206.4090.1700 6206.9090.1700	China/Vietnam	0.85
				Indonesia/ Thailand/ Malaysia/ U.A.E	0.95
				Bangladesh/ Sri Lanka	0.90
				Other	1.03
13	Boys Blazer (Coat)	6101.2000 6101.3000 6101.9000 6102.2000 6102.3000 6102.9000 6103.1000 6103.2200 6103.2300 6103.2900 6103.3200 6103.3300 6103.3900 6104.1300 6104.1900 6104.2200 6104.2300 6104.2900 6104.3200 6104.3300 6104.3900 6201.1200 6203.1910 6203.1990 6203.2200 6203.2300 6203.2900 6203.3200 6203.3300 6203.3900	6101.2000.1800 6101.3000.1800 6101.9000.1800 6102.2000.1800 6102.3000.1800 6102.9000.1800 6103.1000.1800 6103.2200.1800 6103.2300.1800 6103.2900.1800 6103.3200.1800 6103.3300.1800 6103.3900.1800 6104.1300.1800 6104.1900.1800 6104.2200.1800 6104.2300.1800 6104.2900.1800 6104.3200.1800 6104.3300.1800 6104.3900.1800 6201.1200.1800 6203.1910.1800 6203.1990.1800 6203.2200.1800 6203.2300.1800 6203.2900.1800 6203.3200.1800 6203.3300.1800 6203.3900.1800	China/Vietnam	3.40
				Indonesia/ Thailand/ Malaysia/ U.A.E	3.75
				Bangladesh/ Sri Lanka	3.55
				Other	4.10
14	Boys & Girls (Shorts Caprice, Bermuda)	6103.4200 6103.4300 6103.4900 6104.6200 6104.6300 6104.6900 6203.4110 6203.4190 6203.4200 6203.4300 6203.4900	6103.4200.1900 6103.4300.1900 6103.4900.1900 6104.6200.1900 6104.6300.1900 6104.6900.1900 6203.4100.1900 6203.4190.1900 6203.4200.1900 6203.4300.1900 6203.4900.1900	China/Vietnam	0.85
				Indonesia/ Thailand/ Malaysia/ U.A.E	0.95
				Bangladesh/ Sri Lanka	0.90
				Other	1.03
15	Baby/ Baba (Charm Suit/ Romper)	6111.2000 6111.3000 6111.9000 6209.2010 6209.3000 6209.9010 6209.9090	6111.2000.1100 6111.3000.1100 6111.9000.1100 6209.2010.1100 6209.3000.1100 6209.9010.1100 6209.9090.1100	China/Vietnam	0.68
				Indonesia/ Thailand/ Malaysia/ U.A.E	0.75
				Bangladesh/ Sri Lanka	0.72
				Other	0.82
16	Baby/ Baba Trousers, Dress, Pants, Jeans	6111.2000 6111.3000 6111.9000 6209.2010 6209.3000 6209.9010 6209.9090	6111.2000.1200 6111.3000.1200 6111.9000.1200 6209.2010.1200 6209.3000.1200 6209.9010.1200 6209.9090.1200	China/Vietnam	0.85
				Indonesia/ Thailand/ Malaysia/ U.A.E	0.95
				Bangladesh/ Sri Lanka	0.90
				Other	1.00

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17	Baby / Baba Jackets, Sweaters (Non Wooven)	6111.3000 6111.9000 6209.3000 6209.9010 6209.9090	6111.3000.1300 6111.9000.1300 6209.3000.1300 6209.9010.1300 6209.9090.1300	China/Vietnam	0.85
				Indonesia/ Thailand/ Malaysia/ U.A.E	0.95
				Bangladesh/ Sri Lanka	0.90
				Other	1.00
18	Baby/ Baba Cap/Bib/ Socks in pair	6111.9000 6203.4300 6203.4900	6111.9000.1400 6203.4300.1400 6203.4900.1400	China/Vietnam	0.045
				Indonesia/ Thailand/ Malaysia/ U.A.E	0.05
				Bangladesh/ Sri Lanka	0.0475
				Other	0.054
19	Baby/ Baba Legging/Tights	6111.9000 6203.4300 6203.4900	6111.9000.1500 6203.4300.1500 6203.4900.1500	China/Vietnam	0.15
				Indonesia/ Thailand/ Malaysia/ U.A.E	0.17
				Bangladesh/ Sri Lanka	0.16
				Other	0.18
20	Gents/ Ladies Track Suit	6112.1100 6112.1200 6112.1900 6211.1100 6211.1200 6211.4900 6103.4900 6104.6900 6109.9090 6111.3000 6112.1200	6112.1100.1700 6112.1200.1700 6112.1900.1700 6211.1100.1700 6211.1200.1700 6211.4900.1700 6103.4900.1700 6104.6900.1700 6109.9090.1700 6111.3000.1700 6112.1200.1700	China/Vietnam	4.30
				Indonesia/ Thailand/ Malaysia/ U.A.E	4.73
				Bangladesh/ Sri Lanka	4.52
				Other	5.16
	Boys/ Girls Track Suit	6112.1100 6112.1200 6112.1900 6211.1100 6211.1200 6211.4900 6103.4900 6104.6900 6109.9090 6111.3000 6112.1200	6112.1100.1800 6112.1200.1800 6112.1900.1800 6211.1100.1800 6211.1200.1800 6211.4900.1800 6103.4900.1800 6104.6900.1800 6109.9090.1800 6111.3000.1800 6112.1200.1800	China/Vietnam	1.85
				Indonesia/ Thailand/ Malaysia/ U.A.E	2.04
				Bangladesh/ Sri Lanka	1.94
				Other	2.22
22	Scarve/ Stole	6214.9020	6214.9020.1000	China/Vietnam	0.22
				Indonesia/ Thailand/ Malaysia/ U.A.E	0.24
				Bangladesh/ Sri Lanka	0.23
				Other	0.25

Furthermore, it is reiterated that these values are only for low end brands of specified origins and shall not be applicable for high end/ well known brand garments such as Zara, Boss, Marks & Spencer, Next Dockers, Levis, Mango, Yellow, Debenhams (Red Herring, MAaine, Collection, Hammond and Co., Jeff Banks, Jasper, Connan etc.) Bana republic, Gap, Giordano, Pierre Cardin, Wrangler, Splash, Mothercare, Baby Shop, Armani, Exchange, Calvin Kleinn, Diesel, Lee, Timberland, Tommy, Hilfinger etc. **Moreover, clearance Collectorates are advised and cautioned to take cognize of intellectual Property Rights violations, during import clearance of subject goods.**

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

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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.

11. ***This ruling supersedes Valuation Rulings No. 886/2016 dated 25.07.2016.***

(Shafique Ahmad Latki)
Director

Copy for information to:

1. The Member (Customs, Operations), F.B.R., Islamabad.
2. The Director General, Directorate General of Customs Valuation, Custom House, Karachi.
3. The Chief Collector of Customs, South (Appraisement), 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 Chief Collector of Customs, (Enforcement), Custom House, Quetta.
8. The Director General, Intelligence and Investigation-FBR, Islamabad.
9. The Director General, Audit (Customs & Petroleum), 1st Floor, PT&T Audit Building, Mauj-e-Darya Road, Lahore.
10. The Director General, Post Clearance Audit (PCA), Islamabad.
11. The Directors, Intelligence & Investigation, Karachi / Lahore / Islamabad/ Quetta Peshawar/ Faisalabad.
12. The Director, Directorate of Customs Valuation (Camp Office), Lahore.
13. The Deputy Director (HQ), Directorate General of Customs Valuation, Karachi, for uploading in One Customs &WeBOC database system and deleting *Valuation Ruling No. 886/2016 dated 25.07.2016*
14. The Chairman (Valuation Committee), FPCC&I, Federation House, Clifton, Karachi.

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