



GOVERNMENT OF PAKISTAN  
DIRECTORATE GENERAL OF CUSTOMS VALUATION  
CUSTOM HOUSE KARACHI  
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The Collectors of Customs, Model Customs Collectorate, Appraisement East / West / Port Muhammad Bin Qasim / Export (Karachi / Port Qasim) / JIAP, Karachi / Preventive, Karachi / Lahore (Appraisement / Preventive) / Sambrial (Sialkot) / Faisalabad / Multan / Islamabad / Hyderabad / Quetta (Appraisement / Preventive) / Peshawar (Appraisement / Preventive) / Gawadar / Gilgit-Baltistan.

**Determination of Customs Values of Motor Cycle Parts  
under Section 25-A of the Customs Act, 1969**

(VALUATION RULING NO. 1422 2019)

No.Reg.Misc/31/2007-VIII 12547

Dated: 02-11- 2019

In exercise of the powers conferred under Section 25-A of the Customs Act, 1969, Customs values of Motor Cycle Parts are determined as follows:

2. **Background of the valuation issue:** Earlier the Customs values of Motor Cycle Parts were determined under Section 25A of the Customs Act, 1969, vide Valuation Ruling No.967/2016 dated 16-11-2016. The Federal Board of Revenue issued CGO No.15/2019 dated 13<sup>th</sup> September 2019 and CGO No.17/2019 dated 19<sup>th</sup> September 2019 wherein the Unit of Measurement (UoM) of a number of items including a number of Motorcycle Parts for the assessment purposes was changed. Moreover, the said Valuation Ruling was three years old and fluctuations in international prices of the items were observed. This necessitated re-determination of Customs values to bring the Unit of Measurement in conformity with above CGOs.

3. **Stakeholders' participation in determination of Customs values:** Meeting with all the stakeholders, trade bodies including representatives of clearance Collectorate, was held in this Directorate General on 22-10-2019. The importers/stakeholders were requested to submit their proposals/suggestions as well as following documents before or during the course of stakeholders' meetings so that Customs values could be determined:


- Invoices of imports during last three months showing factual value.
- Websites, names and E-mail addresses of known foreign manufacturers of the item in question through which the actual current value can be ascertained.
- Copies of Contracts made / LCs opened during the last three months showing the value of item in question.
- 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 meeting was attended by representatives of Collectorate, importers, local manufacturers and APMSPI&DA. The local manufacturers stated that the dynamics of subject commodity have changed and most of commercial importers have become manufacturer / assemblers. M/s. Atlas Honda and All Pakistan Motor Cycle Spare Parts Importers & Dealers Association submitted their suggestions that there is no price change in the international market, therefore, the Customs values in the impugned Valuation Ruling shall not be decreased. Various proposals to convert the Unit of Measurement were also discuss.



5. **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 goods. The transaction value method as provided in sub-Section (1) of Section 25 of the Customs Act, 1969, was found inapplicable due to wide variation of values displayed in the import data. Moreover, no participant of meeting submitted documentary evidences to prove that their declared value was true transactional value. Hence, requisite information required under law was not available to arrive at the correct transaction value. Therefore, identical / similar goods value method as provided in sub-Sections (5) & (6) of Section 25 *ibid* were examined for applicability to the valuation issue in the instant case but due to wide variations in declarations, this method could not be relied upon exclusively. In line with the statutory sequential order of Section 25, this office conducted a number of inquiries from various markets to arrive at Customs values under sub-Section (7) of Section 25 of the Customs Act, 1969. Finally, reliance had to be made on sub-Section (7) of Section 25 of the Customs Act, 1969 to determine Customs values of Motorcycle Parts.

6. **Customs values for Motor Cycle Parts:** Motor Cycle Parts *hereinafter* specified shall be assessed to duty/taxes at the following minimum Customs values :-



S.No.	Description of Goods	H.S Code	Proposed PCT for WeBoc	Origin	Customs Values (C&F) USS OEM Brands (Genuine Parts)	Customs Values (C&F) USS (Commercial Brands)(Non Genuine Parts)
(1)	(2)	(3)	(4)	(5)	(6)	(7)
1	Srping Clutch Lever	7320.9090	7320.9090.1000	China	0.07/Pc	0.054/Pc
2	Cylinder Head Cover (Front & Rear)	8409.9110	8409.9110.1000	China	10.14/Kg	7.80/Kg
3	Insulator Carburetor	8409.9140	8409.9140.1000	China	16.32/Kg	6.60/Kg
4	Ring for Piston	8409.9130	8409.9130.1000	China	12.00/Kg	6.00/Kg
5	Carburetor	8409.9140	8409.9140.1100	China	13.80/Kg	5.72/Kg
6	Crank Case (Right & Left)	8409.9110	8409.9110.1100	China	6.84/Kg	5.70/Kg
7	Crank Case Cover (Right & Left)	8409.9110	8409.9110.1200	China	6.36/Kg	5.40/Kg
8	C.D.I. Unit	8711.2010	8711.2010.1000	China	0.96/Pc	0.30/Pc
9	Bolt Flange 6x22	7318.1590	7318.1590.1000	China	4.73/Kg	3.90/Kg
10	Bolt A-Cylinder Stud	7318.1590	7318.1590.1100	China	4.42/Kg	3.90/Kg
11	Spring Cam Chain	7320.9090	7320.9090.1100	China	0.02/Pc	0.016/Pc

12	Spring Valve Inner	7320.9090	7320.9090.1200	China	0.04/Pc	0.037/Pc
13	Rectifier Regulator	8714.1020	8714.1020.1000	China	1.34/Pc	0.50/Pc
14	Bolt Flange 6x65	7318.1590	7318.1590.1200	China	4.36/Kg	3.54/Kg
15	Piston	8409.9110	8409.9110.1300	China	6.89/Kg	3.00/Kg
16	Hub (Front)	8714.1020	8714.1202.1100	China	3.67/Pc	3.25/Pc
17	Hub (Rear)	8714.1020	8714.1202.1100	China	4.63/Pc	4.10/Pc
18	Bolt Flange 6x40	7318.1590	7318.1590.1300	China	3.77/Kg	3.24/Kg
19	Valve Inlet/Exhaust	8409.9130	8409.9130.1100	China	13.01/Kg	3.00/Kg
20	Cylinder Head	8409.9130	8409.9130.1200	China	6.41/Kg	3.36/Kg
21	Key Lock Set	8301.2010	8301.2010.1000	China	0.47/Set	0.29/Set
22	Drum Gear Shift	8714.1090	8714.1090.1200	China	1.86/Pc	1.50/Pc
23	Shock Absorber (Front)	8714.1020	8714.1090.1300	China	8.56/2pc Set	8.00/2pc Set
24	Shock Absorber (Rear)	8714.1020	8714.1090.1300	China	7.28/2pc Set	6.80/2pc Set
25	Clutch Housing Assembly	8714.1020	8714.1020.1400	China	4.69/Pc	3.50/Pc
26	Crank Shaft (Right)	8483.1012	8483.1012.1000	China	5.42/Pc	4.80/Pc
27	Crank Shaft (Left)	8483.1012	8483.1012.1100	China	5.42/Pc	4.80/Pc
28	Magneto	8511.2010	8511.2010.1000	China	8.03/Pc	3.78/Pc
29	Main Shaft	8483.1012	8483.1012.1200	China	1.18/Pc	0.48/Pc
30	Counter Shaft	8483.1012	8482.1012.1300	China	1.18/Pc	0.48/Pc
31	Wire Harness	8544.3011	8544.3011.1000	China	3.06/Kg	2.70/Kg
32	Gear Counter Shaft	8483.1012	8483.1012.1400	China	0.52/Pc	0.43/Pc
33	Gear Main Shaft	8483.1012	8483.1012.1800	China	0.52/Pc	0.43/Pc
34	Spring Gear Shift Return	7320.9090	7320.9090.1300	China	0.04/Pc	0.036/Pc
35	Cam Chain	7315.1110	7315.1110.1000	China	2.69/Kg	1.74/Kg
36	Spring Valve Outer	7320.9090	7320.9090.1400	China	0.05/Pc	0.036/Pc
37	Bolt B-Cylinder Stud	7318.1590	7318.1590.1400	China	2.14/kg	1.92/Kg
38	Brake Shoe	8714.1020	8714.1020.1600	China	0.50/Set	0.45/Set
39	Cylinder Body	8409.9110	8409.9110.1400	China	1.80/Kg	1.74/Kg
40	Ignition Coil	8511.3010	8511.3010.1000	China	0.83/Pc	0.42/Pc
41	Spindle Gear Shaft	8483.1012	8483.1012.1600	China	0.38/Pc	0.36/Pc



42	Spring Kick Starter	7320.9090	7320.9090.1500	China	0.14/Pc	0.13/Pc
43	Roller Chain	7315.1110	7315.1110.1100	China	2.10/Kg	1.51/Kg
44	Chain Kit (Chain with sprocket)	8714.1090	8714.1090.1300	China	3.13/Set	2.25/Set
45	Spark Plug	8511.1000	8511.1000.1000	China	0.60/Pc	0.18/Pc
46	Spokes with Nipples (Chromed)	8714.1020	8714.1020.1700	China	3.93/Gross	3.30/Gross
47	Spokes with Nipples (Un-Chromed)	8714.1020	8714.1020.1800	China	2.98/Gross	2.50/Gross
48	Axle (Front)	8714.1020	8714.1020.1900	China	0.57/Pc	0.50/Pc
49	Axle (Center )	8714.1020	8714.1020.1900	China	0.62/Pc	0.54/Pc
50	Axle (Rear)	8714.1020	8714.1020.1900	China	0.78/Pc	0.68/Pc
51	Gear lever (Gear Shift Pedal)	8714.1020	8714.1020.2000	China	0.55/Pc	0.48/Pc
52	Hub Rubber/Drum Rubber	8714.1090	8714.1090.1400	China	0.30/Set	0.25/Set
53	Sprocket Panel (Buffer Body)	8714.1090	8714.1090.1500	China	1.25/Pc	0.75/Pc
54	Clutch Boss (Outer Clutch)	8714.1090	8714.1090.1600	China	1.00/Pc	0.60/Pc
55	Drive Plate	8714.1090	8714.1090.1700	China	1.10/Pc	0.90/Pc
56	Brake Cam and lever shaft Rear and Front	8714.1020	8714.1020.2100	China	0.45/Set	0.38/Set

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 sub-Section (1) of Section 25 of the Customs Act, 1969, and the same may be communicated to this Directorate General forthwith. In case of consignments imported by air, the assessing officer shall take into account the element of air freight while assessing the goods.

8. **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 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 of this ruling, before the Director General, Directorate General of Customs Valuation, 7<sup>th</sup> 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 to this Valuation Ruling. HS Codes are mentioned for illustrative purposes 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 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.

10. *This Valuation Ruling supersedes the Valuation Ruling No.967/2016 dated 16-11-2016.*

  
(Shafique Ahmad Latki)  
Director

Copy for information to: -

1. The Member (Customs, Operations), F.B.R., Islamabad.
2. The Director General, Customs Valuation, Custom House, Karachi.
3. The Chief Collector of Customs, South (Appraisalment/ Enforcement), Custom House, Karachi.
4. The Chief Collector of Customs (Central), Lahore.
5. The Chief Collector of Customs (North), Islamabad.
6. The Chief Collector of Customs, (Appraisalment/ Enforcement), Custom House, Quetta.
7. The Director General, Intelligence and Investigation-FBR, Islamabad.
8. The Director General, Audit (Customs & Petroleum), 1st Floor, PT&T Audit Building, Mauj-e-Darya Road, Lahore.
9. The Director General, Post Clearance Audit (PCA) & Internal Audit, Karachi.
10. The Directors, Intelligence & Investigation, Karachi / Lahore / Islamabad/ Quetta/Peshawar/ Faisalabad.
11. The Director, Directorate of Customs Valuation, Lahore.
12. The Deputy Director (HQ), Directorate General of Customs Valuation, Karachi, for uploading in One Customs & WeBOC database system and deleting Valuation Ruling No.967/2016 dated 16-11-2016 from the system.
13. The Chairman (Valuation Committee), FPCC&I, Federation House, Clifton, Karachi.
14. The Chambers of Commerce & Industry, Karachi, Lahore, Islamabad, Hyderabad, Quetta & Peshawar.
15. The Karachi Customs Agents Group, Bohri Road, Karachi.
16. The Webmaster, Federal Board of Revenue, Islamabad.
17. Guard File.