



GOVERNMENT OF PAKISTAN
DIRECTORATE GENERAL OF CUSTOMS VALUATION
CUSTOM HOUSE KARACHI

The Collector of Customs, Model Customs Collectorate, Appraisement and Facilitation (East / West) / Port Qasim / Enforcement and Compliance, JIAP, Karachi / (Appraisement and Facilitation / Enforcement and Compliance), AIIA Lahore / Sambrial (Sialkot) / Faisalabad / Multan / Islamabad / Hyderabad / Quetta / Appraisement and Facilitation / Enforcement and Compliance Peshawar / Gwadar / Gilgit-Baltistan / Exports (Karachi / Port Qasim).

Determination of Customs Values of Wheel Rim (Alloy / Other than Alloy) under Section 25-A of the Customs Act, 1969

(VALUATION RULING NO. 166 / 2020)

No.Reg-Misc/20/2010-VIIIA

Dated: 2, March, 2020

In exercise of the powers conferred under Section 25A of the Customs Act, 1969, Customs values of Wheel Rim (Alloy/ other than Alloy) of Vehicles are determined as follows:

- Background of the Valuation Issue:** The Values of Wheel Rim (Alloy/ other than Alloy) of vehicles was issued under Section 25A of the Customs Act, 1969, vide Valuation Ruling No. 921/2016 dated 31-08-2016. On after issuance of CGO 17/2019 dated 19th September 2019, wherein the unit of measurement of (Alloy/ other than Alloy) Rims was changed from kilogram to per piece, a Valuation Ruling No. 1421/2019 dated 02-11-2019 was issued to re-vamp the said unit of measurement. As the values of goods were not given due consideration at the time of said re-vamping process, an exercise was initiated in this Directorate General to bring the values in conformity with the prevalent international prices.
- A meeting notice was issued for 19-02-2020 but neither anybody turned up to attend the meeting, nor any adjournment was sought. Consequently, another hearing notice was issued for meeting on 28-02-2020, but only the representatives of M/s Atlas Honda and M/s Indus Motors attended the meeting. No one from commercial importer's side attended the meeting. In given scenario, issuance of another meeting notice was found to be useless.
- 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 one attended the meeting nor submitted any document in this regard. 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, these methods 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 Wheel Rim (Alloy/ other than Alloy) of vehicles.

5. **Customs Values for Wheel Rim (Alloy/ other than Alloy) Vehicles:** Wheel Rim (Alloy/ other than Alloy) of Vehicles *hereinafter specified* shall be assessed to duty / taxes at the following minimum Customs values:-

S.No.	Description	PCT Code	Proposed PCT for WeBOC	Origin	Customs Values (C&F) US\$/Pc
(1)	(2)	(3)	(4)	(5)	(6)
1.	Alloy Wheel Rim (a) 12 inch – 13 inch (b) 14 inch – 16 inch (c) 17 inch – 18 inch	8708.7010 8708.7020	8708.7010.1000 8708.7020.1000	China	(a) 10.50 (b) 17.00 (c) 26.00
2.	Alloy Wheel Rim (a) 12 inch – 13 inch (b) 14 inch – 16 inch (c) 17 inch – 18 inch	8708.7010 8708.7020	8708.7010.1100 8708.7020.1100	Other Origins	(a) 20.00 (b) 23.00 (c) 37.00
3.	Wheel Rim (Other than Alloy) (a) 12 inch – 13 inch (b) 14 inch – 16 inch (c) 17 inch – 18 inch	8708.7010 8708.7020	8708.7010.1000 8708.7020.1000	China	(a) 5.25 (b) 8.00 (c) 13.00
4.	Wheel Rim (Other than Alloy) (a) 12 inch – 13 inch (b) 14 inch – 16 inch (c) 17 inch – 18 inch	8708.7010 8708.7020	8708.7010.1100 8708.7020.1100	Other Origins	(a) 10.00 (b) 11.50 (c) 18.50



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 (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 differential between air freight and sea freight while applying the Customs values determined in this Ruling.


7. **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.

8. **Revision of the value determined vide this Valuation Ruling:** This Valuation Ruling is appealable under the law and a revision petition may be filed against this Ruling, 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, 7th Floor, Custom House, Karachi.

9. The Collectors of Customs may kindly ensure that the values given in the 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 Directorate General immediately. The Customs values determined in the Valuation Ruling are for the descriptions and specifications as mentioned herein, HS Codes are mentioned for illustrative purposes so that Valuation Ruling values are made accessible to the assessing officers. The assessment shall be finalized in the correct classifications after fulfilling requisite formalities relating to importability or other certifications 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 of the Customs Act, 1969 or any other law in vogue therein.

10. ***This ruling supersedes Valuation Ruling No. 1421/2019 dated 02-11-2019.***


(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 (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 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, Lahore.
13. The Deputy Director (HQ), Directorate General of Customs Valuation, Karachi, for uploading in One Customs & WeBOC database system.
14. The Chairman (Valuation Committee), FPCC&I, Federation House, Clifton, Karachi.
15. The Chambers of Commerce & Industry, Karachi, Lahore, Islamabad, Hyderabad, * Quetta & Peshawar.
16. The Review Section, Customs Valuation, 7th Floor, Custom House, Karachi.
17. The Karachi Customs Agents Group, Bohri Road, Karachi.
18. Notice Board, Customs Valuation 7th Floor, Custom House, Karachi.
19. The Webmaster, Federal Board of Revenue, Islamabad.