



GOVERNMENT OF PAKISTAN  
DIRECTORATE GENERAL OF CUSTOMS VALUATION  
CUSTOM HOUSE, KARACHI

The Collectors of Customs, Model Customs Collectorates, Appraisement & Facilitation (East West) Port Muhammad Bin Qasim JIAP, Karachi (Appraisement & Facilitation Enforcement & Compliance), AHA Lahore / Sambrial (Sialkot) / Faisalabad / Multan / Islamabad / Hyderabad / Quetta (Appraisement / Preventive) / Peshawar (Appraisement & Facilitation Enforcement & Compliance) / Gawadar / Gilgit-Baltistan / Export (Karachi / Port Qasim)

**DETERMINATION OF CUSTOM VALUES OF BARLEY & OATS,  
UNDER SECTION 25-A OF THE CUSTOMS ACT, 1969**

**(VALUATION RULING NO. 1144/2020)**

C. No. Misc/14/2016-I / 3013

Dated: 20/03/2020

In exercise of the powers conferred under Section 25-A of the Customs Act, 1969 the customs values of Barley & Oats are determined as follows:-

2- **Background of the valuation issue:** Earlier the customs values of Barley & Oats were determined under Section 25A of the Customs Act, 1969 vide Valuation Ruling No.918/2016 dated 26-08-2016. During the analysis of import data, it was noticed that the current market values of the subject goods have changed. Moreover, the values given in said Valuation Ruling, being more than three years old, needed redetermination, to bring those in line with markets. Therefore, an exercise to determine the Customs values of the subject goods under Section 25-A was initiated in the Directorate General.

3- **Stakeholders' participation in determination of values:** Meeting with the stakeholders was held on 26-11-2019. The stakeholders were requested to furnish the following requisite documents:


- 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 difference in price (excluding duty and taxes) to substantiate that the benefit of difference in price is passed on to the local buyers.

No one attended the meeting except representative of M/s Murree Brewery Co. Ltd, who stated that they import malting Barley under PCT 1003.1000 and their declared value were always

higher than the values mentioned in Valuation Ruling. During the meeting it was discussed that the prices of Barley & Oats as available in 'Public Ledger', which is an authentic publication, are reflective of prevailing international market prices and it would be appropriate if prices of goods are checked/verified from said publication.

4- **Method adopted to determine Customs values:** Custom Valuation methods given in Section 25 of the Customs Act, 1969 were applied in sequential order 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 requisite information under the law was not available. 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 variation and suppressed declarations, the same could not be relied upon. In the sequential order this office then resorted to conduct a market inquiry in terms of Sub-Section (7) of Section 25 of the Customs Act, 1969. Sub-section (9) of Section 25 of the Customs Act, 1969 was, however, applied to arrive at the assessable Customs values.

5- **Customs values for Barley & Oats - hereinafter specified** shall be assessed to duty/ taxes on the following minimum Customs values given against them in the Table below: -



Sr. No	Description of Goods	PCT	Origin	Customs Values (C&F) US\$/Kg
1	Barley	1003.9000	All Origins	Applicable FOB value from Public Ledger + US\$ 40/MT (on account of freight charges)
2	Oats	1004.9000	All Origins	Applicable FOB value from Public Ledger + US\$ 40/MT (on account of freight charges)


6- In cases where declared/ transaction values are higher than the Customs value determined in this Ruling, the assessing officer shall apply those values in terms of Sub-Section (1) of Section 25 of the Customs Act, 1969. 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 value 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- Review of the value determined vide this Valuation Ruling:** A review 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, 7<sup>th</sup> 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 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 misdeclaration 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 918/2016, dated 26-08-2016.**

  
(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 & Facilitation), Custom House, Karachi.
4. The Chief Collector of Customs, South (Enforcement & Compliance), 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 & Compliance), Custom House, Quetta.
8. The Director General, Intelligence and Investigation-FBR, Islamabad.
9. The Director General, PCA& Internal Audit, Karachi.
10. The Director General, IOCO, Karachi
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.