GOVERNMENT OF PAKISTAN
DIRECTORATE GENERAL OF CUSTOMS VALUATION
CUSTOM HOUSE KARACHI
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The Collector of Customs, Model Customs Collectorates, Appraisement and Facilitation (East / West) / Port Qasim / Enforcement and Compliance, JIAP, Karachi / (Appraisement and Facilitation / Enforcement and Compliance), MCC 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 CABLE WIRE LOCK UNDER SECTION 25-A OF THE CUSTOMS ACT, 1969

(VALUATION RULING NO. 1447 / 2020)

No. Misc/14/20109-VI/3045 Dated: 12-05-2020

In exercise of the powers conferred under Section 25-A of the Customs Act, 1969, Customs values of Cable Wire Locks are determined as follows: -

2. **Background of the valuation issue:** The Customs Values of Cable Wire Locks were determined vide Valuation Ruling No 731/2015 dated 18-05-2015. As the ruling was very old and values in the international market had shown upward trend, an exercise was initiated to determine the Customs values afresh of Cable Wire Locks under Section 25-A of the Customs Act, 1969.

3. **Stakeholders' participation in determination of Customs values:** Meeting with stakeholders was held on 09-01-2019. The participants were requested to submit following documents before or during the stakeholders meetings.

i) Invoice of Imports made during last three months showing factual value.
ii) Websites, names and E-mail address of known foreign suppliers / manufacturers of the item in question through which the actual current value could be ascertained.
iii) Copies of contracts made / LCs opened during the last three months showing the value of items in question.
iv) Copies of Sales Tax paid invoices issued during last four months (excluding duty and taxes) to substantiate the contentions of the importers.

4. Representative of M/s Shaheen Enterprise, Karachi, M/s Light Corporation Karachi and representative of Karachi Chamber of Commerce & Industries, appeared in meeting and contended that the values of iron and steel had basically declined in the international market and thus the values may either be reduced or kept unchanged. No one, however, submitted any documents to support the contention.

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 required 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 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 and found this method appropriate to arrive at the customs values of the subject items. Accordingly the customs values of Cable Wire Lock are determined under Sub-Section (7) of Section 25 of the Customs Act, 1969.

6. **Customs values for Cable Wire Lock:** Cable Wire Lock ***hereinafter*** specified shall be assessed to duty/taxes at the following Customs values: -

S. No.	Description	Specification weight per piece	PCT Heading	Proposed PCT for WeBOC	Origin	Custom Value C&F US$ per piece
(1)	(2)	(3)	(4)	(5)	(6)	(7)
	Cable Wire Lock	Up to 150 Grams	8301.4000	8301.4000.1000	Europe/USA	0.26
					China	0.22
					Other	0.27
		From 151 Grams to 250 Grams		8301.4000.1100	Europe/USA	0.36
					China	0.30
					Other	0.37
		Above 251 Grams		8301.4000.1200	Europe/USA	0.66
					China	0.55
					Other	0.68

7. In cases where declared / transaction values are higher than the Customs value determined in this Ruling or higher evidential data is available of stipulated period 90 days, 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.

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:** 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.

10. 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.

11. This Valuation Ruling supersedes previous Valuation Ruling No. 731/2015, dated 18-05-2015.

(Shafique Ahmad Latki)
Director

Copy for information to: -

1. The Member (Customs, Operations), F.B.R., Islamabad.
2. The Director General, Directorate General 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 & Investigation-FBR, Islamabad.
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 General of Customs, Valuation Custom House, Lahore.
12. The Deputy Director (HQ), Directorate General of Customs Valuation, Karachi, for uploading in One Customs & WeBOC database 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 Review Section, Customs Valuation, 7th Floor, Custom House, Karachi.
16. The Karachi Customs Agents Group, Bohri Road, Karachi.
17. Notice Board, Customs Valuation 7th Floor, Custom House, Karachi.
18. The Webmaster, Federal Board of Revenue, Islamabad.