



GOVERNMENT OF PAKISTAN
DIRECTORATE GENERAL OF CUSTOMS VALUATION
CUSTOM HOUSE KARACHI

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

Determination of Customs Values of Viscose Filament Yarn thereof, Under Section 25-A of the Customs Act, 1969

(VALUATION RULING NO. 1464 / 2020)

No. Misc/14/2007-IV/

5039

Dated: 13, -08-2020

In exercise of the powers conferred under Section 25A of the Customs Act, 1969, custom values of Viscose Filament Yarn, of different deniers thereof, are determined as follows:



Background of the Valuation Issue: Earlier the Customs values of Viscose Filament Yarn 30D to 60D were determined vide Valuation Ruling No.1617/2013 dated 02.12.2013 and 478/2012 dated 22-10-2012. There was a representation from Pakistan Yarn Manufacture Association (Pakistan), wherein they contended that value of subject item needs to be aligned with international values. They requested to determine the applicable custom values in accordance with the trend of values in the international market. Keeping in view the prevailing prices of the subject goods, this Directorate General initiated an exercise for determination of the Customs Values in terms of Section 25-A of the Customs Act, 1969.

3. **Stakeholders' Participation in Determination of Customs Values:** Meetings with stakeholders and M/s Pakistan Yarn Merchants Association (Karachi & Gujranwala) were held on 12-02-2020 and 23-07-2020. They suggested the values of viscose filament yarn of different deniers on the basis of values as available on CCFEI website. The importers and stakeholders provided documents to show trend of values in international markets.

4. **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 because requisite information was not

available as per law. The wide variation of values displayed in the import data as available on record also strengthened the aforementioned fact. Hence requisite information required under law was not available to arrive at the 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. The same provided some reference values but could not be exclusively and solely relied upon. In line with the statutory sequential order of Section 25, this office conducted market inquiries using Deductive Value Method under Sub-Section (7) of Section 25 of the Customs Act, 1969, which provided wide range of prices depending upon variety/quality /counts etc. and location of the market. Hence, this method of valuation could not be exclusively relied upon due to the aforesaid reasons. Thereafter, Sub-Section (8) was examined but valuation under this sub-section also could not be made due to non availability of conversion and processing cost of the exporting country. Finally, reliance had to be made on Sub-Section (9) of Section 25 of the Customs Act, 1969. All information gathered above was utilized, evaluated and analyzed for purpose of determination of customs values. Consequently, customs values of Viscose Filament Yarn thereof have been determined under section 25 (9) of the customs act 1969.

5. **Customs values for Viscose Filament Yarn:** Viscose Filament Yarn thereof *hereinafter* specified shall be assessed to duty / taxes at the following minimum Customs Values:-



(1)	(2)	(3)	(4)	(6)
	Description of Goods	P.C.T	Proposed PCT for WEBOC	Customs Values (C&F) US \$/Kg
01	Viscose Filament Yarn 30-Diners	5403.3100	5403.3100.1000	7.20
02	Viscose Filament Yarn 40-Diners	5403.3100	5403.3100.1000	6.50
03	Viscose Filament Yarn 50-Diners	5403.3100	5403.3100.1000	5.50
04	Viscose Filament Yarn 60-Diners	5403.3100	5403.3100.1000	5.10
5	Viscose Filament Yarn 75-Diners	5403.3100	5403.3100.1000	4.50
6	Viscose Filament Yarn 100-Diners	5403.3100	5403.3100.1000	4.00
7	Viscose Filament Yarn 120-Diners	5403.3100	5403.3100.1000	3.80
8	Viscose Filament Yarn 120-Diners-2 Ply	5401.2010	5401.2010.1000	4.50
9	Viscose Filament Yarn 150-Diners	5403.3100	5403.3100.1000	3.70

