



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), AIIA Lahore / Sambrial (Sialkot) / Faisalabad / Multan / Islamabad / Hyderabad / Quetta / Appraisement 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)	Description of Goods (2)	P.C.T (3)	Proposed PCT for WEOC (4)	Customs Values (C& F) US \$/Kg (6)
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



10	Viscose Filament Yarn 150-Diners-2ply	5401.2010	5401.2010.1000	4.10
11	Viscose Filament Yarn 240-Diners	5403.3100	5403.3100.1000	2.95
12	Viscose Filament Yarn 300-Diners	5403.3100	5403.3100.1000	2.90
13	Viscose Filament Yarn 450-Diners	5403.3100	5403.3100.1000	2.80
14	Viscose Filament Yarn 600-Diners	5403.3100	5403.3100.1000	2.80
15	Viscose Filament Yarn 120-Diners(2Ply) Dyed-(All type of Packing)	5403.3200	5403.3200.1000	6.30

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.

**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 Defermined 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, 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 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.617/2013 dated 02.12.2013 and 478/2012 dated 22-10-2012.*

  
(Shafique Ahmad Latki)  
Director

Copy for information to: -

1. The Member (Customs-Operations), Federal Board of Revenue, Islamabad.
2. The Director General, Directorate General 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, Custom House, Quetta.
8. The Director General, Intelligence and Investigation-FBR, Islamabad.
9. The Director General, Post Clearance Audit (PCA) & Internal Audit, Karachi.
10. The Director General, Transit & Trade, Custom House, Karachi.
11. The Directors, Intelligence & Investigation, Karachi / Lahore / Islamabad / Quetta / Peshawar / Faisalabad / Gwadar.
12. The Director, Transit & Trade, Custom House, Karachi.
13. The Director, Directorate General of Customs, Valuation Custom House, Lahore.
14. The Deputy Director (HQ), Directorate General of Customs Valuation, Karachi, for uploading in One Customs & WeBOC database system.
15. The Chairman (Valuation Committee), FPCC&I, Federation House, Clifton, Karachi.
16. The Chambers of Commerce & Industry, Karachi, Lahore, Islamabad, Hyderabad, Quetta & Peshawar.
17. The Review Section, Customs Valuation, 7<sup>th</sup> Floor, Custom House, Karachi.
18. The Karachi Customs Agents Group, Bohri Road, Karachi.
19. Notice Board, Customs Valuation 7<sup>th</sup> Floor, Custom House, Karachi.
20. The Webmaster, Federal Board of Revenue, Islamabad.