



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

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

DETERMINATION OF CUSTOMS VALUES OF ADHESIVE PLASTER, SURGICAL TAPE AND NON WOVEN DRESSING ROLL PCT (3005.1090 & 3005.9090) UNDER SECTION 25-A OF THE CUSTOMS ACT, 1969

(VALUATION RULING NO. 1487/2020)

C.No. Misc/15/2019-II/5421

Dated: 17-11-2020

In exercise of the powers conferred under Section 25-A of the Customs Act, 1969, the Customs values of Adhesive Plaster, Surgical Tape and Non-woven dressings Roll PCT (3005.1090 and 3005) are determined as follows: -

2. **Background of the valuation issue:** A representation was received from M/s Healthcare Devices Association of Pakistan (HDAP), Karachi contenting that Adhesive Plaster, Surgical Tape and Non-woven dressing Roll are being imported and cleared at lower values than its actual transactional values from China. After analysis of declarations, the import data and valuation trends, both in declarations as well as in market, the information was found to vary weight. Therefore, an exercise was initiated in this Directorate General to determine customs values of subject goods in terms of Section 25-A of the Customs Act, 1969.

3. **Stakeholders' participation in determination of values:** Meetings were held on 15-01-2020 and 24-08-2020, which were attended by different stakeholders. The participants were requested to submit following documents before or during the course of meeting so that customs values could be determined: -


- i. Invoices of imports during last three months showing customs 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 the last four months showing the difference in price (excluding duty and taxes) to substantiate their contentions.

During the meeting, some of the stake-holders submitted copies of Goods Declarations, invoices and B/L etc. showing declared values higher than the declaration of the other importers.

Some of the importers challenged said declarations but could not produce any documentary evidence to prove their stance. The view point of all participants was heard in detail and considered to arrive at Customs values of the subject goods.

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 under law was not available to arrive at the transaction value. Therefore, identical / similar goods value methods 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 for (Deductive Value Method) under Sub-Section (7) of Section 25 of the Customs Act, 1969 which was found appropriate and was applied to arrive at assessable customs values of Adhesive Plaster, Surgical Tape and Non-woven dressings Roll.

5. Customs values for Adhesive Plaster, Surgical Tape and Non-woven dressings Roll: Adhesive Plaster, Surgical Tape and Non-woven dressings Roll hereinafter specified shall be assessed to duty/ taxes on the minimum Custom values given against them in the Table below: -



Sr. No.	Item Description	H.S Code	Proposed PCT for WeBOC	Origin	Custom Values C&F (US\$/Kg)
(1)	(2)	(3)	(4)	(5)	(6)
1.	Adhesive Plaster	3005.1090 3005.9090	3005.1090.1000	China	5.11
			3005.9090.1000		
2.	Surgical Tape		3005.1090.1100		4.50
			3005.9090.1100		
3.	Non-woven dressings Roll		3005.1090.1200		3.35
			3005.9090.1200		

6. In cases where declared / transaction values are higher than the Customs values determined in this Ruling or higher evidential data is available of stipulated period of 90 days, the assessing officer shall apply those values in terms of Sub-Section 25(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

