



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

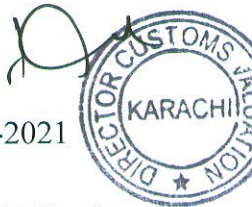
The Collectors of Customs, Model Customs Collectorates, Appraisement & Facilitation (East / West) / Port Muhammad Bin Qasim / JIAP, Karachi (Appraisement & Facilitation / Enforcement & Compliance), AIIA Lahore / Sambrial (Sialkot) / Faisalabad / Multan / Islamabad / Hyderabad / Quetta (Appraisement /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

**DETERMINATION OF CUSTOMS VALUES OF MULTI HEAD
EMBROIDERY MACHINERS UNDER SECTION 25-A OF THE
CUSTOMS ACT, 1969.**

(VALUATION RULING NO 1563 /2021)

No. Misc/12/2011-VII /937.

Dated: 15-11-2021



In exercise of the powers conferred under Section 25A of the Customs Act, 1969, the Customs values of Multi Head Embroidery Machines are determined as follows:

2. **Background of the valuation issue:** Customs values of Multi Head Embroidery Machines were determined under section 25A of the Custom Act, 1969, vide Valuation Ruling No.1043/2017 dated 14.02.2017. The Valuation Ruling required revision in line with the prevailing prices in the international market. Therefore, this Directorate General initiated an exercise for determination of customs values of Multi Head Embroidery Machines.

3. **Stakeholders' participation in determination of Customs values:** Different meetings with stakeholders were held from 03.08.2016 and finally on 13.02.2017. Importers had been requested to furnish the following documents before or during the course of meetings.

- 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.

4. The importers submitted sales tax invoices and sales tax returns. Moreover, numerous surveys were conducted for determination of the customs values.

5. **Method adopted to determine Customs values:** Valuation methods given in Section 25 of the Customs Act, 1969 were followed to arrive at customs values of Multi Head Embroidery Machines. Transaction value method provided in Section 25 (1) was found inapplicable owing to wide variation in the values being declared to the customs. Identical and Similar goods value methods provided in section 25 (5) (1) were examined for applicability to the valuation issue in the instant case which provided some reference values of the subject goods but the same could not be exclusively relied on due to wide variation and inadequate information. Stakeholder's meetings were also scheduled. Thereafter, market enquiry as envisaged under section 25(7) of Customs Act, 1969, was conducted. For the purpose different markets were surveyed repeatedly. The computed value method as provided in Section 25(8) of the Customs Act, 1969, could not be applied as the conversion costs from constituent material at the country of export were not available. Online values of subject goods were also obtained. All the information so gathered was evaluated and analyzed for the purpose of determination of customs values. Consequently, the customs values of Multi Head Embroidery Machines have been determined under Section 25(9) of the Customs Act, 1969.

6. **Customs values for Multi Head Embroidery Machines:-** Multi Head Embroidery Machines hereinafter specified shall be assessed to duty / taxes at the following customs values:-



S. No.	Description of Goods	PCT	Proposed PCT for WeBOC	Origin	Customs Value US\$/Set
1	2	3	4	5	6
Multi Head Embroidery Machine (Flat)					
1	17 Heads	8447.9010	8447.9010.1000	China	12420
2	18 Heads	8447.9010	8447.9010.1010	China	12960
3	21 Heads	8447.9010	8447.9010.1020	China	14850
4	22 Heads	8447.9010	8447.9010.1030	China	15255
5	24 Heads	8447.9010	8447.9010.1040	China	15660

