



GOVERNMENT OF PAKISTAN  
DIRECTORATE GENERAL OF CUSTOMS (VALUATION)  
CUSTOM HOUSE, KARACHI  
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The Collectors of Customs, Collectorate of Customs (Appraisement – West/ Appraisement – East/ Appraisement – Port Muhammad Bin Qasim/ Enforcement / JIAP), Karachi/ Hyderabad/ (Appraisement/ Enforcement), Quetta/ Gawadar/ (Appraisement/ Enforcement/ AIIA), Lahore/ Appraisement, Faisalabad/ Appraisement, Sambrial (Sialkot)/ Enforcement, Multan / Islamabad/ Gilgit-Baltistan / (Appraisement/Enforcement), Peshawar / Enforcement, Dera Ismail Khan/Exports (Port Qasim / Custom House, Karachi) /Transit Trade, Karachi

**DETERMINATION OF CUSTOMS VALUES OF POLYESTER SPUN YARN,  
VISCOSE SPUN YARN, ACRYLIC SPUN YARN AND BLENDS THEREOF  
UNDER SECTION 25A OF THE CUSTOMS ACT, 1969**

(VALUATION RULING NO. 1582 / 2021)

No Misc/25/2012/IV 11036

Dated 14 -12-2021



In exercise of the powers conferred under Section 25A of the Customs Act, 1969, Custom values of Polyester Spun Yarn, Viscose Spun Yarn, Acrylic Spun Yarn and blends thereof, are determined as follows:

2 **Background of the Valuation Issue:** Earlier, the Customs values of Polyester Spun Yarn, Viscose Spun Yarn, Acrylic Spun Yarn and blends thereof were determined vide Valuation Ruling No 1465/2020 dated 13.08.2020. There was a representation from All Pakistan Woolen Mills Association wherein they contended that values of subject items need to be revised keeping in view the trends in the international market including the freight aspect. This Directorate General initiated an exercise for determination of the Customs values in terms of Section 25A of the Customs Act, 1969. The existing Valuation Ruling is formula based and the formula has been determined with the participation of stakeholders and industry experts.

3 **Stakeholders' participation in determination of Customs values:** Meetings with stakeholders were held on 23-08-2021, 11-11-2021 and 26-11-2021 with representatives of M/s All Pakistan Woolen Mills Association and M/s Pakistan Yarn Merchants Association (PYMA). Representatives of both the Associations acknowledged upward price trend of raw materials in the international market. The Directorate General Customs Valuation followed the formula/procedure as mutually agreed by both trade bodies, for re-determination of fresh Customs values. Following are the relevant details required for determination of Customs values of Spun Yarn (Polyester, Viscose & Acrylic) and blend thereof:

a. **That for raw material:**

Three months import data from WeBOC is taken and to take weighted averages of three months (i.e. total of value divided by total of quantity, without any outliers). Data from WeBOC is used to ascertain the international raw material trading prices of polyester staple fiber, viscose staple fiber and acrylic staple fiber separately. In this manner the value calculated for Polyester staple fiber is US \$ 1.18/Kg (months of September, October & November, 2021). Value calculated for Viscose staple fiber is US \$ 1.98/Kg (months of September, October & November, 2021). Value calculated for Acrylic staple fiber is US \$ 2.77/Kg (months of September, October & November, 2021).



- b. **That for determination of the conversion costs (from polyester / viscose staple fibers to subject items) for each count of polyester and viscose yarn:**

After detailed examination of each aspect of manufacturing, the agreed upon conversion-costs (for each count of polyester, viscose and blended yarns) were separately provided by the PYMA and APTMA), keeping in view the Ring Spinning machines, Rotor Spinning Machines and Vortex/Jet Spinning machines (MJS or MVS). These conversion costs were adapted to determined values of subject items. Conversion cost from raw material (i.e. 100% polyester and 100% viscose staple fiber) to a single count-yarn/Kg is = US\$ 0.0175/count/Kg provided below vide Table-A.

- c. **The conversion cost to convert staple fiber (of polyester, viscose and Acrylic) into blended yarn:**

The agreed upon conversion-costs (for each count of polyester, viscose and blended yarns of Ring Spinning machines, Rotor Spinning Machines and Vortex/Jet Spinning machines (MJS or MVS) were separately provided by the industry experts i.e. PYMA and APTMA. These conversion costs were adapted to determine values of subject items. Conversion cost from raw material (i.e. Polyester and viscose staple fiber) to a single-count-blended-yarn/Kg is = US \$ 0.02/count/Kg provided in Table-B.

- d. **The conversion cost of converting staple fiber (of polyester and viscose) into double or multiple yarn of different counts that are being imported:**

Agreed upon conversion-costs (for double and multiple yarn of each count of polyester, viscose and blended yarn of Ring Spinning machines, Rotor Spinning Machines and Vortex/Jet Spinning machines (MJS or MVS) were separately provided by the industry experts i.e. PYMA and APTMA. These conversion costs were adopted to arrive at the values of subject items. The additional conversion cost of converting any of the subject yarns into doubled/folded/multiple yarns of 20 count, 30, 40 and 50 counts are separately specified vide Table-C below.

4. Moreover, fixed CONVERSION COST TABLES (i.e. cost of energy, cost of labor, machinery-depreciation cost and machine-maintenance cost) provided to the Directorate General Customs Valuation are as follows:-

Table A		For 100% Polyester or 100% Viscose Yarn. (US\$ .0175/Count/Kg)	
Count		Conversion Cost	
10		\$0.175	/KG
20		\$0.350	/KG
26		\$0.455	/KG
30		\$0.525	/KG
36		\$0.630	/KG
40		\$0.700	/KG
50		\$0.875	/KG
60		\$1.050	/KG

Table B		For Blends of Polyester-Viscose & Polyester-Acrylic in any Ratio. (US\$ .02Count/Kg)	
Count		Conversion Cost	
10		\$0.200	/KG
20		\$0.400	/KG
26		\$0.520	/KG
30		\$0.600	/KG
36		\$0.720	/KG
40		\$0.800	/KG
50		\$1.000	/KG
60		\$1.200	/KG

Table C	Doubling Expense/Cost		
Count		Doubling Cost	
20		\$0.25	/KG
30		\$0.30	/KG
40		\$0.40	/KG
50		\$0.50	/KG

**Formulae for converting 100% Polyester Staple Fiber into 100% Polyester Yarn**

**AND**

**For 100% Viscose Staple Fiber into 100% Viscose Yarn**

**Formula A**

3 month WeBOC Data for unit price of each Month	$\rightarrow$ Weighted AVG of the 03 months values	=	Raw Material Cost in US\$/Kg	+	$\left[ \begin{array}{c} \text{Yarn Conversion Cost @ 0.0175 / each Count / Kg} \\ \text{[Table A]} \end{array} \times \begin{array}{c} \text{Yarn count} \\ \text{[Table A]} \end{array} \right]$	=	Single Yarn Value
3 Month CCFEI Data for Unit Price of each Month.							

**Formulae for converting Polyester Staple Fiber and Viscose Staple Fiber into Polyester – Viscose Blended Yarns**

**Formula B**

3 month WeBOC Data for unit price of each Month	$\rightarrow$ AVG of the 03 Months Values	=	Polyester Staple Fiber Value in US\$/Kg	X	%age Value of the PSF in the Blended Yarn	$\rightarrow$ Add both Values [ + ]	=	Proportionate Raw Material Cost of PSF & VSF in the Blended Yarn	+	$\left[ \begin{array}{c} \text{Yarn Cost @ 0.02/each count/Kg} \\ \text{[From Table B]} \end{array} \times \begin{array}{c} \text{Yarn Count} \\ \text{[Table B]} \end{array} \right]$	=	Polyester Viscose (Polyviscos) Blended Yarn Value
3 Month CCFEI Data for Unit Price of each Month.												
3 month WeBOC Data for unit price of each Month	$\rightarrow$ AVG of the 03 Months Values	=	Viscose Staple Fiber value in US\$/Kg	X	%age Value of the VSF in the Blended Yarn							
3 Month CCFEI Data for Unit Price of each Month.												



**Formulae for converting 100% Polyester Yarn into Double / Folded / Multiple Yarn**

**AND**

**100% Viscose Yarn into Double / Folded / Multiple Yarn**

**Formula C**

Single Yarn Value [From Formula A Above]	+	Double Multiple Folding	$\rightarrow$ $\rightarrow$ $\rightarrow$	Corresponding Cost from Table C	=	Value for Double Yarn / Multiple Yarn or Folded Yarn
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5. **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. Transaction value method as provided in 25(1) of the Customs Act, 1969 was found inapplicable because the requisite information was not available. Identical / similar goods value method as provided in sub-Sections (5) & (6) of Section 25 of the ibid Act, were examined which provided some reference values but due to wide variation could not be



exclusively relied on Deductive Value Method as envisaged under Section 25(7) of the Customs Act, 1969, was examined but the same was not helpful because the values varied according to the selling point of the market and all specifications were not readily available. Similarly, the value method under Section 25(8) of the Customs Act, 1969, could not be applied due to non-availability of details of expenses relating to conversion costs incurred in the country of manufacturer. Online values were also examined within the meaning of proviso to sub-section (1) of Section 25(A) inserted vide Finance Act, 2021. Consequently, customs values of Spun Yarn (Polyester, Viscose, Acrylic and blends thereof) have been determined under Section 25(9) of the Customs Act, 1969.

6. Customs values for Spun Yarns (Polyester, Viscose, Acrylic and blends thereof) hereinafter specified shall be assessed to duty / taxes at the following minimum Customs values -

ITEM # 1	100% Polyester Spun Yarn Ring Spun Vortex/ MJS Yarn H.S. Code. 5509.2100							
Count	10	20	26	30	36	40	50	60
Value in US\$	1.36	1.53	1.64	1.71	1.81	1.88	2.06	2.23
WeBOC PCT	5509.2100 1000	5509.2100 1100	5509.2100 1200	5509.2100 1300	5509.2100 1400	5509.2100 1500	5509.2100 1600	5509.2100 1700

ITEM # 2	100% Viscose Spun Yarn Ring Spun, Rotor or Vortex Spun H.S. Code. 5510.1100							
Count	10	20	26	30	36	40	50	60
Value in US\$	2.16	2.33	2.435	2.505	2.61	2.68	2.855	3.03
WeBOC PCT	5510.1100 1000	5510.1100 1100	5510.1100 1200	5510.1100 1300	5510.1100 1400	5510.1100 1500	5510.1100 1600	5510.1100 1700

ITEM # 3	Polyester / Viscose Blended Yarn Ring, Rotor or MVS H.S. Code. 5509.5100							
(a) 80% Polyester / 20% Viscose Blended Yarn Ring, Rotor or MVS Yarn								
Count	10	20	26	30	36	40	50	60
Value in US\$	1.54	1.74	1.86	1.94	2.06	2.14	2.34	2.54
WeBO C PCT	5509.5100 1000	5509.5100 1100	5509.5100 1200	5509.5100 1300	5509.5100 1400	5509.5100 1500	5509.5100 1600	5509.5100 1700
(b) 70% Polyester / 30% Viscose Blended Yarn Ring, Rotor or MVS Yarn								
Count	10	20	26	30	36	40	50	60
Value in US\$	1.62	1.82	1.94	2.02	2.14	2.22	2.42	2.62
WeBO C PCT	5509.5100 1800	5509.5100 1900	5509.5100 2000	5509.5100 2100	5509.5100 2200	5509.5100 2300	5509.5100 2400	5509.5100 2500
(c) 65% Polyester / 35% Viscose Blended Yarn Ring, Rotor or MVS Yarn								
Count	10	20	26	30	36	40	50	60
Value in US\$	1.66	1.86	1.98	2.06	2.18	2.26	2.46	2.66
WeBO C PCT	5509.5100 2600	5509.5100 2700	5509.5100 2800	5509.5100 2900	5509.5100 3000	5509.5100 3100	5509.5100 3200	5509.5100 3300
(d) 50% Polyester / 50% Viscose Blended Yarn Ring, Rotor or MVS Yarn								
Count	10	20	26	30	36	40	50	60
Value in US\$	1.78	1.98	2.10	2.18	2.30	2.38	2.58	2.78
WeBO C PCT	5509.5100 3400	5509.5100 3500	5509.5100 3600	5509.5100 3700	5509.5100 3800	5509.5100 3900	5509.5100 4000	5509.5100 4100
(e) 35% Polyester / 65% Viscose Blended Yarn Ring, Rotor or MVS Yarn								
Count	10	20	26	30	36	40	50	60



Value in US\$	1.90	2.10	2.22	2.30	2.42	2.50	2.70	2.90
WeBO C PCT	5509.5100.4200	5509.5100.4300	5509.5100.4400	5509.5100.4500	5509.5100.4600	5509.5100.4700	5509.5100.4800	5509.5100.4900
<b>(f) 30% Polyester / 70% Viscose Blended Yarn Ring, Rotor or MVS Yarn</b>								
Count	10	20	26	30	36	40	50	60
Value in US\$	1.94	2.14	2.26	2.34	2.46	2.54	2.74	2.94
WeBO C PCT	5509.5100.5000	5509.5100.5100	5509.5100.5200	5509.5100.5300	5509.5100.5400	5509.5100.5500	5509.5100.5600	5509.5100.5700
<b>(g) 20% Polyester / 80% Viscose Blended Yarn Ring, Rotor or MVS Yarn</b>								
Count	10	20	26	30	36	40	50	60
Value in US\$	2.02	2.22	2.34	2.42	2.54	2.62	2.82	3.02
WeBO C PCT	5509.5100.5800	5509.5100.5900	5509.5100.6000	5509.5100.6100	5509.5100.6200	5509.5100.6300	5509.5100.6400	5509.5100.6500

ITEM # 4	Polyester / Acrylic Blended Yarn Ring, Rotor or MVS Yarn H.S Code. 5509.5100							
(a) 70% Polyester / 30% Acrylic Blended Yarn Ring, Rotor or MVS Yarn								
Count	10	20	26	30	36	40	50	60
Value in US\$	1.86	2.06	2.18	2.26	2.38	2.46	2.66	2.86
WeBOC PCT	5509.5100. 6600	5509.5100. 6700	5509.5100. 6800	5509.5100. 6900	5509.5100. 7000	5509.5100. 7100	5509.5100. 7200	5509.5100. 7300
(b) 50% Polyester / 50% Acrylic Blended Yarn Ring, Rotor or MVS Yarn								
Count	10	20	26	30	36	40	50	60
Value in US\$	2.18	2.38	2.50	2.58	2.70	2.78	2.98	3.18
WeBOC PCT	5509.5100. 7400	5509.5100. 7500	5509.5100. 7600	5509.5100. 7700	5509.5100. 7800	5509.5100. 7900	5509.5100. 8000	5509.5100. 8100
(c) 30% Polyester / 70% Acrylic Blended Yarn Ring, Rotor or MVS Yarn								
Count	10	20	26	30	36	40	50	60
Value in US\$	2.49	2.69	2.81	2.89	3.01	3.09	3.29	3.49
WeBOC PCT	5509.5100. 8200	5509.5100. 8300	5509.5100. 8400	5509.5100. 8500	5509.5100. 8600	5509.5100. 8700	5509.5100. 8800	5509.5100. 8900

ITEM # 5	<b>100% Polyester Spun Yarn with Multiple folded 2ply + 3ply..... H.S. Code. 5509.2200</b>			
Count	20	30	40	50
Value in US\$	1.78	2.005	2.28	2.555
WeBOC PCT	5509.2200.1000	5509.2200.1100	5509.2200.1200	5509.2200.1300

ITEM # 6	<b>100% Viscose Spun Yarn with Multiple folded 2ply+3ply..... H.S. Code. 5510.1200</b>			
Count	20	30	40	50
Value in US\$	2.58	2.805	3.08	3.355
WeBOC PCT	5510.1200.1000	5510.1200.1100	5510.1200.1200	5510.1200.1300

**Note-I:** The above mentioned customs values are for Spun Yarn (Polyester, Viscose, Acrylic and blend thereof, of China, Thailand, Indonesia and Vietnam origin only. In case the goods are imported from other origins, the same shall be assessed with 5% (five percent) increase from the values given in the above table.

**Note-II:** If the above mentioned goods are Dyed or Colored, further US\$ 0.90 kg will be added in the above determined Customs Values.



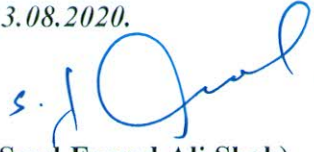
7. In cases where declared/ transaction values are higher than the Customs values determined in this Ruling or higher evidential data is available of stipulated period of 90 days, the assessing officer shall apply those values in terms of sub-Section (1) of Section 25 of the Customs Act, 1969. In case 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 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-Section (4) of Section 25A of the Customs Act, 1969.

9. **Revision of the value determined vide this Valuation Ruling:** A revision petition may be filed against this Ruling, as provided under Section 25D of the Customs Act, 1969, within 30 days from the date of issue, before the Director General, Directorate General of Customs Valuation, 7<sup>th</sup> Floor, Custom House, Karachi.

10. The Collectors of Customs may kindly ensure that the values given in the Valuation 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 this Directorate General immediately. The Customs values determined in the 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 on the basis of correct classification after fulfilling all formalities relating to importability or other certifications required thereon.

11. *This ruling supersedes Valuation Ruling No.1465/2020 dated 13.08.2020.*

  
(Syed Fawad Ali Shah)  
Director

Copy for information to:

1. The Member Customs (Policy/Operations), F.B.R., Islamabad.
2. The Director General, Customs Valuation, Custom House, Karachi.
3. The Chief Collector of Customs, Appraisalment (South), Custom House, Karachi.
4. The Chief Collector of Customs, Enforcement (South), Custom House, Karachi.
5. The Chief Collector of Customs, Appraisalment (Central), Custom House, Lahore.
6. The Chief Collector of Customs, Enforcement (Central), Custom House, Lahore.
7. The Chief Collector of Customs, (Enforcement & Compliance), Custom House,
8. The Chief Collector of Customs (North), Custom House, Islamabad.
9. The Chief Collector of Customs Baluchistan, Custom House, Quetta.
10. The Chief Collector of Customs Khyber Pakhtunkhwa, Custom House, Peshawar.
11. The Director General, Intelligence and Investigation-FBR, Islamabad.
12. The Director General, PCA & Internal Audit, Karachi.
13. The Director General, IOCO, Karachi.
14. The Directors, Intelligence & Investigation, Karachi / Lahore / Islamabad/ Quetta/ Peshawar/ Faisalabad.
15. The Director, Transit Trade, Custom House, Karachi.
16. The Director, Directorate of Customs Valuation, Lahore.

17. The Deputy Director (HQ), Directorate General of Customs Valuation, Karachi, for uploading in One Customs & WeBOC database system.
18. The Chairman (Valuation Committee), FPCC&I, Federation House, Clifton, Karachi.
19. The Chambers of Commerce & Industry, Karachi, Lahore, Islamabad, Hyderabad, Quetta & Peshawar.
20. The Karachi Customs Agents Group, Bohri Road, Karachi.
21. The Webmaster, Federal Board of Revenue, Islamabad.
22. Guard File.