



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).

Determination of Customs Values of Wheel Rim (Alloy / Other than Alloy) under
Section 25-A of the Customs Act, 1969

(VALUATION RULING NO. 1599 / 2022)

No. Reg-Misc/20/2010-VIIIA/VIII 1153

Dated: 15 -02-2022



In exercise of the powers conferred under Section 25A of the Customs Act, 1969, Customs values of Wheel Rim (Alloy/ other than Alloy) of Vehicles are determined as follows:

2. **Background of the Valuation Issue:** The Values of Wheel Rim (Alloy/ other than Alloy) of vehicles was issued under Section 25A of the Customs Act, 1969, vide Valuation Ruling No. 1528/2021 dated 02-04-2021. Being aggrieved by this Valuation Ruling, revision petitions was filed by some importers/traders under Section 25D of the Customs Act, 1969 before the Director General of Customs Valuation, Karachi. The competent authority vide Order-in-Revision No.36/2021 dated 21-10-2021 set aside the valuation ruling and the Director (Customs Valuation) , Karachi is ordered to undertake fresh exercise to determine the values of Wheel Rim (Alloy/Other than Alloy) through issuance of new Valuation Ruling under Section 25 of the Customs Act, 1969 on merits and in accordance with law after giving a fair opportunity of hearing to the petitioners(s)/stakeholders, therefore, an exercise was initiated in this Directorate General for the determination of customs values.

3. **Stakeholders' participation in determination of values:** Meetings were scheduled and held on 15-11-2021 & 29-11-2021 and which was 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 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 during the meeting were of the view of that the prices of the subject commodity have not increased in the international market. However, importers did not submit import invoices/sales tax invoices, representative samples, evidences and other relevant

allowed some time to furnish evidences and other documents in support of their contentions but later abstained from submitting any such documents. However, M/s. Baluchistan Wheels Limited submitted relevant documents in respect Non-Alloy wheel rims which were examined in the light of prevailing trend in the local market. They also stated that steel rim is made of HRC and its LME price has been increased from last VR date, hence value of non alloy wheel rims should be increased on the basis of LME. The representative from Indus Motors stated that they are importing alloy rims for three sizes i.e. 15, 16, 17 from China which is higher customs value than the determined customs values of previous valuation ruling and also shared import values. As regards, other than alloy rims, they purchasing the same from local industry. They also mentioned that the prices have been increased in the international market of the subject commodity.

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. The transaction value method as provided in sub-Section (1) of Section 25 of the Customs Act, 1969, was found inapplicable due to wide variation of values displayed in the import data. Moreover, no importer submitted any document in this regard. Hence, the requisite information required under law was not available to arrive at the correct 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 a number of inquiries under Sub-section (7) of Section 25 of the Customs Act, 1969, however, this method could not be exclusively relied upon. Therefore, valuation method vide Section 25 (8) was examined which yielded some useful information regarding export prices of some origins, but the same showed variation. The relevant LME prices of the raw materials used like aluminum, aluminum alloys, iron and steel etc were also checked as provided in Section 25A of the Customs Act, 1969. Finally, information so gathered was utilized and analyzed for determination of customs values of the subject goods under Section (9) of Section 25 of the Customs Act, 1969.

5. **Customs Values for Wheel Rim (Alloy/ other than Alloy) Vehicles:** Wheel Rim (Alloy/ other than Alloy) of Vehicles *hereinafter specified* shall be assessed to duty / taxes at the following minimum Customs values:-

S.No.	Description	Size (in inches)	PCT Code	Proposed PCT for WeBOC	Origin	Customs Values (C&F) US\$/Pc
(1)	(2)	(3)	(4)	(5)	(6)	(7)
1.		12	8708.7010 8708.7020	8708.7010.1000 8708.7020.1000	China	19.86
2.		13	8708.7010 8708.7020	8708.7010.1100 8708.7020.1100		24.27
3.		14	8708.7010 8708.7020	8708.7010.1200 8708.7020.1200		26.48
4.		15	8708.7010 8708.7020	8708.7010.1300 8708.7020.1300		32.90
5.		16	8708.7010 8708.7020	8708.7010.1400 8708.7020.1400		37.52
6.		17	8708.7010 8708.7020	8708.7010.1500 8708.7020.1500		41.72

7.	Alloy Wheel Rim	18	8708.7010 8708.7020	8708.7010.1600 8708.7020.1600	Other Origins	44.14
8.		19	8708.7010 8708.7020	8708.7010.1700 8708.7020.1700		52.96
9.		20	8708.7010 8708.7020	8708.7010.1800 8708.7020.1800		57.38
10.		21	8708.7010 8708.7020	8708.7010.1900 8708.7020.1900		61.79
11.		22	8708.7010 8708.7020	8708.7010.2000 8708.7020.2000		66.20
12.		12	8708.7010 8708.7020	8708.7010.2100 8708.7020.2100		31.38
13.		13	8708.7010 8708.7020	8708.7010.2200 8708.7020.2200		38.35
14.		14	8708.7010 8708.7020	8708.7010.2300 8708.7020.2300		41.84
15.		15	8708.7010 8708.7020	8708.7010.2400 8708.7020.2400		50.82
16.		16	8708.7010 8708.7020	8708.7010.2500 8708.7020.2500		59.28
17.		17	8708.7010 8708.7020	8708.7010.2600 8708.7020.2600		64.76
18.		18	8708.7010 8708.7020	8708.7010.2700 8708.7020.2700		69.74
19.	Wheel Rim (Other than Alloy)	19	8708.7010 8708.7020	8708.7010.2800 8708.7020.2800	China	83.68
20.		20	8708.7010 8708.7020	8708.7010.2900 8708.7020.2900		90.66
21.		21	8708.7010 8708.7020	8708.7010.3000 8708.7020.3000		97.63
22.		22	8708.7010 8708.7020	8708.7010.3100 8708.7020.3100		104.60
23.		12	8708.7010 8708.7020	8708.7010.3200 8708.7020.3200		9.60
24.		13	8708.7010 8708.7020	8708.7010.3300 8708.7020.3300		12.49
25.		14	8708.7010 8708.7020	8708.7010.3400 8708.7020.3400		19.57
26.		15	8708.7010 8708.7020	8708.7010.3500 8708.7020.3500		28.39
27.		16	8708.7010 8708.7020	8708.7010.3600 8708.7020.3600		34.88
28.		17	8708.7010 8708.7020	8708.7010.3700 8708.7020.3700		37.39
29.		18	8708.7010 8708.7020	8708.7010.3800 8708.7020.3800		48.33
30.		19	8708.7010 8708.7020	8708.7010.3900 8708.7020.3900		59.25
31.		20	8708.7010 8708.7020	8708.7010.4000 8708.7020.4000		65.93
32.		21	8708.7010	8708.7010.4100		70.42



			8708.7020	8708.7020.4100		
33.		22	8708.7010 8708.7020	8708.7010.4200 8708.7020.4200		73.26
34.		28	8708.7010 8708.7020	8708.7010.4300 8708.7020.4300		81.50
35.		29	8708.7010 8708.7020	8708.7010.4400 8708.7020.4400		85.17
36.		30	8708.7010 8708.7020	8708.7010.4500 8708.7020.4500		88.66
37.		12	8708.7010 8708.7020	8708.7010.4600 8708.7020.4600	Other Origins	10.93
38.		13	8708.7010 8708.7020	8708.7010.4700 8708.7020.4700		13.91
39.		14	8708.7010 8708.7020	8708.7010.4800 8708.7020.4800		21.89
40.		15	8708.7010 8708.7020	8708.7010.4900 8708.7020.4900		30.88
41.		16	8708.7010 8708.7020	8708.7010.5000 8708.7020.5000		36.25
42.		17	8708.7010 8708.7020	8708.7010.5100 8708.7020.5100		43.79
43.		18	8708.7010 8708.7020	8708.7010.5200 8708.7020.5200		54.50
44.		19	8708.7010 8708.7020	8708.7010.5300 8708.7020.5300		73.22
45.		20	8708.7010 8708.7020	8708.7010.5400 8708.7020.5400		79.35
46.		21	8708.7010 8708.7020	8708.7010.5500 8708.7020.5500		84.18
47.		22	8708.7010 8708.7020	8708.7010.5600 8708.7020.5600		87.18
48.		28	8708.7010 8708.7020	8708.7010.5700 8708.7020.5700		97.61
49.		29	8708.7010 8708.7020	8708.7010.5800 8708.7020.5800		105.51
50.		30	8708.7010 8708.7020	8708.7010.5900 8708.7020.5900		108.50




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.

7. **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.

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, 7th 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. 1528/2021 dated 02-04-2021.***


(Syed Fawad Ali Shah)
Director

Copy for information to:

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