

The Collectors of Customs, Collectorates of Customs (Appraisalment – West) / Appraisalment – East/ Appraisalment – Port Muhammad Bin Qasim/Enforcement/JIAP), Karachi / Hyderabad/ (Appraisalment/Enforcement), Quetta/Gawadar/ (Appraisalment/Enforcement/AIIA), Lahore/ Appraisalment, Faisalabad/Appraisalment, Sambrial (Sialkot)/Enforcement, Multan / Islamabad / Gilgit-Baltistan / (Appraisalment/Enforcement), Peshawar/Enforcement, Dera Ismail Khan/ Exports (Port Qasim/Custom House, Karachi)/Transit Trade, Karachi.

DETERMINATION OF CUSTOMS VALUES OF MEN / WOMEN LEATHER SHOES
UNDER SECTION 25A OF THE CUSTOMS ACT, 1969

(VALUATION RULING NO. 1743 / 2023)

C. No. Misc/07/2017-V/161

Dated: 14-02-2023

In exercise of the powers conferred under Section 25A of the Customs Act, 1969, the Customs Values of Men/Women Leather Shoes are determined as follow:

2. **Background of the valuation issue:** Earlier, the customs values of Men/Women Leather Shoes were determined vide Valuation Ruling No. 1235/2017 dated 14-12-2017. The Directorate of Customs Valuation, Karachi received representation from M/s Speed Private Ltd. Karachi, importer of Charles & Keith and Pedro brand leather shoes, for revision of subject Valuation Ruling. Accordingly fresh exercise was initiated for issuance of Valuation Ruling under Section 25A of the Customs Act, 1969.
3. **Stakeholders' participation in determination of Customs values:** Meetings were convened on 10.01.2023 and 17.01.2023 that was attended by the relevant stakeholders. Issues pertaining to the valuation of subject goods were deliberated upon in detail in the afore-referred meeting.
4. **Analysis / Exercise done to determine Customs Values:** During the meeting, M/s Speed Private Ltd. reiterated their earlier view-point that Charles & Keith and Pedro brand is of Singaporean origin brand and, even in market, prices are not as much as are being assessed on the basis of subject Valuation Ruling. They presented complete record including Sales Tax Returns.
5. **Method (s) adopted to determine Customs Values:** Valuation methods specified in section 25 of the Customs Act, 1969, were duly applied in sequential order to arrive at the Customs value 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 in import data. Moreover, requisite information for making adjustments, as provided under sub-section 2 of Section 25 of the Customs Act, 1969, was not available. Therefore, identical/similar goods value methods provided in Section 25(5) & 25(6) were examined for applicability to determine Customs values of subject goods. However, the same were also found inapplicable because the evidences available in the ninety (90) days were not finalized under section 25(1) of the Customs Act, 1969. Finally, Customs Values of Men/Women Leather Shoes have been determined under Section 25(7) of the Customs Act 1969.

6. **Customs values for Men/Women Leather Shoes -hereinafter specified** shall be assessed to duty / taxes on the Customs values given against them in the Table below: -

S. No.	Description of Goods	PCT	Proposed PCT for WeBOC	Origin	Current Values (C&F) USS/Pair			
					Loafers / Moccasins / Slip-ons	Dress Shoes/ Formal Shoes / Laced up	Long Boots / Long Shoes / High Knee Shoes	Other Shoes
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
1	Men /Women Leather Shoes (Leoss, Empoli & Lucs, Bossi, Madaf / Mario Fagin, Santoni, Mercanti Fiorentini, Lohn White, Veljee, Dressauls, Timberland, Henley and similar Brand)	6403.5100 6403.5900 6403.9100 6403.9900	6403.5100.1000 6403.5900.1000 6403.9100.1000 6403.9900.1000	Italy, UK, Spain, USA, Brazil	57	67	73	62
				Other origin	49	57	62	54
2	Men /Women Leather Shoes (Crocs, Mango, Next, Faith, Zapata, Nine West, Levis & Similar Brand)	6403.5100 6403.5900 6403.9100 6403.9900	6403.5100.1100 6403.5900.1100 6403.9100.1100 6403.9900.1100	All Origin	44	49	54	47
3	Men /Women Leather Shoes (Pampa, Polaris, Santoni & Similar Brand)	6403.5100 6403.5900 6403.9100 6403.9900	6403.5100.1200 6403.5900.1200 6403.9100.1200 6403.9900.1200	Turkey	31	34	38	33
4	Men /Women Leather Shoes	6403.5100 6403.5900 6403.9100 6403.9900	6403.5100.1300 6403.5900.1300 6403.9100.1300 6403.9900.1300	China	21	24	27	23

Note: The above-mentioned values shall not be applicable on brands such as Bally, Louis Vuitton, Jimmy Choo, Christian Louboutin, Walter Steiger, Gucci, Manolo Blahnik, Churches, Jalas Zenit, Ralph and Russo, Valentine, Emporio Armani, Florsheim, Givenchy, Versace, Prada, Dolce & Gabbana, Charles & Keith, Pedro. The clearance Collectorates shall assess the aforementioned shoes under section 25 of the Customs Act, 1969.

7. In cases, where declared 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. In case of consignments imported by air, the assessing officers shall take into account the difference between air freight and sea freight while applying the Customs values in this Ruling.

8. **Validity of this Valuation Ruling:** This Ruling, containing the Customs Values for assessment of subject imported goods, shall be applicable until and unless the same 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 values determined vide this Valuation Ruling:** If aggrieved, 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 its issuance, before the Director General, Directorate General of Customs Valuation, 7th 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 concerning assessing officers / officials without fail. Any anomaly observed may kindly be brought to the notice of this Directorate immediately. The Customs values determined in the ruling are for the descriptions and specifications as mentioned in the aforementioned table in this Ruling. HS Codes are mentioned for illustrative purposes so that Valuation Ruling values are made accessible to the assessing officers. The assessments shall be finalized on the basis of correct classifications after fulfilling all formalities related to importability or other certifications required thereon.

11. ***This ruling supersedes Valuation Ruling No. 1235/2017 dated 14-12-2017.***


(Fayaz Rasool Maken)
Director

Copy for information to:

1. The Member Customs (Operations), Federal Board of Revenue, Islamabad.
2. The Director General, Customs Valuation, Custom House, Karachi.
3. The Chief Collector of Customs, Appraisement (South), Custom House, Karachi.
4. The Chief Collector of Customs, Enforcement (South), Custom House, Karachi.
5. The Chief Collector of Customs, Appraisement (Central), Custom House, Lahore.
6. The Chief Collector of Customs, Enforcement (Central), Custom House, Lahore.
7. The Chief Collector of Customs (North), Custom House, Islamabad.
8. The Chief Collector of Customs, Baluchistan, Custom House, Quetta.
9. The Chief Collector of Customs, Khyber Pakhtunkhwa, Custom House, Peshawar.
10. The Director General, Intelligence and Investigation (Customs) FBR, Islamabad.
11. The Director General, PCA & Internal Audit, Karachi.
12. The Director General, IOCO, Karachi.
13. The Directors, Intelligence & Investigation, Karachi / Lahore / Islamabad/ Quetta/ Peshawar/ Faisalabad.
14. The Director, Transit Trade, Custom House, Karachi.
15. The Director, Directorate of Customs Valuation, Lahore/Quetta/Peshawar.
16. The Deputy Director (HQ), Directorate General of Customs Valuation, Karachi, for uploading in One Customs & WeBOC database system.
17. The Chairman (Valuation Committee), FPCC&I, Federation House, Clifton, Karachi.
18. The Chambers of Commerce & Industry, Karachi, Lahore, Islamabad, Hyderabad, Quetta & Peshawar.
19. The Karachi Customs Agents Association, Bohri Road, Karachi.
20. The Webmaster, Federal Board of Revenue, Islamabad.
21. Guard File.