

The Collectors of Customs, Collectorates 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 LUBRICATING OILS UNDER
SECTION 25A OF THE CUSTOMS ACT, 1969**

(VALUATION RULING NO. 1805 /2023)

No.Misc/3/2009-I/850

Dated: 14-09-2023

In exercise of the powers conferred under Section 25A of the Customs Act, 1969, the Customs values of Lubricating Oils are determined as follows:

2. **Background of the valuation issue:** Earlier, the Customs values of Lubricating Oils were determined under Section 25A of the Customs Act, 1969 vide Valuation Ruling No.1140/2017 dated 21-04-2017. The existing valuation ruling was more than six (06) years old and the Customs values determined therein were not reflective of prevailing international market. Therefore, an exercise has been undertaken by this Directorate to determine the same.
3. **Stakeholders' participation in determination of Customs values:** Meeting was convened on 21-08-2023 which was attended by the relevant stakeholders. The 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:** Ninety (90) days' clearance data has been retrieved and the same has been scrutinized. Subsequently, Market inquiry has been conducted and examined in the light of this Directorate's Office Order No.17/2014 dated 19.03.2014 and in terms of Section 25 (7) read with Section 25 (9) of the Customs Act, 1969.
5. **Method (s) adopted to determine Customs values:** Valuation methods specified in Section 25 of the Customs Act, 1969, were duly applied in their 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 absence of information as required under sub-section (2) of Section 25 of Customs Act, 1969. Therefore, identical/similar goods value methods provided in Section 25(5) & (6) ibid were examined for applicability to determine Customs value of subject goods. The data provided some reference; however, it was found that the same could not be solely relied upon due to absence of absolute demonstrable evidences of quantities and qualities and variation in declaration.



Information available was, hence, found incomplete. In line with statutory sequential order of Section 25 of the Customs Act, 1969, this Directorate conducted market survey under sub-section (7) of Section 25 of the Customs Act, 1969. Various Retail/Wholesale markets were visited to observe the actual prices of Lubricating Oils. On the basis of available data/information collected and exercise conducted, the values of Lubricating Oils have been determined under sub-section (7), read with Section 25 (9), of Section 25 of the Customs Act, 1969.

6. **Customs values of Lubricating Oils** – Lubricating Oils, hereinafter specified, shall be assessed to duty / taxes at the Customs values as per the following table:

S.No.	Description Of Goods	Packing	Origin	HS Code	Proposed PCT For WeBOC	Customs Values (C&F) USS Per Liter	Customs Values (C&F) USS Per KG
(1)	(2)	(3)	(4)	(6)	(7)	(8)	(9)
1	Gasoline Engine Oil API Grade: SP/SN Plus	1L-10L	China, Turkey, Korea & Middle East	2710.1951	2710.1951.1000	2.70	2.97
2	Gasoline Engine Oil API Grade: SP/SN Plus	20L-210L	China, Turkey, Korea & Middle East	2710.1952	2710.1952.1000	2.60	2.86
3	Gasoline Engine Oil API Grade: SN	1L-10L	China, Turkey, Korea & Middle East	2710.1951	2710.1951.1100	2.60	2.86
4	Gasoline Engine Oil API Grade: SN	20L-210L	China, Turkey, Korea & Middle East	2710.1952	2710.1952.1100	2.50	2.75
5	Gasoline Engine Oil API Grade: SM	1L-10L	China, Turkey, Korea & Middle East	2710.1951	2710.1951.1200	2.45	2.70
6	Gasoline Engine Oil API Grade: SM	20L-210L	China, Turkey, Korea & Middle East	2710.1952	2710.1952.1200	2.35	2.58
7	Gasoline Engine Oil API Grade: SL	1L-10L	China, Turkey, Korea & Middle East	2710.1951	2710.1951.1300	2.30	2.53

8	Gasoline Engine Oil API Grade: SL	20L-210L	China, Turkey, Korea & Middle East	2710.1952	2710.1952.1300	2.20	2.42
9	Gasoline Engine Oil API Grade: SJ	1L-10L	China, Turkey, Korea & Middle East	2710.1951	2710.1951.1400	2.20	2.42
10	Gasoline Engine Oil API Grade: SJ	20L-210L	China, Turkey, Korea & Middle East	2710.1952	2710.1952.1400	2.10	2.31
11	Gasoline Engine Oil API Grade: SF, SG	1L-10L	China, Turkey, Korea & Middle East	2710.1951	2710.1951.1500	1.80	1.98
12	Gasoline Engine Oil API Grade: SF, SG	20L-210L	China, Turkey, Korea & Middle East	2710.1952	2710.1952.1500	1.70	1.87
13	Diesel Engine Oil API Grade: CK-4, CK	1L-10L	China, Turkey, Korea & Middle East	2710.1951	2710.1951.1600	2.55	2.80
14	Diesel Engine Oil API Grade: CK-4, CK	20L-210L	China, Turkey, Korea & Middle East	2710.1952	2710.1952.1600	2.45	2.70
15	Diesel Engine Oil API Grade: CI-4, CI	1L-10L	China, Turkey, Korea & Middle East	2710.1951	2710.1951.1700	2.45	2.70
16	Diesel Engine Oil API Grade: CI-4, CI	20L-210L	China, Turkey, Korea & Middle East	2710.1952	2710.1952.1700	2.35	2.58
17	Diesel Engine Oil API Grade: CH-4, CH	1L-10L	China, Turkey, Korea & Middle East	2710.1951	2710.1951.1800	2.20	2.42
18	Diesel Engine Oil API Grade: CH-4, CH	20L-210L	China, Turkey, Korea & Middle East	2710.1952	2710.1952.1800	2.10	2.31



19	Diesel Engine Oil API Grade: CF-4, CF	1L-10L	China, Turkey, Korea & Middle East	2710.1951	2710.1951.1900	1.80	1.98
20	Diesel Engine Oil API Grade: CF-4, CF	20L-210L	China, Turkey, Korea & Middle East	2710.1952	2710.1952.1900	1.70	1.87
21	Diesel Engine Oil SAE Grade: CD, CC, SC	1L-10L	China, Turkey, Korea & Middle East	2710.1951	2710.1951.2000	1.70	1.87
22	Diesel Engine Oil SAE Grade: CD, CC, SC	20L-210L	China, Turkey, Korea & Middle East	2710.1952	2710.1952.2000	1.60	1.76
23	Motorcycle Engine Oil API Grade: SL, SJ, SG	1L-10L	China, Turkey, Korea & Middle East	2710.1951	2710.1951.2100	1.50	1.65
24	Motorcycle Engine Oil API Grade: SL, SJ, SG	20L-210L	China, Turkey, Korea & Middle East	2710.1952	2710.1952.2100	1.45	1.60
25	Motorcycle Engine Oil API Grade: SF, SE, SD	1L-10L	China, Turkey, Korea & Middle East	2710.1951	2710.1951.2200	1.40	1.54
26	Motorcycle Engine Oil API Grade: SF, SE, SD	20L-210L	China, Turkey, Korea & Middle East	2710.1952	2710.1952.2200	1.35	1.48
27	Gear Oil # 90, 140, 75W 80, 80W-90, 85W-140 (GL-5)	1L-10L	China, Turkey, Korea & Middle East	2710.1951	2710.1951.2300	2.60	2.86
28	Gear Oil # 90, 140, 75W 80, 80W-90, 85W-140 (GL-5)	20L-210L	China, Turkey, Korea & Middle East	2710.1952	2710.1952.2300	2.50	2.75
29	Gear Oil # 90, 140 (GL-4)	1L-10L	China, Turkey, Korea & Middle East	2710.1951	2710.1951.2400	2.40	2.64



30	Gear Oil # 90, 140 (GL-4)	20L-210L	China, Turkey, Korea & Middle East	2710.1952	2710.1952.2400	2.30	2.53
31	Gas Engine Oil API Grade: CF	Drum	China, Turkey, Korea & Middle East	2710.1952	2710.1952.2500	1.75	1.93
32	Marine Engine Oil API Grade CF	20L-210L	China, Turkey, Korea & Middle East	2710.1952	2710.1952.2600	1.65	1.82
33	ATF(Automatic Transmission Fluid) Dexron II, III, IV	1L-4L	China, Turkey, Korea & Middle East	2710.1999	2710.1999.1000	2.10	2.30
34	ATF(Automatic Transmission Fluid) Dexron II, III, IV	Drum	China, Turkey, Korea & Middle East	2710.1999	2710.1999.1100	1.98	2.20
35	Hydraulic Oil/Spindle Oil # 10, 15, 32, 46, 68, 100, 150	4L-10L	China, Turkey, Korea & Middle East	2710.1999	2710.1999.1200	1.62	1.80
36	Hydraulic Oil/Spindle Oil # 10, 15, 32, 46, 68, 100, 150	20L-210L	China, Turkey, Korea & Middle East	2710.1999	2710.1999.1300	1.53	1.70
37	Gear Lubes EP 68, 100, 150, 220, 320, 460, 680	20L-210L	China, Turkey, Korea & Middle East	2710.1999	2710.1999.1400	1.72	1.90
38	Compressor Oil # 32, 46, 68, 100	Drum	China, Turkey, Korea & Middle East	2710.1999	2710.1999.1500	1.62	1.80
39	Turbine Oil # 32, 46, 68	20L-210L	China, Turkey, Korea & Middle East	2710.1999	2710.1999.1600	1.72	1.90
40	Heat Transfer Oil # 22, 32, 46, 68	20L-210L	China, Turkey, Korea & Middle East	2710.1999	2710.1999.1700	1.62	1.80



41	Motor Oil Grade: CD, CC, SC	1L-10L	Iran	2710.1951	2710.1951.2500	1.25	1.38
42	Motor Oil Grade: CD, CC, SC	20L-210L	Iran	2710.1952	2710.1952.2700	1.15	1.27

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 this Valuation Ruling are applied by the concerned staff without fail. Any anomaly observed may kindly be brought to the notice of this Directorate immediately. Customs values determined in the Ruling are for the description and specification as mentioned in the table above of this Ruling. PCT 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 requisite formalities related to importability or any 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 15 of the Customs Act, 1969 or any other law in vogue therein.

11. *This Valuation Ruling supersedes the Valuation Ruling No.1140/2017 dated 21-04-2017.*



(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 Director, 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 Group, Bohri Road, Karachi.
- 20) The Webmaster, Federal Board of Revenue, Islamabad.
- 21) Guard File.

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