

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

DETERMINATION OF CUSTOMS VALUES OF SILICON-ELECTRICAL STEEL SHEETS / NON-GRAIN ORIENTED ALLOY STEEL SHEETS (CLASSIFIABLE UNDER HS CODE 72.25) UNDER SECTION 25A READ WITH PROVISIO TO SECTION 25A(1) OF THE CUSTOMS ACT, 1969

Publication Value Reference No. 11 /2023

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In exercise of the powers conferred under Section 25A, read with proviso to Section 25A(1) of the Customs Act, 1969, the Publication values of Silicon-Electrical Steel Sheets / Non-Grain Oriented Alloy Steel Sheets are determined as follows:

2. **Background of the valuation issue:** Representation was received from Collectorate of Customs Appraisement, Port Muhammad Bin Qasim, Karachi, vide Letter No. Group V-200-2022-PQ/615 dated 16-12-2022 for determination of value of Silicon-electrical steel sheets. Therefore, an exercise was undertaken by the Directorate to determine the Customs value of Silicon-Electrical Steel Sheets / Non-Grain Oriented Alloy Steel Sheets under Section 25A of the Customs Act, 1969.

3. **Analysis / Exercise done to determine Customs Values:** Meetings were convened on 10-01-2023 & 30-01-2023 which were attended by relevant stakeholders. The issues pertaining to the valuation of the subject goods were deliberated upon in detail in the afore-referred meetings.

4. **Method (s) adopted to determine Customs values:** Valuation methods provided in Section 25 of the Customs Act, 1969 were duly followed and applied sequentially to address the valuation issue at hand. Transaction value method provided in Sub-Section (1) of Section 25 was found inapplicable because of non-submission of the requisite documents by the importers of the impugned goods and also because of wide variations in declared values. Identical goods method provided in Sub-Section (5) of Section 25 was examined and considered for applicability to determine Customs value of subject goods. A lot of information regarding identical goods was found available in the last 90 days Customs import data that included various origins, comparable quantities / commercial levels and values thereof. The said data from different origins including China, North America, EU, UK, South Africa, Middle East, and other specific regions and countries were statistically analyzed, in respect of Silicon-Electrical Steel Sheets/ Non-Grain Oriented Alloy Steel



Sheets, including the secondary quality of the instant products. Keeping all the factors in view and after carefully analyzing all the available information from different sources, Customs values of the subject goods are determined under Section 25(5) of the Act, read with proviso to Section 25A (1) *ibid*.

5. **Customs values for Prime & Secondary quality Silicon-Electrical Steel Sheets / Non-Grain Oriented Alloy Steel Sheets:** Prime & Secondary quality Silicon-Electrical Steel Sheets/ Non-Grain Oriented Alloy Steel Sheets shall be assessed to duty / taxes at the following Customs Values:

S. No	Description of Goods	PCT CODE	Proposed PCT CODE for WeBOC	Origin	Customs Value (C&F) USS/PC
(1)	(2)	(3)	(4)	(5)	(6)
1	Prime quality Silicon-Electrical Steel Sheets/ Non-Grain Oriented Alloy Steel Sheets	7225.1900	7225.1900.1000	All Origins	LME prices of CRC Prime Quality of respective origins and value addition of 5% on account of making alloy-steel.
2	Secondary quality Silicon-Electrical Steel Sheets/ Non-Grain Oriented Alloy Steel Sheets	7225.1900	7225.1900.1100	All Origins	LME prices of CRC Prime Quality of respective origins and value addition of 5% on account of making alloy-steel, less 15% on account of being secondary quality.



6. In cases, where declared values are higher than the above-stated Customs values, 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 Publication Value.

7. **Validity of these Publication Values:** The Customs values for assessment of subject imported goods shall be applicable until and unless the same are rescinded or revised by the competent authority in terms of sub-section (4) of Section 25A of the Customs Act, 1969.

8. **Revision of the determined Publication Values:** In case of disagreement (with such customs values) by any importer / exporter, the assessing officer shall give the reasons in writing and shall issue an Assessment Order which shall be appealable before the Collector (Appeals) under Section 193 of the Customs Act, 1969.

9. The Collectors of Customs may kindly ensure that the said determined values are applied by the concerned assessing officers / officials without fail. Any anomaly observed

may kindly be brought to the notice of the Directorate of Customs Valuation, Karachi immediately. Customs values so determined are for the description and specification as mentioned in the table above. PCT Codes are mentioned for illustrative purposes so that Publication 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.


(Fayaz Rasool Maken)
Director

Copy 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, 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 (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 Association (KCAA), Bohri Road, Karachi.
- 20) The Webmaster, Federal Board of Revenue, Islamabad.
- 21) Guard File.