



GOVERNMENT OF PAKISTAN
DIRECTORATE GENERAL OF CUSTOMS VALUATION
7TH FLOOR, CUSTOM HOUSE
KARACHI

Phone: 021-99214144

C. No. Misc/07/2008-V (Part-V) / 1967

Dated: 23-12-2024

VALUATION RULING NO. 1939 / 2024

1. This ruling supersedes Publication Valuation Ruling No. 43/2024 dated 22.04.2024
2. This Ruling shall be applicable until the same is rescinded or revised in terms of sub-section (4) of Section 25A of the Customs Act, 1969.
3. The revision petition against this Valuation Ruling, can be filed under Section 25D of the Customs Act, 1969, within 30 days before the Director General, Customs Valuation.
4. The values in valuation ruling shall be applicable to the given description and specification of goods.

Subject: DETERMINATION OF CUSTOMS VALUE OF GLASS WARE / PORCELAIN WARE UNDER SECTION 25A OF THE CUSTOMS ACT, 1969.

1.	Valuation Ruling	Redetermination / revision of values of earlier Publication Valuation Ruling No. 43/2024 dated 22.04.2024
2.	Date of meetings with stakeholders	The meetings with relevant stakeholders were conducted on 28.08.2024 & 04.09.2024.

3. **Background of the Issue:** The Directorate had issued Publication Valuation Ruling No. 43/2024 dated 22.04.2024. Subsequently, the stakeholders (being aggrieved with the VR) filed review petitions under Section 25D of the Customs Act 1969 before the Director General, Valuation, Karachi. The Director General, Customs Valuation, Karachi issued Order-In-Revision No. 38/2024 dated 22.07.2024. Accordingly, in pursuance of analysis of import data, current market trends, the difference in market prices and customs values, an exercise for the re-determination of customs values of subject goods was initiated under Section 25 and 25A of the Customs Act, 1969.

4. **Analysis to determine Customs Values:** During the exercise, the stakeholders argued that the Customs values of subject goods determined vide aforementioned VR were already high which were not acceptable by the importers. They opined that their declared values are actual transaction values, therefore, should be considered for re-determination of Customs values. The view-point of the manufacturer was also taken during the meeting. They submitted their break-up of production cost and also highlighted the value of export to Pakistan which was higher than the current VR Values. They further gave the reference to

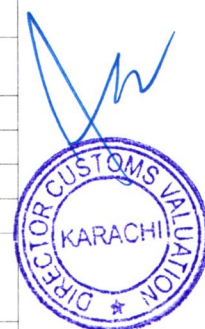


independent survey report which showed higher values. However, the importers pointed out that manufacturers are setting very high prices in the local market due to high cost and high profit margins. The viewpoints of stakeholders were heard in detail and were evaluated to arrive at Customs values of the subject goods.

5. **Method (s) adopted to determine Customs values:** Valuation methods, provided in Section 25 of the Customs Act, 1969, were applied in sequential order. The transaction value method as provided in sub-section (1) of Section 25 of the Customs Act, 1969, was found inapplicable as declared values do not correspond to market prices. The values of Identical and similar goods as per sections 25 (5) & (6) *ibid* could not be solely relied upon due to absence of absolute demonstrable evidence of qualities and quantities of commercial level etc. A market enquiry as envisaged under Sub-Section (7) of Section 25 of the Customs Act, 1969 was conducted as per procedure of Office Order No. 17/2014 dated 19-03-2014. Various wholesale and retail markets were visited and the actual prices of subject goods were acquired and by adjusting the amounts of profits, the C&F value was determined under Section 25(7) read with Section 25(9) of the Customs Act, 1969 & read with customs rule 121(2) of the Customs Rules, 2001, which are as under:

6. **Customs values for Glass Ware / Porcelain Ware -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 code	Proposed PCT for WeBOC	Origin	Customs Values (C&F) US\$/Kg
(1)	(2)	(3)	(4)	(5)	(6)
1	Glass Ware Glassware of kind used for Table, Kitchen, Indoor decoration or similar purposes. (Clear/ Opal)	7013.1000 7013.2800 7013.9900	7013.1000.1000 7013.2800.1000 7013.9900.1000	China	1.90
				Iran	1.78
				UAE	2.02
				Malaysia, Thailand, Egypt, Korea, Indonesia	1.96
				Turkey, Saudi Arabia	2.02
				Europe, USA, Canada	2.33
				Others	2.15
				China	2.39
2	Glassware of kind used for Table, Kitchen, Indoor decoration or similar purposes. (Gold-Plated)	7013.1000 7013.2800 7013.9900	7013.1000.1200 7013.2800.1200 7013.9900.1200	Iran	2.09
				UAE	2.52
				Malaysia, Thailand, Egypt, Korea, Indonesia	2.39
				Turkey, Saudi Arabia	2.46
				Europe, USA, Canada	2.70
				Others	2.39



3	Porcelain Ware Tableware, Kitchen-ware and other Household articles of porcelain or China. (Non-Gold Plated)	6911.1010 6911.1020 6911.1030 6911.1040 6911.1090 6911.9000	6911.1010.1000 6911.1020.1000 6911.1030.1000 6911.1040.1000 6911.1090.1000 6911.9000.1000	China	1.75
				Iran	1.69
				UAE	1.81
				Malaysia, Thailand, Egypt, Korea, Indonesia	1.88
				Turkey, Saudi Arabia	1.94
				Europe, USA, Canada	2.20
				Others	1.94
				China	2.27
4	Tableware, Kitchen-ware and other Household articles of porcelain or China. (Gold-Plated)	6911.1010 6911.1020 6911.1030 6911.1040 6911.1090 6911.9000	6911.1010.1100 6911.1020.1100 6911.1030.1100 6911.1040.1100 6911.1090.1100 6911.9000.1100	Iran	2.01
				UAE	2.53
				Malaysia, Thailand, Egypt, Korea, Indonesia	2.33
				Turkey, Saudi Arabia	2.40
				Europe, USA, Canada	3.11
				Others	2.46
				China	2.27
				Iran	2.01
Note 1: This Valuation Ruling does not apply to Wedgewood, Waterford, Royal Albert, Royal Doulton, Royal Crown, Derby, Corelle, Royal Copenhagen, Limoges, Noritake, and other equivalent brands.					
Note 2: This Valuation Ruling does not apply to Crystal Ware.					

7. In cases, where declared values or values in invoice retrieved from the consignment, as the case may be, are higher than the customs values determined in this valuation ruling, the assessment shall be made on higher values in terms of sub-section (1) of Section 25 of the Customs Act, 1969.

8. In case of consignments imported by air, the difference between air freight and sea freight shall be added for the assessment of value.

9. The VR shall be applicable for the descriptions and specifications of goods as mentioned in the aforementioned table. HS Codes are mentioned for illustrative purposes.

10. The Collectors of customs shall ensure the implementation of VR and in case of any anomaly may be brought to the notice of this Directorate immediately.


(Dr. Tahir Qureshi)
Director

Copy for necessary action and implementation:

The Collectors / Directors of Customs, Collectorates / Directorates of Customs (Appraisalment-West / East / SAPT / PMBQ / JIAP / Enforcement/), Karachi / Hyderabad / (Appraisalment / Enforcement / Ports), Quetta / Gwadar / Khuzdar (Appraisalment / Enforcement / AIIA), (Appraisalment-East / West, Lahore / Faisalabad Appraisalment / Enforcement, Sargodha / Enforcement & Appraisalment, Sambrial (Sialkot) / Enforcement, Multan / Islamabad / Gilgit-Baltistan / (Appraisalment/ Enforcement), Peshawar / Enforcement, Dera Ismail Khan / Exports (Port Qasim/Custom House, Karachi) / Transit Trade, Karachi.

Copy for information:

- 1) The Member Customs (Operations), F.B.R., Islamabad.
- 2) The Director General, Customs Valuation, Custom House, Karachi.
- 3) All Chief Collectors / Director Generals of Customs, Karachi / Lahore / Islamabad / Quetta / Peshawar.
- 4) All Collectors / Directors of Customs, Karachi / Lahore / Islamabad/ Quetta/ Peshawar/ Faisalabad.
- 5) The Director, Directorate of Customs Valuation, Lahore / Quetta / Peshawar.
- 6) The Deputy Director (MIS), Directorate General of Customs Valuation, Karachi, for uploading in One Customs & WEBOC database system.
- 7) The Chairman (Valuation Committee), FPCC&I, Federation House, Clifton, Karachi.
- 8) The Chambers of Commerce & Industry, Karachi, Lahore, Islamabad, Hyderabad, Quetta & Peshawar.
- 9) The Karachi Customs Agents Group, Bohri Road, Karachi.
- 10) The Webmaster, Federal Board of Revenue, Islamabad.
- 11) Guard File.

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