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

C. No. Misc/06/2016-II/(Part-II)2026-II/218 Dated: 18 -03-2026

VALUATION RULING NO. 2054 / 2026

1. This Ruling shall be applicable until the same is rescinded or revised in terms of sub-section (4) of Section 25A of the Customs Act, 1969.

2. 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.

Subject: DETERMINATION OF CUSTOMS VALUE OF CHLORINATED PARAFFIN WAX UNDER SECTION 25A OF THE CUSTOMS ACT, 1969.

1.	Valuation Ruling	This Ruling supersedes Valuation Ruling No 2006/2025 dated 04.07.2025 and its Order-in-Revision No. 49/2025 dated 30.09.2025.
2.	Date of meetings with stakeholders	The meetings with the relevant stakeholders were held on 31.12.2025, 09.01.2026, 21.01.2026 & 02.02.2026.

Background of the Issue: Representations from different stakeholders regarding determination of customs values of Chlorinated Paraffin Wax were received in this Directorate with a request to revisit customs values of Chlorinated Paraffin Wax based on international market prices. Therefore, an exercise was undertaken by this Directorate for the determination of customs values of subject goods under Section 25A of the Customs Act, 1969 and Valuation Ruling No. 2006/2025 dated 04.07.2025 was issued accordingly. The said Valuation Ruling was challenged before the Director General of Customs Valuation by M/s Grit (Pvt.) Ltd. under Section 25D of the Customs Act, 1969. The Director General, vide Order-in-Revision No. 49/2025 dated 30.09.2025, rescinded the Valuation Ruling to the extent of the value of Chlorinated Paraffin Wax (Chlorine content 62%) of Qatar origin at Serial No. 1 of the impugned Ruling, with direction to this Directorate to undertake a fresh exercise in terms of Section 25A of the Customs Act, 1969 by recourse to the valuation methodology prescribed in Section 25 of the Act, to re-determine customs values of the goods in question.

DIRECTOR CUSTOMS VALUATION KARACHI

2. **Analysis/Exercise done to determine Customs Values:** Meetings were conducted on the aforementioned dates under Section 25A of the Customs Act, 1969. Relevant stakeholders including local manufacturers and importers attended and their viewpoints were heard in detail. Ninety (90) days' import data was retrieved and thoroughly scrutinized. It was observed that recent imports of Chlorinated Paraffin Wax (Chlorine content 62%) of Qatar origin ranged between US$ 0.62 to US$ 0.64 per Kg, with an average of approximately US$ 0.63 per Kg. The importer M/s Grit (Pvt.) Ltd. was requested to furnish complete documentation including: Export GD from the country of export, supplier's production cost sheet, country-specific conversion cost details and supporting financial documentation. However, such information was not furnished despite opportunity. The Directorate also examined international price trends of major raw materials used in manufacturing of CPW, particularly Paraffin Oil and Chlorine. It was observed that

Customnews.pk

international prices of Paraffin Oil have shown an upward trend during the relevant period, which materially impacts the intrinsic production cost of CPW. Further, country-specific cost of production data available in the public domain through the Final Determination Report issued by the National Tariff Commission (ADC No. 64/NTC/2024/CPW dated 10.12.2024) was examined for corroborative purposes. The verified cost parameters contained therein provided by the supplier from the country of origin indicate a value level materially higher than certain declared import values observed in recent consignments.

3. **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 values of subject goods. The transaction value method under Section 25(1) was examined. However, due to absence of information as required under Section 25(2) of the Customs Act, 1969 including non-submission of Export GD, supplier's production cost sheet and conversion cost details the declared transactional values could not be conclusively accepted. Identical and similar goods value methods under Sections 25(5) and 25(6) ibid were examined. However, no recent imports from other origins were available and imports from Qatar reflected supply concentration through a single exporter. Therefore, these methods were found inapplicable. As Chlorinated Paraffin Wax is an industrial raw material and not ordinarily available in retail market, deductive method under Section 25(7) of the Customs Act, 1969 was also found inapplicable. In line with the statutory sequential order of Section 25 of the Customs Act, 1969, the computed value method under Section 25(8) was examined. International raw material price trends and verified cost parameters available in the public domain were considered to assess intrinsic value of the subject goods. The cost analysis was considered for corroborative purposes and not adopted mechanically. Accordingly, after harmonizing indicative computed value findings, prevailing international raw material trends, and contemporaneous import data, the customs values of subject goods are determined under Section 25(9) read with Section 25(8) of the Customs Act, 1969.

4. **Customs Values for Chlorinated Paraffin Wax** - *hereinafter specified* shall be assessed to duty / taxes at following Customs Values:

Sr. No.	Item Description	PCT Code	Proposed PCT for WeBOC	Origin	Customs Values C&F (USD/Kg)
1	Chlorinated Paraffin Wax (Chlorine content 62%)	3824.9980	3824.9980.1000	China	0.75
				Qatar	0.72
				Other Origins	0.80
2	Chlorinated Paraffin Wax (All other grades)		3824.9980.1100	China	0.84
				Qatar	0.83
				Taiwan	0.85
				Other Origins	0.85

5. 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.

DIRECTOR CUSTOMS VALUATION KARACHI

Customnews.pk

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

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

8. The Collectorates of Customs shall ensure the implementation of Valuation Ruling and in case of any anomaly may be brought to the notice of this Directorate immediately.

1873

(Azhar Husain Merchant)
Director

Copy for necessary action and implementation:
The Collectors / Directors of Customs, Collectorates / Directorates of Customs (Headquarters-South)/ Appraisement-West / East / SAPT / PMBQ / JIAP / Enforcement/), Karachi / Hyderabad / (Appraisement / Enforcement / Ports), Quetta / Gwadar / Khuzdar (Appraisement / Enforcement / AIIA), (Appraisement–East / West, Lahore / Faisalabad Appraisement / Enforcement, Sargodha / Enforcement & Appraisement, Sambrial (Sialkot) / Enforcement, Multan / Islamabad / Gilgit-Baltistan / (Appraisement/ 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.

PLEASE CIRCULATE

SHAIKH WAQAS ANJUM
General Secretary
Karachi Customs Agents Association

Customnews.pk