



GOVERNMENT OF PAKISTAN
DIRECTORATE GENERAL OF CUSTOMS VALUATION
CUSTOM HOUSE KARACHI

The Collectors of Customs, Model Customs Collectorates, Appraisement (East/West)/Port Qasim/ Preventive), Karachi / Lahore (Appraisement / Preventive) / Sambrial (Sialkot) / Faisalabad / Multan / Islamabad/ Hyderabad/ Quetta / Peshawar/ Gawadar/ Gilgit-Baltistan

Determination of Customs Values of Mobile Accessories (HS Code 8504.4020, 8504.5000, 8506.8000, 8517.7000 & 8518.3000) Under Section 25-A of the Customs Act, 1969

(VALUATION RULING NO. 908/2016)

No. Misc/20/2016-VII

Dated: August 12, 2016

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

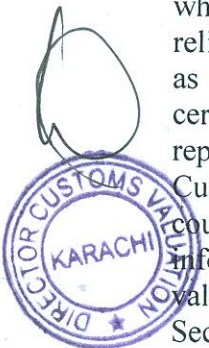
2. **Background of the valuation issue:** There have been numerous reports that mobile accessories of different specifications are being imported but declared at much lower values than the correct values in the international market. One valuation ruling No.374/2011 dated 14-09-2011 pertaining to Unbranded Mobile Battery /Mobile battery charger was issued under Section 25-A of the Customs Act, 1969. Therefore, an exercise to determine customs values of Mobile Accessories in terms of Section 25-A of the Customs Act, 1969 was initiated.

3. **Stakeholders' participation in determination of Customs values:** The stakeholders' meeting for the determination of customs values of Mobile Accessories were scheduled on 26-05-2016 and 08-06-2016. The stakeholders had been requested to submit the following documents before or during the meeting.

- Invoices of imports during last three months showing factual value.
- Websites, names and E-mail addresses of known foreign manufacturers of the item in question through which the actual current value can be ascertained.
- Copies of Contracts made / LCs opened during the last three months showing the value of item in question.
- Copies of Sales Tax Invoices issued during last four months showing the difference in price (excluding duty and taxes) to substantiate that the benefit of difference in price is passed on to the local buyers.

4. No documents were submitted in this Directorate General on or even after the said scheduled meetings. The importers abstained from attending the stakeholders meetings.

5. **Method adopted to determine Customs values:** Valuation methods given in Section 25 of the Customs Act, 1969 were followed to arrive at customs values of mobile accessories. Transaction value method provided in Section 25 (1) was found inapplicable because the requisite information was not available. Identical / similar goods value methods provided in Section 25(5) & (6) were examined for applicability to the valuation issue in the instant case which provided some reference values of the subject goods but the same could not be exclusively relied on due to wide variation in declared values of subject goods. Thereafter, market inquiries as envisaged under section 25(7) of the Customs Act, 1969, were conducted. As there were certain differences in specifications of the items, therefore, different markets were surveyed repeatedly for the purpose. The computed value method as provided in Section 25(8) of the Customs Act, 1969, could not be applied as the conversion costs from constituent material at the country of export were not available. Online values of subject goods were also obtained. All the information so gathered was evaluated and analyzed for the purpose of determination of customs values. Consequently, the Customs values of mobile accessories have been determined under Section 25(9) of the Customs Act, 1969.



6. **Customs values for Mobile Accessories:** Mobile Accessories as *specified herein shall* be assessed to duty/ taxes at the Customs values given in the following tables.-

S. No.	Description of Goods	PCT	Proposed PCT for Weboc	Customs value US\$ / PC			
				China		Other Origins	
				Category (A)	Category (B)	Category (A)	Category (B)
1	Mobile Charger	8504.4020	8504.4020.1000	1.00	0.50	1.30	0.60
2	Car Charger (Single Pin)	8504.4020	8504.4020.1100	1.40	0.45	1.80	0.55
3	Car Charger (Multi Pin)	8504.4020	8504.4020.1200	1.70	0.55	2.25	0.65
4	Desk Top Battery Charger	8504.4020	8504.4020.1300	0.90	0.45	1.20	0.55
5	Power Bank / Battery Pack / Portable Battery Bank (12000mAh)	8504.4020	8504.4020.1400	5.80	3.50	7.50	4.20
6	Selfie Stick without Remote	8504.5000	8504.5000.1000	2.50	1.30	3.25	1.60
7	Selfie Stick with Remote	8504.5000	8504.5000.1100	4.50	2.20	5.85	2.65
8	Mobile Battery	8506.8000	8506.8000.1000	1.25	0.50	1.65	0.60
9	Casing / Pouch (Plastic/ Artificial Leather)	8517.7000	8517.7000.1000	1.10	0.55	1.45	0.65
10	Casing / Pouch (Pure Leather)	8517.7000	8517.7000.1100	4.85	2.40	6.35	2.90
11	Glass Protector	8517.7000	8517.7000.1200	1.70	0.48	2.25	0.60
12	Card Reader	8517.7000	8517.7000.1300	2.45	1.20	3.20	1.45
13	Mobile Hands Free	8518.3000	8518.3000.1000	1.35	0.40	1.75	0.50
14	Mobile Head Phone	8518.3000	8518.3000.1100	5.25	2.20	6.85	2.65
Category-A: Creative, Bosch, Logitech, Philips, Toshiba, Sony, Beats, Samsung, Nokia, LG, Canon, Orange							
Category-B: YeSong, Universal, 5INONE, Q-Mobile, Astec, E2, FIVE(5), LAVA, 7-Day, Express, 3X, Haier, Jays, Mars, SKB, FM & United and other similar low end brands							

7. The mobile accessories of Apple or any other upscale brand not specified in the Ruling may be assessed under section 25 of the Customs Act, 1969. If the value dispute regarding mobile accessories not available in this ruling is not resolved at Collectorate level, the same may be forwarded to this Directorate General for suitable advice.

In cases where declared/ transaction 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 officer shall take into account the differential between air freight and sea freight while applying the Customs values determined in this Ruling.



