



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 Custom Values of Paint Brushes and Roller Brushes Under Section 25-A of the Customs Act, 1969

(VALUATION RULING NO. 893/2016)

No.Misc/01/2011-VIII B/IX

Dated: July 29 , 2016.

In exercise of the powers conferred under Section 25-A of the Customs Act, 1969, Customs values of Paint Brushes and Roller Brushes are determined as follows: -

2. **Background of the valuation issue:** It was brought to the notice of this Directorate General of Customs Valuation that the values of Paint Brushes and Roller Brushes have increased in the international market as compared to the determined Customs values of Paint Brushes and Roller Brushes vide Valuation Ruling No.463/2012, dated 18-07-2012. The impugned Valuation Ruling required revision in line with the prevailing prices in the international market. Therefore, this Directorate General initiated an exercise for determination of customs value for Paint Brushes and Roller Brushes.

3. **Stakeholders' participation in determination of Customs values:** Meeting with stakeholders was held on 23-06-2016 and the importers were requested to furnish the following documents:-

- A. Invoices of imports during last three months showing factual value.
- B. Websites, names and E-mail addresses of known foreign manufacturers of the item in question through which the actual current value can be ascertained.
- C. Copies of Contracts made / LCs opened during the last three months showing the value of item in question.
- D. 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. The meeting was attended by a few importers. The importers during the meeting were of the view that the prices of the subject commodity have not increased in the international market. in last four years. They, however, could not submit any corroboratory evidence/documents in support of their contentions. They requested that they may be allowed some time to furnish evidences and other documents in support of their contentions but later abstained from submitting any such documents.

5. **Method adopted to determine Customs values:** Valuation methods given in Section 25 of the Customs Act, 1969 were followed to arrive at fair value of Paint Brushes and Roller Brushes. Transaction value method provided in Section 25 (1) was found inapplicable owing to wide variation in the values being declared to the customs and incomplete descriptions. 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 enquiry as envisaged under Section 25(7) of the Customs Act, 1969, was conducted. As the stakeholders were not forthcoming with the values of the Paint Brushes and Roller Brushes as being traded in the international market, therefore different markets were surveyed repeatedly for the purpose. Online prices were also obtained to corroborate the findings of the market surveys. Computed Value Method as provided in Section 25 (8) could not be applied for valuation of the aforementioned goods as the cost of raw material and fabrication charges under clause (a) and amount of profit and general expenses under clause (b) of Section 25 (8) of the Act, in the country of export, could not be ascertained. All the information so gathered was evaluated and analyzed for the purpose of determination of customs values of Paint Brushes and Roller Brushes. Consequently, the Customs values of Paint Brushes and Roller Brushes have been determined under Section 25 (9) of the Customs Act, 1969.

7. **Customs values for Paint Brushes and Roller Brushes:** Paint Brushes and Roller Brushes, *hereinafter specified*, shall be assessed to duty/taxes at the Customs Values mentioned below:-

S.No	Description of Goods	PCT	Proposed PCT for WeBOC	Origin	Customs Value (C&F) US\$/Pc
(1)	(2)	(3)	(4)	(5)	(6)
1	Roller Frame	9603.4000	9603.4000.1000	China	0.53
2	Roller Frame	9603.4000	9603.4000.1100	Other Origins	0.64
3	Paint Roller Sleeves (Refill)	9603.4000	9603.4000.1200	China	0.76
4	Paint Roller Sleeves (Refill)	9603.4000	9603.4000.1300	Other Origins	0.90
5	Paint Roller	9603.4000	9603.4000.1400	China	1.75
6	Paint Roller	9603.4000	9603.4000.1500	Other Origins	2.10
7	Paint Roller Set with Tray	9603.4000	9603.4000.1600	China	2.65
8	Paint Roller Set with Tray	9603.4000	9603.4000.1700	Other Origins	3.20
9	Paint Roller Extension Pole (Made of Aluminum)	9603.4000	9603.4000.1800	China	9.00
10	Paint Roller Extension Pole (Made of Aluminum)	9603.4000	9603.4000.1900	Other Origins	10.00
11	Paint Roller Extension Pole (Made of Steel/PVC)	9603.4000	9603.4000.2000	China	1.47
12	Paint Roller Extension Pole (Made of Steel/PVC)	9603.4000	9603.4000.2100	Other Origins	2.10
13	Paint Brush, Size—1/2inch	9603.4000	9603.4000.2200	China	0.26
14	Paint Brush, Size—1/2inch	9603.4000	9603.4000.2300	Other Origins	0.32
15	Paint Brush, Size—1inch	9603.4000	9603.4000.2400	China	0.40
16	Paint Brush, Size—1inch	9603.4000	9603.4000.2500	Other Origins	0.48
17	Paint Brush, Size—1-1/2inch	9603.4000	9603.4000.2600	China	0.45
18	Paint Brush, Size—1-1/2inch	9603.4000	9603.4000.2700	Other Origins	0.54
19	Paint Brush, Size—2inch	9603.4000	9603.4000.2800	China	1.00
20	Paint Brush, Size—2inch	9603.4000	9603.4000.2900	Other Origins	1.20
21	Paint Brush, Size—2-1/2inch	9603.4000	9603.4000.3000	China	1.10



22	Paint Brush, Size—2-1/2inch	9603.4000	9603.4000.3100	Other Origins	1.32
23	Paint Brush, Size—3inch	9603.4000	9603.4000.3200	China	1.60
24	Paint Brush, Size—3inch	9603.4000	9603.4000.3300	Other Origins	1.92
25	Paint Brush, Size—4inch	9603.4000	9603.4000.3400	China	2.15
26	Paint Brush, Size—4inch	9603.4000	9603.4000.3500	Other Origins	2.60
27	Paint Brush, Size—5inch	9603.4000	9603.4000.3600	China	2.55
28	Paint Brush, Size—5inch	9603.4000	9603.4000.3700	Other Origins	3.10

8. 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 or in case of import through Land Customs Stations, the differential amount between the Sea freight and land transport charges while applying the Customs values determined in this Ruling.

9. **Validity of this Valuation Ruling:** The values determined vide this Ruling shall be the applicable Customs value for assessment of subject imported goods until and unless it is rescinded or revised by the competent authority in terms of Sub-Sections (1) or (3) of Section 25-A of the Customs Act, 1969.

10. **Revision of the value determined vide this Valuation Ruling:** A revision petition may be filed against this Ruling, as provided under Section 25-D of the Customs Act, 1969, within 30 days from the date of issue of this ruling, before the Director General, Directorate General of Customs Valuation, 7th Floor, Custom House, Karachi.

11. The Collectors of Customs may kindly ensure that the values given in this Valuation Ruling for the given description of goods are applied by the concerned staff without fail. Any anomaly observed may kindly be brought to the notice of this Directorate General immediately. Customs values determined in the ruling are for the description and specification as mentioned in the tables above of this Ruling. HS 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 certification 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.

12. ***This Valuation Ruling supersedes Valuation Ruling No. 463/2012, dated 18-07-2012.***


 (Dr. Wasif Ali Memon)
 Director

Copy for information to: -

1. Member (Customs), F.B.R., Islamabad.
2. Director General, Customs Valuation, Custom House, Karachi.

3. Chief Collector of Customs, South (Appraisement), Custom House, Karachi.
4. Chief Collector of Customs, South (Enforcement), Custom House, Karachi.
5. Chief Collector of Customs (Central), Lahore.
6. Chief Collector of Customs (North), Islamabad.
7. Director General, Intelligence and Investigation-FBR, Islamabad.
8. Director General, Audit (Customs & Petroleum), 1st Floor, PT&T Audit Building, Mauj-e-Darya Road, Lahore.
09. Director General, Post Clearance Audit (PCA), Islamabad.
10. Director General, Internal Audit (Customs), Karachi.
11. Directors, Intelligence & Investigation, Karachi / Lahore / Islamabad/ Quetta Peshawar/ Faisalabad.
12. Director, Directorate of Customs Valuation (Camp Office), Lahore.
13. Deputy Director (HQ), Directorate General of Customs Valuation, Karachi, for uploading in WeBOC database system and deleting ***Valuation Ruling No. 463/2012, dated 18-07-2012.***
14. Chairman (Valuation Committee), FPCC&I, Federation House, Clifton, Karachi.
15. Chambers of Commerce & Industry, Karachi, Lahore, Islamabad, Hyderabad, Quetta, Gujranwala, Faisalabad, Sialkot, Rawalpindi & Peshawar.
16. Law Section, Customs Valuation, 7th Floor, Custom House, Karachi.
17. Review Section, Customs Valuation, 7th Floor, Custom House, Karachi.
18. Karachi Customs Agents Group, Bohri Road, Karachi.
19. CHO, Customs Valuation, Custom House, Karachi.
20. Notice Board, Customs Valuation 7th Floor, Custom House, Karachi / MCC, Appraisement (East/West), Custom House, Karachi.
21. Webmaster, Federal Board of Revenue, Constitution Avenue, Islamabad, for uploading FBR website and deleting ***Valuation Ruling No. 463/2012, dated 18-07-2012.***
22. Guard File.