



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 Automotive Oil Filter and Air Filter
Denso Brand (Genuine Parts) under Section 25-A of the Customs Act, 1969**

(VALUATION RULING NO. ¹¹⁶³ 2017)

No.Misc/06/2017-VIIIA ¹¹²⁶¹

Dated ¹⁹ -05-2017

In exercise of the powers conferred under Section 25-A of the Customs Act, 1969, Customs values of Automotive Oil Filter and Air Filter Denso Brand (Genuine Parts), are determined as follows : -

2. **Background of the valuation issue:** A representation was received from M/s Indus Motors that oil filter and air filter of Denso brand (Genuine Parts) are being cleared at under invoiced value and at par with replacement parts . Therefore this Directorate General initiated an exercise under Section 25A of the Customs Act, 1969 for determination of the customs values of the subject goods

3. **Stakeholders' participation in determination of Customs values:** Meeting was held on 21-03-2017, with the representatives of M/s.Indus Motor Co, Ltd., Karachi, M/s.Pak Suzuki Motor Co (Pvt) Ltd., PAAPAM and importers They were requested to submit the following documents so that correct customs values could be determined: -

- i) Invoices of imports during last three months showing factual value.
- ii) Websites, names and E-mail addresses of known foreign manufacturers of the item in question through which the actual current value can be ascertained.
- iii) Copies of Contracts made / LCs opened during the last three months showing the value of item in question.
- iv) 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. M/s.Indus Motor Co, Ltd., Karachi submitted import invoices, copies of GDs, Packing list, representative samples, working proposal in support of their contention and other relevant requisite import documents. No any other stakeholder submitted their documents therefore matter could not be pended after lapse of considerable time.

5. **Method adopted to determine Customs values:** Valuation methods given in Section 25 of the Customs Act, 1969 were applied sequentially to address the valuation issue at hand. Transaction value method provided in Section 25 (1) of the Act ibid was found



inapplicable because the required information under the law was not available. Identical and Similar goods valuation methods provided in Sub-Sections (5) and (6) of Section 25 of the Customs Act, 1969, were examined for applicability to the re-evaluation 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 the subject goods. Thereafter, market enquiries as envisaged under Section 25(7) of the Customs Act, 1969, were conducted. The prices of subject goods varied depending on model and type of vehicle Input and feedback by the importers and manufacturers in the meetings was also considered. Online prices were also obtained. 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 Customs Act, 1969, in the country of exportation could not be ascertained. All the information so gathered was evaluated and analyzed for the purpose of determination of customs values. Consequently, the customs values of Automotive Oil Filter and Air Filter Denso Brand (Genuine Parts) were determined under Sub-Section (9) of Section 25 of the Customs Act, 1969.

6. **Customs values for Automotive Oil Filter and Air Filter Denso Brand (Genuine Parts) :** Automotive Oil Filter and Air Filter Denso Brand (Genuine Parts) of all origins *hereinafter specified* shall be assessed to duty / taxes at the following Customs Values :-

S.No.	Description of Goods	PCT Code	Proposed PCT for WeBOC	Customs Values All origins (FOB) US\$/Pc
(1)	(2)	(3)	(4)	(6)
01.	Denso brand (Genuine Parts) Oil Filter (15600-41010)	8421.3110 8421.3190	8421.3110.1000 8421.3190.1100	6.03
02.	Denso brand (Genuine Parts) Oil Filter (90915-30003)	8421.3110 8421.3190	8421.3110.1100 8421.3190.1100	11.72
03.	Denso brand (Genuine Parts) Oil Filter (90915-30002)	8421.3110 8421.3190	8421.3110.1200 8421.3190.1200	11.72
04.	Denso brand (Genuine Parts) Oil Filter (90915-YZZD4)	8421.3110 8421.3190	8421.3110.1300 8421.3190.1300	2.78
05.	Denso brand (Genuine Parts) Oil Filter (90915-YZZD2)	8421.3110 8421.3190	8421.3110.1400 8421.3190.1400	2.78
06.	Denso brand (Genuine Parts) Oil Filter (90915-YZZE1)	8421.3110 8421.3190	8421.3110.1500 8421.3190.1500	2.78
07.	Denso brand (Genuine Parts) Oil Filter (90915-YZZE2)	8421.3110 8421.3190	8421.3110.1600 8421.3190.1600	2.78
08.	Denso brand Genuine Parts Air Filter 17801-0 C010	8421.3110 8421.3190	8421.3110.1700 8421.3190.1700	16.94
09.	Denso brand Genuine Parts Air Filter 17801-0 D030	8421.3110 8421.3190	8421.3110.1800 8421.3190.1800	5.56
10.	Denso brand Genuine Parts Air Filter 17801-0 L040	8421.3110 8421.3190	8421.3110.1900 8421.3190.1900	15.72
11.	Denso brand Genuine Parts Air Filter 17801-0 M020	8421.3110 8421.3190	8421.3110.2000 8421.3190.2000	8.78



12.	Denso brand Genuine Parts Air Filter 17801-21050	8421.3110 8421.3190	8421.3110.2100 8421.3190.2100	8.57
13.	Denso brand Genuine Parts Air Filter 17801-38030	8421.3110 8421.3190	8421.3110.2200 8421.3190.2200	15.35
14.	Denso brand Genuine Parts Air Filter 17801-75010	8421.3110 8421.3190	8421.3110.2300 8421.3190.2300	20.15
15.	Denso brand Genuine Parts Air Filter 17801-30070	8421.3110 8421.3190	8421.3110.2400 8421.3190.2400	13.30
16.	Denso brand Genuine Parts Air Filter 17801-31090	8421.3110 8421.3190	8421.3110.2500 8421.3190.2500	15.35
17.	Denso brand Genuine Parts Air Filter 17801-30080	8421.3110 8421.3190	8421.3110.2600 8421.3190.2600	13.16
18.	Denso brand Genuine Parts Air Filter 17801-67060	8421.3110 8421.3190	8421.3110.2700 8421.3190.2700	20.15
19.	Denso brand Genuine Parts Air Filter 17801-51020	8421.3110 8421.3190	8421.3110.2800 8421.3190.2800	15.35
20.	Denso brand Genuine Parts Air Filter 17801-23030	8421.3110 8421.3190	8421.3110.2900 8421.3190.2900	7.88
21.	Denso brand Genuine Parts Air Filter 17801-50040	8421.3110 8421.3190	8421.3110.3000 8421.3190.3000	21.16
22.	Denso brand Genuine Parts Air Filter 17801-30040	8421.3110 8421.3190	8421.3110.3100 8421.3190.3100	13.16
23.	Denso brand Genuine Parts Air Filter 17801-17010	8421.3110 8421.3190	8421.3110.3200 8421.3190.3200	20.15
24.	Denso brand Genuine Parts Air Filter 17801-38051	8421.3110 8421.3190	8421.3110.3300 8421.3190.3300	15.28
25.	Denso brand Genuine Parts Air Filter 17801-70050	8421.3110 8421.3190	8421.3110.3400 8421.3190.3400	11.31
26.	Denso brand Genuine Parts Air Filter 17801-37021	8421.3110 8421.3190	8421.3110.3500 8421.3190.3500	11.24
27.	Denso brand Genuine Parts Air Filter 17801-26020	8421.3110 8421.3190	8421.3110.3600 8421.3190.3600	11.34
28.	Denso brand Genuine Parts Air Filter 17801-64040	8421.3110 8421.3190	8421.3110.3800 8421.3190.3800	11.10
29.	Denso brand Genuine Parts Air Filter 17801-54180	8421.3110 8421.3190	8421.3110.3900 8421.3190.3900	17.20
30.	Denso brand Genuine Parts Air Filter 17801-64070	8421.3110 8421.3190	8421.3110.4000 8421.3190.4000	11.31

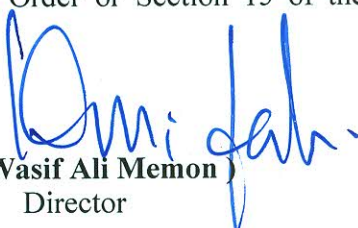
7. In cases where declared/ transaction values are higher than the Customs values determined in this Ruling, the assessing officers shall apply those values in terms of Sub-Section (1) of Section 25 of the Customs Act, 1969. In case of consignments imported by air, the assessing officer shall take into account the differential between air freight and sea freight while applying the Customs values determined in this Ruling.

8. **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 Section 25-A of the Customs Act, 1969.



9. **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.

10. The Collectors of Customs may kindly ensure that the values given in the 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 Directorate General immediately. Customs values determined in the ruling are for the description and specification as mentioned herein. PCT Codes are mentioned for illustrative purpose so that valuation ruling values are made accessible to the assessing officer. 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


(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 (Appraisalment), 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.
9. 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 One Customs & WeBOC database system on the date of issue of this ruling.
14. Chairman (Valuation Committee), FPCC&I, Federation House, Clifton, Karachi.
15. Chambers of Commerce & Industry, Karachi, Lahore, Islamabad, Hyderabad, Quetta & 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, Appraisalment, 1st Floor, Custom House, Karachi.
21. Guard File.