



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 Disposable Razors and Razor Parts Under
Section 25-A of the Customs Act, 1969.

(VALUATION RULING NO. ¹²⁹⁶ /2018)

No.Misc/16/2017-VI

471

Dated: April 25, 2018

In exercise of the powers conferred under Section 25-A of the Customs Act, 1969, Customs values of Disposable Razors and Razor Parts are determined as follows:

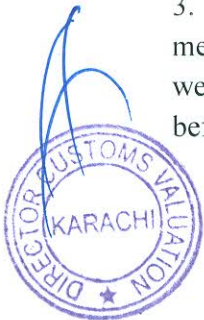
2. **Background of the valuation issue:** Earlier the Customs values of Disposable Razors and Razor Parts was determined vide Valuation Ruling No. 1179/2017 dated 12-06-2017 issued under Section 25-A of the Customs Act, 1969. Director General of Customs Valuation vide Order-in-Revision No. 419/2017 dated 15.12.2017, remanded back the valuation ruling with the directions to conduct comprehensive valuation exercise thoroughly, and to re-determine Customs values of subject goods under section 25-A of the Customs Act, 1969 after removing discrepancies. Therefore, this Directorate General initiated an exercise for re-determination of Customs values for the subject goods.

3. **Stakeholders' participation in determination of Customs values:** In this regard meeting with stakeholders was held in this Directorate General and their input and view points were obtained. However, the participants were requested to submitted following documents before or during stakeholders' meeting.

- i) Invoice of Imports made during last three months showing factual value.
- ii) , Websites, names and E-mail address of known foreign suppliers / manufacturers of the item in question through which the actual current value could be ascertained.
- iii) Copies of contracts made / LCs opened during the last three months showing the value of items in question.
- iv) Copies of Sales Tax paid invoices issued during last four months (excluding duty and taxes) to substantiate the contentions of the importers.

4. During the meeting, the importers contended that the customs values are on the higher side and should be revised downward. However, no body submitted tangible documents except some import data of lower values. Representative of M/s S.S. Corporation requested that H.S. Code for Cartridge should be mentioned separately in fresh valuation ruling. The view point of all stakeholders was heard in detail and considered to arrive at Customs values of Disposable Razors and Razor Parts.

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 under Sub-Section (1) of Section 25 of the Act ibid was found



inapplicable because 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 provided some reference values but due to wide variations in the declarations the same could not be relied upon exclusively. In the regular sequential order, this office conducted market inquiries in terms of Sub-Section (7) of Section 25 of the Customs Act, 1969. Consequently, the Customs values of Disposable Razors and Razor Parts are determined under Sub-Section (7) of Section 25 of the Customs Act, 1969. Due to variations in the market prices of the subject items, market surveys were repeated. Consequently, the customs values of Disposable Razors and Razor Parts are determined under Sub-Section (7) of Section 25 of the Customs Act, 1969.

5. **Customs values for Disposable Razor and Razor Parts:** Disposable Razor and Razor Parts *hereinafter specified* shall be assessed to duty /taxes at the following Customs Values:

S. No.	Description	H.S code	Proposed PCT for WBOC	Origin	Customs Values US\$
(1)	(2)	(3)	(4)	(5)	(6)
1	Disposable Razor (Twin Blade Plastic Body)	8212.1000	8212.1000.1100	China	0.0284/Pc
2	Disposable Razor (Twin Blade Plastic Body)	8212.1000	8212.1000.1200	Vietnam / Egypt	0.029 / Pc
3	Disposable Razor (Twin Blade Plastic Body)	8212.1000	8212.1000.1300	Korea	0.032 / Pc
4	Cartridge / Safety Razor Blades	8212.2000	8212.2000.1100	Vietnam / Egypt	0.0085/ Pc
5	Cartridge / Safety Razor Blades	8212.2000	8212.2000.1200	China	0.0080/ Pc
6	Razors Parts: i-e Cartridges / handles & other parts without Blades	8212.9000	8212.2000.1100	Vietnam / Egypt	4.65 / Kg
7	Razors Parts: i-e Cartridges / handles & other parts without Blades	8212.9000	8212.2000.1200	China	4.25 / Kg

6. In case 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.


7. **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.



8. **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.

9. 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 this Directorate General immediately. Customs values determined in the ruling are for the description and specifications as mentioned herein. PCT 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.

10. *This ruling supersedes Valuation Ruling No.1179/2017, dated 12-06-2017.*


(Muhammad Iqbal Muneeb)
Director
25/4/18

Copy for information to:

1. Member (Customs), FBR, 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/ Multan.
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 databasesystem and deleting Valuation Ruling No.1179/2017, dated 12-06-2017 from the 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. Revision Section, Customs Valuation, 7th Floor, Custom House, Karachi.
18. Karachi Customs Agents Association, Bohri Road, Karachi.
19. CHO, Customs Valuation, Custom House, Karachi.