



GOVERNMENT OF PAKISTAN  
DIRECTORATE GENERAL OF CUSTOMS VALUATION  
CUSTOM HOUSE KARACHI

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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 Steel Files Flat Bastard/Half Round/Full Round Under Section 25-A of the Customs Act, 1969**

(VALUATION RULING NO.1283/ 2018)

No. Misc/09/2009-VI/427

Dated: April 13, 2018

In exercise of the powers conferred under Section 25-A of the Customs Act, 1969. Customs values of Steel Files Flat Bastard/Half Round/Full Round are determined as follows:

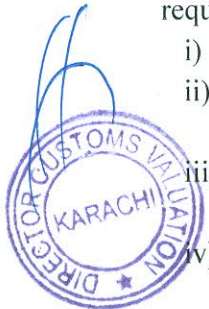
2. **Background of the valuation issue:** Earlier the Customs values of Steel Files Flat Bastard/Half Round/Full Round were notified vide Valuation Ruling No.958/2016 dated 31-10-2016 and revised vide Order-in-Revision No. 312 dated 24-02-2017. However, it needed revision to reflect the current price trend prevailing in international market. This prompted an exercise to re-determine the Custom values of the subject goods under Section 25-A of the Customs Act, 1969.

3. **Stakeholders' participation in determination of Customs values:** Numerous stakeholders meetings were held in this Directorate General. The participants had been requested to submit following documents before or during the stakeholders meetings.

- 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. Different stakeholders including importers and officers from clearance Collectorate attended the meetings. Representatives of Collectorate stated that the values are suppressed. Importers on the other hand, requested to decrease values of Steel Files Flat Bastard/Half Round/Full Round. They, however, did not submit any documentary evidence in support of their contentions despite ample time given to them.

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 line with the statutory sequential order of Section 25, this office then conducted market inquiries using Deductive Value Method under Sub-Section (7) of the Section 25 of the Customs Act, 1969 and customs values of Customs values of Steel Files Flat Bastard/Half Round/Full Round are determined under Sub-Section (7) of Section 25 of the Customs Act, 1969.





6. **Customs values for Steel Files Flat Bastard/Half Round/Full Round:** Steel Files Flat Bastard/Half Round/Full Round *hereinafter specified* shall be assessed to duty /taxes at the following Customs Values:

S. No	Description	PCT Heading	Proposed PCT for WeBOC	Custom C&F Values US\$ /Kg			
				China	Indonesia	India	Others
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
01.	Steel Files Flat Bastard Size 4"-6" inches	8203.1000	8203.1000.1000	3.95	4.95	5.20	5.85
02.	Steel Files Flat Bastard Size 6.01"-8" inches	8203.1000	8203.1000.1100	3.90	4.90	5.10	5.70
03.	Steel Files Flat Bastard Size 8.01"-14" inches	8203.1000	8203.1000.1200	3.60	4.75	4.95	5.55
04.	Steel Files Half Round Bastard Size 4"-6" inches	8203.1000	8203.1000.1300	3.45	4.60	4.80	5.40
05.	Steel Files Half Round Bastard Size 6.01"-8" inches	8203.1000	8203.1000.1400	3.40	4.50	4.75	5.30
06.	Steel Files Half Round Bastard Size 8.01"-14" inches	8203.1000	8203.1000.1500	3.35	4.45	4.65	5.25
07.	Steel Files Full Round Bastard Size 4"-6" inches	8203.1000	8203.1000.1600	3.25	4.40	4.55	5.15
08.	Steel Files Full Round Bastard Size 6.01"-8" inches	8203.1000	8203.1000.1700	3.20	4.35	4.45	5.05
09.	Steel Files Full Round Bastard Size 8.01"-14" inches	8203.1000	8203.1000.1800	3.15	4.30	4.40	4.95

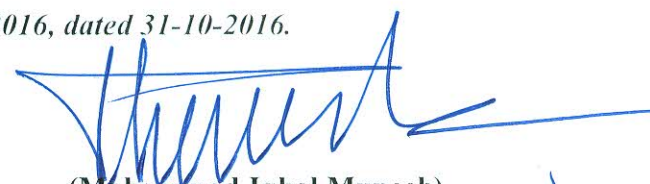
7. In cases where declared/ transaction values are higher than the Customs values determined in this Ruling, the assessing officers shall apply those values in terms of Sub-Section (1) of Section 25 of the Customs Act, 1969. In case of consignments imported by air, the assessing officer shall take into 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 Sub-Sections (1) or (3) 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, 7<sup>th</sup> 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 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.

11. ***This ruling supersedes Valuation Ruling No. 958/2016, dated 31-10-2016.***

  
(Mohammad Iqbal Muneeh)  
Director  
13/4/18

Copy for information to:

1. The Member (Customs), F.B.R., Islamabad.
2. The Director General, Customs Valuation, Custom House, Karachi.
3. The Chief Collector of Customs, South (Appraisalment), Custom House, Karachi.
4. The Chief Collector of Customs, South (Enforcement), Custom House, Karachi.
5. The Chief Collector of Customs (Central), Lahore.
6. The Chief Collector of Customs (North), Islamabad.
7. The Director General, Intelligence and Investigation-FBR, Islamabad.
8. The Director General, Audit (Customs & Petroleum), 1<sup>st</sup> Floor, PT&T Audit Building, Mauj-e-Darya Road, Lahore.
09. The Director General, Post Clearance Audit (PCA), Islamabad.
10. The Director General, Internal Audit (Customs), Karachi.
11. The Directors, Intelligence & Investigation, Karachi / Lahore / Islamabad/ Quetta Peshawar/ Multan.
12. The 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 and deleting Valuation Ruling No.958/2016, dated 31-10-2016.
14. The Chairman (Valuation Committee), FPCC&I, Federation House, Clifton, Karachi.
15. The Chambers of Commerce & Industry, Karachi, Lahore, Islamabad, Hyderabad, Quetta, Gujranwala, Faisalabad, Sialkot, Rawalpindi & Peshawar.
16. Law Section, Customs Valuation, 7<sup>th</sup> Floor, Custom House, Karachi.
17. Revision Section, Customs Valuation, 7<sup>th</sup> Floor, Custom House, Karachi.
18. Karachi Customs Agents Group, Bohri Road, Karachi.
19. CHO, Customs Valuation, Custom House, Karachi.
20. Notice Board, Customs Valuation 7<sup>th</sup> Floor, Custom House, Karachi / MCC, Appraisalment, 1<sup>st</sup> Floor, Custom House, Karachi.
21. Webmaster, Federal Board of Revenue, Constitution Avenue, Islamabad, for uploading on FBR Website.
22. Guard File.