



**GOVERNMENT OF PAKISTAN**  
**DIRECTORATE GENERAL CUSTOMS VALUATION**  
**CUSTOM HOUSE KARACHI**

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

**Determination of Customs Values of Tyres & Tubes - IV (Bicycle, Motorcycle, Scooter, & Rickshaw etc.) under Section 25-A of the Customs Act, 1969**

(Valuation Ruling No. 1321/2018)

No.Misc/08/2005-III

Dated: August 30<sup>th</sup>, 2018

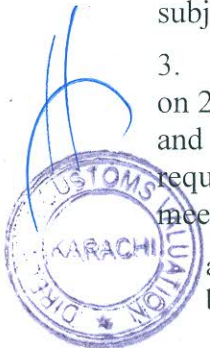
The Customs values of Tyres & Tubes for Bicycle, Motorcycle, Scooter, & Rickshaw etc. are hereby determined in exercise of the powers conferred under Section 25-A of the Customs Act, 1969.

2. **Background of the valuation issue:** The customs values of tyres & tubes of different types and sizes including those of motorcycle, scooter & rickshaw and tubes thereof were determined under Section 25-A of the Customs Act, 1969 vide Valuation Ruling No. 1236/2017 dated 15-12-2017. However, different stakeholders requested to re-determine customs values afresh in line with values prevalent in the international market. Therefore, an exercise was initiated in terms of Section 25-A of the Customs Act, 1969 to determine customs values of subject goods in light of existing international market prices.

3. **Stakeholders' Participation in determination of Customs Values:** Meetings were held on 24-04-2018, 04-06-2018 and 02-08-2018 with stakeholders including Pakistan Tyre Importers and dealers Association (PTIDA) and the officers from field formations. The importers had been requested to furnish the following documents before or during the course of above said meetings:-

- a. Invoices of imports during last three months showing actual value of goods.
- 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 values of supplies (excluding duty and taxes) to substantiate their contentions.

4. During the course of meetings, certain importers submitted that custom values of various tyres and tubes determined in the existing valuation ruling are on higher side, therefore, the same may be rationalized downward. They were requested to submit evidences in support of their claims. The Pakistan Tyre Importers and Dealers Association (PTIDA) also submitted proposals for values of different types of tyres and tubes. The participants requested to include additional sizes and types of tyres and tubes too, not explicitly covered under the Ruling. A number of importers and office bearers of PTIDA contended that difference between non radial and radial type tyres have been kept at very high level which is against the trade industry practice. This difference shall be brought down to a reasonable level. In the same way, differences in ply ratings have also been kept at unreasonably high level which shall also be brought to the






reasonable level in line with trade industry practice. Certain stakeholders pointed towards escalation of prices of raw materials of tyres and tubes therefore, prices shall be adjusted upward accordingly. Barring a few importers, most of the stakeholders abstained from submitting evidences and documents in support of their contentions. All available record and evidences were examined for the determination of customs values.

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 tyres & tubes. 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. Thereafter, market enquiries as envisaged under section 25(7) of the Customs Act, 1969, were conducted which gave values for most of the tyres and tubes bought and sold in the local market. The tyres and tubes of some specifications were not readily available in the market; therefore, different markets were surveyed repeatedly. The computed value method as provided in Section 25(8) of the Customs Act, 1969, could not be applied as the conversion costs of the 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 Tyres & Tubes of bicycle, motorcycle, scooter, rickshaw etc. and tubes thereof have been determined under Section 25(9) of the Customs Act, 1969.

6. **Customs Values of Tyres and Tubes:** Customs values of Tyres & Tubes of bicycle, motorcycle, scooter, rickshaw etc. and tubes thereof, *hereinafter specified*, shall be assessed to duty/taxes on the Customs values as mentioned at Annexure-A and Annexure-B, which form integral part of this Valuation Ruling along with following conditions:-

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- i. *Where only tubes are imported, other than specified sizes of two and three wheeler vehicles tyres, such tubes shall be assessed at 15 % of the value of the tyre if imported separately.*
  - ii. *Value of tyres with different "Ply" shall be assessed by adding or subtracting from the determined value @ 3% per two ply rating.*
  - iii. *Discount of 5% is admissible for import of tyres & tubes through land route on C&F value determined by this Directorate General.*
  - iv. *If tyres and tubes having specifications other than those mentioned in the valuation ruling are imported, the Collectorates may assess the goods under Section 25 of the Customs Act, 1969 or may refer a case to this Directorate General for suitable advice.*

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 consignment imported by air, the assessing officer shall take into account the differential between the air freight and sea freight while applying the customs values in this ruling.

8. **Validity of this Valuation Ruling:** The values determined vide this Ruling shall be the applicable customs values 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.

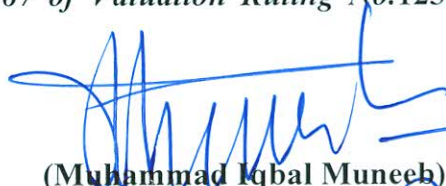
9. **Revision of the Value Determined Vide This Valuation Ruling:** A revision petition may be filed against this Ruling, as provided under Section 25-D of the Customs Act, 1969,



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 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 this Valuation 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.

**11. This Valuation Ruling supersedes S.No 234-267 of Valuation Ruling No.1236/2017 dated 15.12.2017.**

  
(Muhammad Iqbal Muneeb)  
Director  
30/8/18

Copy for information to :-

- i. The Member (Customs), F.B.R., Islamabad.
- ii. The Director General, Customs Valuation, Custom House, Karachi.
- iii. The Chief Collector of Customs, South (Appraisalment), Custom House, Karachi.
- iv. The Chief Collector of Customs, South (Enforcement), Custom House, Karachi.
- v. The Chief Collector of Customs (Central), Lahore.
- vi. The Chief Collector of Customs (North), Islamabad.
- vii. The Director General, Intelligence and Investigation, Islamabad.
- viii. The Director General, Audit (Customs & Petroleum), Ist Floor, PT&T Audit Building, Mauj-e-Darya Road, Lahore.
- ix. The Director General, Post Clearance Audit (PCA), Islamabad.
- x. The Director General, Internal Audit, (Customs), Islamabad.
- xi. The Director, Intelligence & Investigation, Karachi/Lahore/Islamabad/Quetta/Peshawar/ Faisalabad.
- xii. 12. The Director, Customs Valuation (Camp Office), Custom House, Lahore.
- xiii. 13. The Deputy Director (HQ), Directorate General of Customs Valuation, Karachi, for uploading this Ruling in WeBOC and deleting the Valuation Ruling No.1236/2017 dated 15.12.2017.
- xiv. The Chairman (Valuation Committee), FPCC&I, Federation House, Clifton, Karachi.
- xv. The Chamber of Commerce & Industry, Karachi, Lahore, Islamabad, Hyderabad, Quetta & Peshawar.
- xvi. Law Section, Customs Valuation, 7<sup>th</sup> Floor, Custom House, Karachi.
- xvii. Review Section, Customs Valuation, 7<sup>th</sup> floor, Custom House, Karachi.
- xviii. The Karachi Customs Agents Group, Bohri Road, Karachi.
- xix. The CHO, Customs Valuation, Custom House, Karachi.
- xx. Notice Board, Customs Valuation 7<sup>th</sup> Floor, Custom House, Karachi / MCC, Appraisalment, 1<sup>st</sup> Floor, Custom House, Karachi.
- xxi. Guard File.



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**Tubes of Motorcycle, Bicycles, Rickshaw and other Vehicles' Tyres**

Annex-B Valuation Ruling No: 1321/2018			Dated:30.08.2018		Customs C&F Values in US \$ per piece			
S.No.	H.S.CODE	Proposed PCT for WeBOC	END USE	RIM SIZE	TYRE SIZE	India	China	All other origins
1	4013.9090	4013.9090.1000	RICKSHAW TUBE	TR-13	135-10	1.30	1.10	1.25
2	4013.9090	4013.9090.1010	RICKSHAW TUBE	TR-87	4.00-8-6PR	1.00	0.90	1.00
3	4013.9020	4013.9020.1000	M.CYCLE TUBE	8	3.50/4.00.8	1.05	0.95	1.05
4	4013.9020	4013.9020.1010	M.CYCLE TUBE	10	3.50-10	1.15	0.95	1.10
5	4013.9020	4013.9020.1020	M.CYCLE TUBE	16	300-16	1.10	0.95	1.10
6	4013.9020	4013.9020.1030	M.CYCLE TUBE	17	225/250-17	1.10	0.95	1.06
7	4013.9020	4013.9020.1040	M.CYCLE TUBE	17	300-17	1.10	0.95	1.10
8	4013.9020	4013.9020.1050	M.CYCLE TUBE	18	250-18	1.10	0.95	1.07
9	4013.9020	4013.9020.1060	M.CYCLE TUBE	18	375-18	1.10	0.95	1.10
10	4013.2000	4013.2000.1000	Bicycle Tube		28-1.5	0.65	0.60	0.65
11	4013.2000	4013.2000.1100	Bicycle Tube		26-2.1125/ 24 2.5.125/ 20-2.125	0.65	0.55	0.63
12	4013.9020	4013.9020.1070	2~3 Wheeler Tube	TR-4	3.50-16	1.05	0.85	1.05
13	4013.9020	4013.9020.1080	2~3 Wheeler Tube	TR-4	2.75-17	1.05	0.83	1.02
14	4013.9020	4013.9020.1090	2~3 Wheeler Tube	TR-4	110/90-16	1.15	0.95	1.10
15	4013.9020	4013.9020.1100	2~3 Wheeler Tube	TR-4	90/90-18	1.15	0.95	1.15
16	4013.1090	4013.1090.1000	Light Truck Tube	10	480-10/500-10/	1.10	0.95	1.06
17	4013.1090	4013.1090.1010	Light Truck Tube	12	450-12	1.20	0.95	1.14
18	4013.1090	4013.1090.1020	Light Truck Tube	12	500-12	1.40	1.07	1.30
19	4013.1090	4013.1090.1030	Light Truck Tube	12	500-12	1.55	1.20	1.45
20	4013.1090	4013.1090.1040	Light Truck Tube	13	600-13	1.55	1.20	1.44
21	4013.1090	4013.1090.1050	Light Truck Tube	14	600-14	1.75	1.33	1.61
22	4013.1090	4013.1090.1060	Light Truck Tube	14	650-14	2.25	1.75	2.12
23	4013.1090	4013.1090.1070	Light Truck Tube	14	670-14	2.30	1.78	2.16
24	4013.1090	4013.1090.1080	Light Truck Tube	16	650-16	3.06	2.38	2.89
25	4013.1090	4013.1090.1090	Light Truck Tube	16	700-16	3.60	2.80	3.44
26	4013.9010	4013.9010.1000	AGRICULTURE Tube	16	550-16	2.06	1.55	1.95
27	4013.9010	4013.9010.1100	AGRICULTURE Tube	16	600-16	2.49	2.00	2.36

Valuation Officer  
Customs Valuation  
Custom House, Karachi

Principal Appraiser  
Customs Valuation  
Custom House  
Karachi

Deputy Director  
Customs Valuation  
Custom House  
Karachi

Valuation Officer  
Customs Valuation  
Custom House, Karachi







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Motorcycle, Scooter, Rickshaw Tyres

Annex A- Valuation Ruling No: 1321/2018

Dated: 30.08.2018

Customs C&F Values in US \$ per piece

S.No.	H.S.Code	Proposed PCT for WeBOC	Vehicle Type	Rim Size	Tyre Size	India	China	All other origins
1	4011.4000	4011.4000.1000	SCOOTER	8	300-8-4PR	3.25	2.75	3.20
2	4011.4000	4011.4000.1010	SCOOTER	8	350-8-4PR	5.00	4.25	4.95
3	4011.4000	4011.4000.1020	SCOOTER	8	350-8-2PR	4.00	3.40	4.00
4	4011.4000	4011.4000.1030	SCOOTER	10	350-10-4PR	5.50	4.70	5.50
5	4011.4000	4011.4000.1040	MOTOR CYCLE	16	300-16-4PR	9.25	7.80	9.20
6	4011.4000	4011.4000.1050	MOTOR CYCLE	16	325-16-6PR	9.60	8.10	9.55
7	4011.4000	4011.4000.1060	MOTOR CYCLE	17	130/90-17-4PR	12.00	10.20	12.00
8	4011.4000	4011.4000.1070	MOTOR CYCLE	17	225-17-4PR	4.50	3.85	4.35
9	4011.4000	4011.4000.1080	MOTOR CYCLE	17	250-17-4PR	6.00	5.10	5.85
10	4011.4000	4011.4000.1090	MOTOR CYCLE	17	300-17-4PR	9.25	7.85	9.00
11	4011.4000	4011.4000.1100	MOTOR CYCLE	18	250-18-4PR	6.00	5.10	5.82
12	4011.4000	4011.4000.1110	MOTOR CYCLE	18	275-18-4PR	8.50	7.25	8.25
13	4011.4000	4011.4000.1120	MOTOR CYCLE	18	300-18-4PR	10.00	8.50	9.70
14	4011.4000	4011.4000.1130	MOTOR CYCLE	18	350-18-4PR	10.50	8.95	10.50
15	4011.4000	4011.4000.1140	MOTOR CYCLE	19	275-19-4PR	9.50	8.10	9.40
16	4011.4000	4011.4000.1150	MOTOR CYCLE	19	375-19-4PR	11.00	9.35	11.00
17	4011.4000	4011.4000.1160	MOTOR CYCLE	21	375-21-4PR	9.75	8.30	9.60
18	4011.9010	4011.9010.1000	RICKSHAW	8	400-8-6PR	7.25	6.35	7.25
19	4011.9010	4011.9010.1010	RICKSHAW	8	135-10/6	9.50	8.10	9.30

*[Signature]*  
Valuation Officer  
Customs House Karachi

*[Signature]*  
Deputy Director  
Customs House Karachi

*[Signature]*  
Deputy Director  
Customs House Karachi

