



GOVERNMENT OF PAKISTAN
DIRECTORATE GENERAL OF CUSTOMS VALUATION
CUSTOM HOUSE KARACHI

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

**DETERMINATION OF CUSTOMS VALUES OF CHANDELIERS, PENDANTS
& OTHER HANGING LIGHTS AND PARTS THEREOF UNDER
SECTION 25-A OF THE CUSTOMS ACT, 1969**

(VALUATION RULING NO. 1393 / 2019)

No. Reg. Misc/02/2011-VIII(B)/IX/2486

Dated: October 16, 2019

In exercise of the powers conferred under Section 25-A of the Customs Act, 1969, the Customs values of Chandeliers, Pendants and other Hanging Light and Parts thereof are determined as follows :-

2. **Background of the valuation issue:** Customs values of Chandeliers, Pendants and other Hanging Lights and Parts thereof were earlier determined through Valuation Ruling No. 1185/2017 dated 16-06-2017. The Federal Board of Revenue issued CGO No. 15/2019 & 17/2019 dated 13-09-2019 and 19-09-2019 respectively wherein Unit of Measurement (UOM) of a number of commodities including Chandeliers was changed from Kilograms to Unit (Per Piece) for the purpose of assessment. Moreover, a number of representations were received in this Directorate General that the values of subject goods in international market have shown upward trend which requires re-determination of values. In addition to above, it has also been observed that Parts of Chandeliers were grossly under-valued and material aspects as to iron, stainless steel, brass, zinc & aluminum were not being taken into consideration at the time of assessment. This resulted in wide difference between finished goods and parts, resulting in loss of revenue. Therefore, keeping in view the above factors, an exercise to determine the Customs values of the subject goods under Section 25-A was initiated.

3. **Stakeholders' participation in determination of values:** Meetings with stakeholders were convened on 23-08-2019 and 17-09-2019 which were attended by different stakeholders & importers. All the stakeholders / importers were requested to submit following documents before or during the course of meetings so that customs values could be determined:

- Invoices of imports during last three months showing customs value.
- Websites, names and E-mail addresses of known foreign manufacturers of the item in question through which the actual current value can be ascertained.
- Copies of Contracts made / LCs opened during the last three months showing the value of item in question.

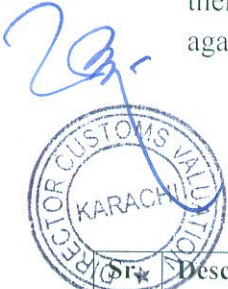
- iv. Copies of Sales Tax Invoices issued during the last four months showing the difference in price (excluding duty and taxes) to substantiate their contentions.

4. During the course of meetings the participants mainly contended that that Parts of Chandeliers were grossly under-valued and material aspects as to iron, stainless steel, brass, zinc & aluminum were not taken into consideration. It was also argued that values of Chandeliers have shown downward trend, but no documents, whatsoever, were submitted by anybody to substantiate said contention.

5. **Method adopted to determine Customs values:** Custom Valuation methods given in Section 25 of the Customs Act, 1969 were followed / applied in sequential order to address the valuation of Chandeliers, Pendants and other Hanging Lights and parts thereof. Transaction value method under Sub-Section (1) of Section 25 of the Act *ibid* was found inapplicable because requisite information under the law was not available. Identical/similar goods valuation methods provided in Sub-Sections (5) & (6) of Section 25 of the Customs Act, 1969 provided some reference values but due to wide variation and suppressed declarations, the same could not be relied upon. In the sequential order this office then resorted to conduct a market inquiry and, consequently, Deductive Value Method under Sub-Section (7) of Section 25 of the Customs Act, 1969, was applied to arrive at the assessable Customs values of the subject goods, being most appropriate for the purpose. All the information so gathered was evaluated and analyzed for the purpose of determination of customs values.

6. **Customs values for:** Chandeliers, Pendants and other Hanging Light and Parts thereof *hereinafter specified* shall be assessed to duty/ taxes on the Customs values given against them in the Table-A & Table-B below :-

TABLE-A



Sr. No.	Description of Goods	PCT	WeBOC PCT	Origin	C&F Custom Values (US\$/PIECE)
01	CHANDELIERS MADE OF :- BRASS + GLASS / CRYSTAL / PLASTIC OR BRASS ONLY WEIGHING 3 KGS	9405.1010	9405.1010.1000	CHINA	108.00/PIECE (ASSESSMENT SHOULD NOT BE BELOW US\$ 36/KGS)
			9405.1010.11000	EUROPE /USA/ CANADA	156.00/PIECE (ASSESSMENT SHOULD NOT BE BELOW US\$ 52.00/KGS)
			9405.1010.12000	OTHER ORIGINS	129.00/PIECE (ASSESSMENT SHOULD NOT BE BELOW US\$ 43.00/KGS)
02	CHANDELIERS MADE OF :- BRASS + IRON + GLASS / CRYSTAL /	9405.1010	9405.1010.1300	CHINA	45.00/PIECE (ASSESSMENT SHOULD NOT BE BELOW US\$ 15/KGS)

	PLASTIC WEIGHING 3 KGS		9405.1010.1400	EUROPE /USA/ CANADA	66.00/PIECE (ASSESSMENT SHOULD NOT BE BELOW US\$ 22.00/KGS)
			9405.1010.1500	OTHER ORIGINS	53.00/PIECE (ASSESSMENT SHOULD NOT BE BELOW US\$ 18.00/KGS)
03	CHANDELIERS MADE OF :- STAINLESS STEEL + GLASS / CRYSTAL / PLASTIC OR STAINLESS STEEL ONLY WEIGHING 3 KGS	9405.1010	9405.1010.1600	CHINA	35.00/PIECE (ASSESSMENT SHOULD NOT BE BELOW US\$ 12.00/KGS)
			9405.1010.1700	EUROPE /USA/ CANADA	50.00/PIECE (ASSESSMENT SHOULD NOT BE BELOW US\$ 17.00/KGS)
			9405.1010.1800	OTHER ORIGINS	40.00/PIECE (ASSESSMENT SHOULD NOT BE BELOW US\$ 14.00/KGS)
04	CHANDELIERS MADE OF :- STAINLESS STEEL+IRON + GLASS / CRYSTAL / PLASTIC WEIGHING 3 KGS	9405.1010	9405.1010.1900	CHINA	20.00/PIECE (ASSESSMENT SHOULD NOT BE BELOW US\$ 7.00/KGS)
			9405.1010.2000	EUROPE /USA/ CANADA	29.00/PIECE (ASSESSMENT SHOULD NOT BE BELOW US\$ 10.00/KGS)
			9405.1010.2100	OTHER ORIGINS	23.00/PIECE (ASSESSMENT SHOULD NOT BE BELOW US\$ 8.00/KGS)
05	CHANDELIERS MADE OF :- ZINC + GLASS / CRYSTAL / PLASTIC, WEIGHING 3 KGS	9405.1010	9405.1010.2200	CHINA	21.00/PIECE (ASSESSMENT SHOULD NOT BE BELOW US\$ 7/KGS)
			9405.1010.2300	EUROPE /USA/CA NADA	31.00/PIECE (ASSESSMENT SHOULD NOT BE BELOW US\$ 11.00/KGS)
			9405.1010.2400	OTHER ORIGINS	25.00/PIECE (ASSESSMENT SHOULD NOT BE BELOW US\$ 9.00/KGS)
06	CHANDELIERS MADE OF :- IRON+ALUMINIUM + GLASS / CRYSTAL / PLASTIC WEIGHING 3 KGS	9405.1010	9405.1010.2500	CHINA	18.00/PIECE (ASSESSMENT SHOULD NOT BE BELOW US\$ 6/KGS)
			9405.1010.2600	EUROPE /USA/CA NADA	27.00/PIECE (ASSESSMENT SHOULD NOT BE BELOW US\$ 9.00/KGS)
			9405.1010.2700	OTHER ORIGINS	21.00/PIECE (ASSESSMENT SHOULD NOT BE

					BELOW US\$ 77.00/KGS)
07	CHANDELIERS MADE OF :- IRON+CRYSTAL / GLASS / PLASTIC OR IRON ONLY WEIGHING 3 KGS	9405.1010	9405.1010.2800	CHINA	15.00/PIECE (ASSESSMENT SHOULD NOT BE BELOW US\$ 5.00/KGS)
			9405.1010.2900	EUROPE /USA/ CANADA	22.00/PIECE (ASSESSMENT SHOULD NOT BE BELOW US\$ 8.00/KGS)
			9405.1010.3000	OTHER ORIGINS	18.00/PIECE (ASSESSMENT SHOULD NOT BE BELOW US\$ 6.00/KGS)
08	HANGING LIGHTS / PENDANTS MADE OF: BRASS + GLASS / CRYSTAL / PLASTIC OR BRASS ONLY: WEIGHING 1 KG	9405.1090	9405.1090.1000	CHINA	31.00/PIECE (ASSESSMENT SHOULD NOT BE BELOW US\$ 31.00/KGS)
			9405.1090.1100	EUROPE /USA/ CANADA	45.00/PIECE (ASSESSMENT SHOULD NOT BE BELOW US\$ 45.00/KGS)
			9405.1090.1200	OTHER ORIGINS	36.00/PIECE (ASSESSMENT SHOULD NOT BE BELOW US\$ 37.00/KGS)
09	HANGING LIGHTS / PENDANTS MADE OF: BRASS + IRON + GLASS / CRYSTAL / PLASTIC WEIGHING 1 KG	9405.1090	9405.1090.1300	CHINA	12.00/PIECE (ASSESSMENT SHOULD NOT BE BELOW US\$ 12.00/KGS)
			9405.1090.1400	EUROPE /USA/ CANADA	18.00/PIECE, (ASSESSMENT SHOULD NOT BE BELOW US\$ 18.00/KGS)
			9405.1090.1500	OTHER ORIGINS	14.00/KG, (ASSESSMENT SHOULD NOT BE BELOW US\$ 14.00/KGS)
10	HANGING LIGHTS / PENDANTS MADE OF: STAINLESS STEEL + GLASS / CRYSTAL / PLASTIC, OR STAINLESS STEEL ONLY WEIGHING 1 KG	9405.1090	9405.1090.1600	CHINA	10.00/KG, (ASSESSMENT SHOULD NOT BE BELOW US\$ 10.00/KGS)
			9405.1090.1700	EUROPE /USA/ CANADA	14.00/PIECE, (ASSESSMENT SHOULD NOT BE BELOW US\$ 14.00/KGS)
			9405.1090.1800	OTHER ORIGINS	11.00/PIECE, (ASSESSMENT SHOULD NOT BE BELOW US\$ 11.00/KGS)
11	HANGING LIGHTS / PENDANTS MADE OF: STAINLESS STEEL + IRON + GLASS / CRYSTAL / PLASTIC, WEIGHING 1 KG	9405.1090	9405.1090.1900	CHINA	6.00/PIECE, (ASSESSMENT SHOULD NOT BE BELOW US\$ 6.00/KGS)
			9405.1090.2000	EUROPE /USA/ CANADA	9.00/PIECE, (ASSESSMENT SHOULD NOT BE

			9405.1090.2100	OTHER ORIGINS	BELOW US\$ 9.00/KGS) 7.00/PIECE, (ASSESSMENT SHOULD NOT BE BELOW US\$ 7.00/KGS)
12	HANGING LIGHTS / PENDANTS MADE OF: ZINC + GLASS / CRYSTAL / PLASTIC, WEIGHING 1 KG	9405.1090	9405.1090.2200	CHINA	7.00/PIECE, (ASSESSMENT SHOULD NOT BE BELOW US\$ 7.00/KGS)
			9405.1090.2300	EUROPE /USA/ CANADA	10.00/PIECE, (ASSESSMENT SHOULD NOT BE BELOW US\$ 10.00/KGS)
			9405.1090.2400	OTHER ORIGINS	8.00/PIECE, (ASSESSMENT SHOULD NOT BE BELOW US\$ 8.00/KGS)
13	HANGING LIGHTS / PENDANTS MADE OF: IRON+ALUMINIUM + GLASS / CRYSTAL / PLASTIC, WEIGHING 1 KG	9405.1090	9405.1090.2500	CHINA	5.00/PIECE, (ASSESSMENT SHOULD NOT BE BELOW US\$ 5.00/KGS)
			9405.1090.2600	EUROPE /USA/ CANADA	8.00/PIECE, (ASSESSMENT SHOULD NOT BE BELOW US\$ 8.00/KGS)
			9405.1090.2700	OTHER ORIGINS	6.00/PIECE, (ASSESSMENT SHOULD NOT BE BELOW US\$ 6.00/KGS)
14	HANGING LIGHTS / PENDANTS MADE OF: IRON+CRYSTAL / GLASS / PLASTIC OR IRON ONLY, WEIGHING 1 KG	9405.1090	9405.1090.2800	CHINA	5.00/PIECE, (ASSESSMENT SHOULD NOT BE BELOW US\$ 5.00/KGS)
			9405.1090.2900	EUROPE /USA/ CANADA	7.00/PIECE, (ASSESSMENT SHOULD NOT BE BELOW US\$ 7.00/KGS)
			9405.1090.3000	OTHER ORIGINS	5.00/PIECE, (ASSESSMENT SHOULD NOT BE BELOW US\$ 5.00/KGS)

TABLE-B

Sr. No.	Description of goods	PCT	Proposed PCT for WeBOC	Origin	C&F Custom Values (US\$ /Kgs)
01	PARTS OF GLASS (FOR CHANDELIERS ONLY)	9405.9110	9405.9110.1100	CHINA	4.00
			9405.9110.1200	EUROPE/USA/CANADA	5.80
			9405.9110.1300	OTHER ORIGINS	4.64
02	PARTS OF GLASS (FOR PENDANTS / LAMPS ONLY)	9405.9190	9405.9190.1100	CHINA	3.80
			9405.9190.1200	EUROPE/USA/CANADA	5.51
			9405.9190.1300	OTHER RIGINS	4.40

03	PARTS OF PLASTIC	9405.9200	9405.9200.1000	CHINA	3.20
			9405.9200.1100	EUROPE/USA/CANADA	4.64
			9405.9200.1300	OTHER ORIGINS	3.71
04	PARTS OF METALS A) IRON / ALUMINIUM / ZINC	9405.9900	9405.9900.1000	CHINA	4.20
			9405.9900.1100	EUROPE/USA/CANADA	6.09
			9405.9900.1200	OTHER ORIGINS	4.87
	B) BRASS	9405.9900	9405.9900.1300	CHINA	20.00
			9405.9900.1400	EUROPE/USA/CANADA	29.00
			9405.9900.1500	OTHER ORIGINS	23.20
	C) STAINLESS STEEL	9405.9900	9405.9900.1700	CHINA	7.50
			9405.9900.1800	EUROPE/USA/CANADA	10.87
			9405.9900.1900	OTHER ORIGINS	8.70

NOTE:

- A) Chandelier arms with attachments of holder / wire / metal etc; shall be dealt under complete chandelier definition (PCT Heading 9405.1010).
- B) Chandelier / pendants / hanging lights packed in SKD form shall be treated as complete goods.

7. In cases where declared/ Transaction values are higher than the Customs value determined in this Ruling, the assessing officer 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 value 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. **Review of the value determined vide this Valuation Ruling:** A review 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, 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 with respect to PCT may kindly be brought to the notice of Directorate General immediately.

11. *This ruling supersedes Valuation Ruling No. 1185/2017 dated 16-06-2017.*

(Shafique Ahmed Latki)
Director

Copy for information to: -

1. The Member (Customs, Operations), 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 Chief Collector of Customs, (Enforcement), Custom House, Quetta.
8. The Director General, Intelligence and Investigation-FBR, Islamabad.
9. The Director General, Post Clearance Audit (PCA) & Internal Audit, Karachi.
10. The Directors, Intelligence & Investigation, Karachi / Lahore / Islamabad / Quetta / Peshawar/ Faisalabad.
13. The Director, Directorate General of Customs Valuation Custom House, Lahore.
14. The Deputy Director (HQ), Directorate General of Customs Valuation, Karachi, for uploading in One Customs & WeBOC database system.
15. The Chairman (Valuation Committee), FPCC&I, Federation House, Clifton, Karachi.
16. The Chambers of Commerce & Industry, Karachi, Lahore, Islamabad, Hyderabad, Quetta & Peshawar.
17. The Review Section, Customs Valuation, 7th Floor, Custom House, Karachi.
18. The Karachi Customs Agents Group, Bohri Road, Karachi.
19. Notice Board, Customs Valuation 7th Floor, Custom House, Karachi.
20. The Webmaster, Federal Board of Revenue, Islamabad.
21. Guard File.