



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

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**The Collector of Customs**, Model Customs Collectorates, Appraisement and Facilitation (East / West) / Port Qasim / Enforcement and Compliance, JIAP, Karachi / (Appraisement and Facilitation / Enforcement and Compliance), AIIA Lahore / Sambrial (Sialkot) / Faisalabad / Multan / Islamabad / Hyderabad / Quetta / Appraisement and Facilitation Peshawar / Gwadar / Gilgit-Baltistan / Exports (Karachi / Port Qasim).

**DETERMINATION OF CUSTOMS VALUES OF WOVEN/KNITTED FURNISHING (SOFA AND CURTAIN FABRIC) AND COATED FABRIC (COATED/SUEDE) UNDER SECTION 25-A OF THE CUSTOMS ACT, 1969.**

**(VALUATION RULING NO. 1459/2020)**

C. No. Misc/11/2012-IV

4008

Dated: -24-06-2020

In exercise of the powers conferred under Section 25-A of the Customs Act, 1969, the Customs values of woven/knitted furnishing (sofa and curtain fabric) and coated fabric (coated/suede) are determined as follows:

2. **Background of the valuation issue:** The Customs values of the woven/knitted furnishing (Sofa and curtain fabric) and coated fabric (coated/suede) were earlier determined vide Valuation Ruling No.881/2016 dated 29-06-2016 and Order-in-Revision No. 237/2016 dated 19-08-2016. The Valuation Ruling and Order-in-Revision were old and values of subject goods both in international and local market had shown varying trends. Moreover, the EDE data of Chinese Export to Pakistan also indicated variations in value of Chinese Export values viz-a-viz Pakistani import values of woven/knitted furnishing (sofa and curtain fabric) and coated fabric (coated/suede). Therefore, an exercise was undertaken by this Directorate General to determine the same accordingly as per trends in the current international/local market.

3. **Stakeholders' participation in determination of Customs values:** Meeting with stakeholders was conducted on 06-02-2020. All the participants had been requested to submit the following documents.

- Invoices of imports during last three months showing factual 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 / I.Cs opened during the last three months showing the value of items in question.



- iv. Copies of Sales Tax Invoices issued during last three 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.

Neither of the called participants attended the meeting nor provided any document.

**4. Methods Adopted to Determine Customs Values:** Valuation methods provided in Section 25 of the Customs Act, 1969 were duly applied in their regular sequential order to arrive at customs value of subject goods. The Transaction value method as provided in sub-section (1) of Section 25 of the Customs Act, 1969 was found inapplicable because no substantial documents were provided by the stakeholders to prove that declared values were true transactional values. Moreover, different values were declared by different importers for same product. Identical/similar goods value methods provided in Sections 25 (5) & (6) *ibid* were examined for applicability to determine customs values of subject goods. The data provided some references; however it was found that the same could not be solely relied upon due to absence of absolute demonstrable evidence of qualities and quantities of commercial level etc. Information available hence found inappropriate. In line with statutory sequential order of section 25, this office conducted market inquiries under sub-section (7) of Section 25 of the Customs Act, 1969. As the prices of woven/knitted furnishing (Sofa and curtain fabric) and coated fabric (coated/suede) in the market varied significantly and were heavily dependent on quality of the woven/knitted furnishing (Sofa and curtain fabric) and coated fabric (coated/suede) and the location of the selling points or shops in the city, therefore a number of surveys were conducted to arrive at customs values. PRAL imports database, market inquiry and international prices through web were examined thoroughly. Consequently Deductive Value method as provided under Section 25(7) of the Customs Act 1969 was applied to arrive at assessable customs values of woven/knitted furnishing (Sofa and curtain fabric) and coated fabric (coated/suede).

**5- Customs Values of Woven/Knitted Furnishing (Sofa and Curtain Fabric) and Coated Fabric (Coated/Suede):** woven/knitted furnishing (sofa and curtain fabric) and coated fabric (coated/suede) various origins *hereinafter specified*, shall be assessed to duty/taxes at the following minimum Customs values.

Sr. No	Description of Goods	P.C.T	Proposed PCT for WEBOC	Origin	Customs Values (C& F) US \$/Kg
(1)	(2)	(3)	(4)	(5)	(6)
1.	Woven Furnishing Fabric for Sofa and Curtains (Polyester Blended) (Catalogues of samples made of woven furnishing fabric for sofa and curtains)	5514.2100	5514.2100.1000	China / Bangladesh	9.50
		5514.2200	5514.2200.1000		
		5514.2300	5514.2300.1000		
		5514.2900	5514.2900.1000		
		5514.3010	5514.3010.1000		
		5514.3090	5514.3090.1000		
		5514.4100	5514.4100.1000		
		5514.4200	5514.4200.1000		
		5514.4300	5514.4300.1000		
		5514.4900	5514.4900.1000		
		5515.1190	5515.1190.1000	U.A.E / Indonesia / Malaysia / Thailand /Vietnam / Korea / Turkey	10.70
		5515.1290	5515.1290.1000		
		5515.1900	5515.1900.1000		
		5515.2190	5515.2190.1000		
		5515.2990	5515.2990.1000		
		5515.9190	5515.9190.1000		
		5515.9990	5515.9990.1000		
		5516.2200	5516.2200.1000		
		5516.2300	5516.2300.1000		
		5516.2400	5516.2400.1000		
		5516.4100	5516.4100.1000	Europe / U.S.A / Canada	13.10
		5516.4200	5516.4200.1000		
		5516.4300	5516.4300.1000		
		5516.4400	5516.4400.1000		
		5516.9100	5516.9100.1000		
		5516.9200	5516.9200.1000		
		5516.9300	5516.9300.1000		
		5516.9400	5516.9400.1000		
2.	Woven Furnishing Fabric for Sofa and Curtains (Cotton Blended) (Catalogues of samples made of woven furnishing fabric for sofa and curtains)	5211.1100	5211.1100.1000	China / Bangladesh	11.35
		5211.1200	5211.1200.1000	U.A.E / Indonesia / Malaysia / Thailand /Vietnam / Korea / Turkey	12.95
		5211.1900	5211.1900.1000		
		5211.2000	5211.2000.1000		
		5211.3100	5211.3100.1000	Europe / U.S.A / Canada	21.00
		5211.3900	5211.3900.1000		
		5211.4900	5211.4900.1000		
		5211.5100	5211.5100.1000		
		5211.5900	5211.5900.1000		
		3.	Woven Furnishing Fabric for Sofa and Curtains (Silk Blended) (Catalogues of samples made of woven furnishing fabric for sofa and curtains)	5007.1000	5007.1000.1000
5007.2000	5007.2000.1000			U.A.E / Indonesia / Malaysia / Thailand /Vietnam / Korea / Turkey	53.25
5007.9000	5007.9000.1000				





4.	Woven Furnishing Fabric for Sofa and Curtains (Linen Blended) (catalogues of samples made of woven furnishing fabric for sofa and curtains)	5309.1100	5309.1100.1000	China / Bangladesh	13.70
		5309.1900	5309.1900.1000	U.A.E / Indonesia / Malaysia / Thailand / Vietnam / Korea / Turkey	15.75
		5309.2100	5309.2100.1000	Europe / U.S.A / Canada	19.20
		5309.2900	5309.2900.1000		
5.	Woven Furnishing Fabric for Sofa and Curtains (Viscose Blended) (catalogues of samples made of woven furnishing fabric for sofa and curtains)	5408.1000	5408.1000.1000	China / Bangladesh	18.25
		5408.2200	5408.2200.1000	U.A.E / Indonesia / Malaysia / Thailand / Vietnam / Korea / Turkey	23.35
		5408.2400	5408.2400.1000	Europe / U.S.A / Canada	28.20
		5516.1100	5516.1100.1000		
6.	Woven Furnishing Fabric for Sofa and Curtains (Velvet)	5516.1200	5516.1200.1000		
		5516.1300	5516.1300.1000		
		5516.1400	5516.1400.1000		
7.	Knitted Chenille Fabric Velvet	5801.2600	5801.2600.1000	China / Bangladesh	15.35
		5801.2700	5801.2700.1000	U.A.E / Indonesia / Malaysia / Thailand / Vietnam / Korea / Turkey	17.65
		5801.3100	5801.3100.1000	Europe / U.S.A / Canada	28.75
		5801.3200	5801.3200.1000		
8.	Knitted/Coated, Flocking /Suede Fabric (Plain)	5801.3300	5801.3300.1000		
		5801.3600	5801.3600.1000		
		5801.3700	5801.3700.1000		
		5801.9000	5801.9000.1000		
9.	Knitted / Coated Flocking / Suede Printed / Embossed / Designed	5804.2100	5804.2100.1000		
		5804.2900	5804.2900.1000		
10.	Knitted / Coated Flocking / Suede Printed / Embossed / Designed	6001.2290	6001.2290.1000	China / Bangladesh	12.25
		6001.2990	6001.2990.1000	U.A.E / Indonesia / Malaysia / Thailand / Vietnam / Korea / Turkey	14.10
		6001.9210	6001.9210.1000	Europe / U.S.A / Canada	23.00
		6001.9990	6001.9990.1000		
11.	Knitted/Coated, Flocking /Suede Fabric (Plain)			China / Bangladesh	5.40
				U.A.E / Indonesia / Malaysia / Thailand / Vietnam / Korea / Turkey	6.75
				Europe / U.S.A / Canada	10.80
12.	Knitted / Coated Flocking / Suede Printed / Embossed / Designed			China/Bangladesh	6.00
				U.A.E / Korea Indonesia Malaysia /Thailand / Turkey Vietnam /	6.85
				Europe / U.S.A / Canada	12.00



6. 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 and the same may be communicated to this Directorate General forthwith. In case of consignment imported by air, the assessing officer shall take into account the difference between air freight and sea freight while applying the Customs values determined in this Ruling.

7. **Validity of 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.

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, before the Director General, Directorate General of Customs Valuation, 7<sup>th</sup> Floor, Custom House, Karachi.

9. 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 Directorate General immediately. Customs values determined in the ruling are for the description and specification as mentioned in the above table of this Ruling. HS Codes are mentioned for illustrative purpose 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.881/2016 dated 29-06-2016 and Order in Revision 237/2016 dated 19-08-2016.*

  
(Shafique Ahmad Latki)  
Director



**Copy for information to:**

- 1) The Member Customs (Policy/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, PCA& Internal Audit, Karachi.
- 10) The Director General, IOCO, Karachi
- 11) The Directors, Intelligence & Investigation, Karachi/Lahore/Islamabad/Quetta/Peshawar/ Faisalabad.
- 12) The Director, Directorate of Customs Valuation, Lahore.
- 13) The Deputy Director (HQ), Directorate General of Customs Valuation, Karachi, for uploading in One Customs&WeBOC database system.
- 14) The Chairman (Valuation Committee), FPCC&I, Federation House, Clifton, Karachi.
- 15) The Chambers of Commerce & Industry, Karachi, Lahore, Islamabad, Hyderabad, Quetta & Peshawar.
- 16) The Karachi Customs Agents Group, Bohri Road, Karachi.
- 17) The Webmaster, Federal Board of Revenue, Islamabad.
- 18) Guard File.