

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

**DETERMINATION OF CUSTOMS VALUES OF NON-CARBON RELEASING PAPER,
ART CARD/COATED BOARD/PAPER AND LIGHT WEIGHT COATED PAPERS
UNDER SECTION 25-A OF THE CUSTOMS ACT, 1969.**

(VALUATION RULING NO. **1460** / 2020)

C. No. Misc/01/2008-III

Dated: 20-07-2020

In exercise of the powers conferred under Section 25-A of the Customs Act, 1969, Customs values of Non-Carbon Releasing Paper, Art Card/Coated Board/Paper and Light Weight Coated Papers are determined as follows: -

2. **Background of the valuation issue:** Customs values of Non-Carbon Releasing Paper, Art Card/Coated Board/Paper and Light Weight Coated Papers were determined vide Valuation Ruling No.1439/2019 dated 14-02-2020. The ruling was old and prices in the international market were showing downward trend, as per various representations and documents submitted by importers, Therefore, an exercise was initiated to re-determine the customs values of aforementioned goods under Section 25A of the Customs Act, 1969.

3. **Stakeholder's participation in determination of Customs values:** Stakeholders meeting was scheduled on 17-07-2020. The stakeholders were requested to furnish the following documents before or during the abovementioned meeting:

- i) Invoices of imports during last three months showing factual value.
- ii) Websites, names and E-mail addresses of known foreign manufacturers of the item in question through which the actual current value can 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 Invoices issued during last three months showing the difference in price (excluding duty and taxes) to substantiate their contentions.

4. The meeting was attended by the stakeholders including importers and All Pakistan Paper Merchants Association, Karachi. It was unanimous stance of the stakeholders that the price in the international market of the subject items have decreased substantially. A number of documents including LCs, contracts. Etc. were provided to prove the said stance by importers. The matter was discussed at length and the import data available on record as well as that submitted by stakeholders was analyzed.

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 Non-Carbon Releasing Paper, Art Card/Coated Board/Paper and Light Weight Coated Papers. Transaction value method provided in Section 25 (1) was found inapplicable owing to non-fulfillment of prescribed



requirements and variation in declared values submitted by stakeholders. Identical / similar goods values methods provided in Section 25(5) & (6) were examined for applicability to the valuation issue in the instant case which provided a number of reference values of subject goods but the same could not be exclusively relied on due to certain variations in declared values of subject goods. Thereafter, market enquiries as envisaged under Section 25(7) of the Customs Act, 1969, were conducted and findings of the same were corroborated. Computed Value method as provided in Section 25 (8) of the Act, in the country of export, could not be ascertained. All the information so gathered was evaluated and analyzed for the purpose of determination of customs values of Non-Carbon Releasing Paper, Art Card/Coated Board/Paper and Light Weight Coated Papers have been determined under Section 25 (9) of the Customs Act, 1969.

6. Customs values for Non-Carbon Releasing Paper, Art Card/Coated Board/Paper And Light Weight Coated Papers: Non-Carbon Releasing Paper, Art Card/Coated Board/Paper And Light Weight Coated Papers hereinafter specified shall be assessed to duty/taxes at the following minimum customs values mentioned at the following Tables A & B, respectively: -

Table A-(Non Carbon Releasing Papers)

S. No.	Description	Specifications	PCT Heading	Proposed PCT for WeBOC	Origin	Customs Value (C&F) US\$/KG
(1)	(2)	(3)	(4)	(5)	(6)	(7)
1	Non Carbon Releasing Paper Coated Front & Back	In sheets	4809.2000	4809.2000.1000	China	1.270
2	Non Carbon Releasing Paper Coated Front & Back	In sheets		4809.2000.1100	Indonesia	1.300
3	Non Carbon Releasing Paper Coated Back	In sheets		4809.2000.1200	China	1.300
4	Non Carbon Releasing Paper Coated Back	In sheets		4809.2000.1300	Indonesia	1.310
5	Non Carbon Releasing Paper Coated Front	In sheets		4809.2000.1400	China	1.270
6	Non Carbon Releasing Paper Coated Front	In sheets		4809.2000.1500	Indonesia	1.310
Note: US\$ 25 /PMT to be subtracted for assessable value of reels.						



Table B-(Art Card/Coated Board/Paper And Light Weight Coated Papers)

S.No.	Description	PCT Heading	Proposed PCT for WeBOC	Origin	Customs Value (C&F) US\$/KG
(1)	(2)	(4)	(5)	(6)	(7)
1	One/both side Coated Art Card/Board with Kaolin (China Clay) or other inorganic substances or any other kind of coated.	4810.1990 4810.9900	4810.1990.1000 4810.9900.1000	China	0.700
			4810.1990.1100 4810.9900.1100	Indonesia	0.720
			4810.1990.1200 4810.9900.1200	Korea	0.730
			4810.1990.1300 4810.9900.1300	Japan	0.720
			4810.1990.1400 4810.9900.1400	Europe	0.750
			4810.1990.1500 4810.9900.1500	Others	0.750
2	Coated Art Paper in Sheets both inside with Kaolin(China Clay)or other inorganic substances or any other kind of coated papers.	4810.1310 4810.1390	4810.1310.1000 4810.1390.1000	China	0.630
			4810.1310.1100 4810.1390.1100	Indonesia	0.640
			4810.1310.1200 4810.1390.1200	Korea	0.670
			4810.1310.1300 4810.1390.1300	Japan	0.640
			4810.1310.1400 4810.1390.1400	Europe	0.700
			4810.1310.1500 4810.1390.1500	Others	0.700
3	Light Weight Coated Papers.	4810.2200	4810.2200.1000	All Origins	0.700
4	Others.	4810.2900	4810.2900.1000	All Origins	0.710
Notes: i) Light Weight coated paper shall be constructed as defined at S.No.7 of sub heading notes to chapter-48 of Pakistan Customs Tariff which is reproduced as under: <i>"Serial No 7 for the purpose of sub heading 4810.22, "Light Weight Coated Paper" means paper coated on both sides, of a total weight not exceeding 72gram/m² with a coating weight not exceeding 15 gram/m² per side, on a base, which is not less than 50 % by weight of total fiber content consist of wood fibers obtained by mechanical process"</i> ii) Note: US \$ 25/MT to be subtracted for assessable value of reels.					

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 Section 25 of the Customs Act, 1969. In case of consignments imported by air, the assessing officer shall take into account air freight while applying the Customs values determined in this Ruling.

8. **Validity of Valuation Ruling:** The valuesdetermined 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, 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 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.

11. *This ruling supersedes Valuation Ruling No.1439/2020, dated 14.02.2020.*


(Shafique Ahmad 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 & Facilitation), Custom House, Karachi.
4. The Chief Collector of Customs, South (Enforcement & Compliance), 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 & Compliance), 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.