



GOVERNMENT OF PAKISTAN
DIRECTORATE GENERAL OF CUSTOMS VALUATION
CUSTOM HOUSE KARACHI

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), Lahore / Sambrial (Sialkot) / Faisalabad / Multan / Islamabad / Hyderabad / Quetta / Appraisement and Facilitation Peshawar / Gwadar / Gilgit-Baltistan / Exports (Karachi / Port Qasim).

Determination of Customs Values of Glass Beads, Glass Beads Crystal/ Glass Chaton Beads Under Section 25-A of the Customs Act, 1969

(VALUATION RULING NO. 1491/2020)

C.No. Misc/11/2009-V/5442.

Dated: 24-11-2020

In exercise of the powers conferred under Section 25-A of the Customs Act, 1969, the Customs values of Glass Beads, Glass Beads Crystal/ Glass Chaton Beads are determined as follows:-

2. **Background of the valuation issue:** Custom Values of Beads, Glass Beads Crystal/ Glass Chaton Beads were earlier determined vide Valuation Ruling No. 939/2016 dated 28.09.2016. The Valuation Ruling was over four years old and values of subject goods both in international and local markets have 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 Glass Beads, Glass Beads Crystal/ Glass Chaton Beads. Therefore, an exercise was undertaken by this Directorate General to revise the same according to trends prevailing in the current international/local market.

3. **Stakeholders' Participation in Determination of Customs Values:** Meetings were held with stakeholders on 19.10.2020 and 03.11.2020 to discuss the current international prices of subject items. All the stakeholders were requested to submit the following documents before or during the course of stakeholder's meetings:


- Copies of invoices of imports (including GDs, ER, PL, BL, & all related imported documents each GD-wise) during last one year 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 / LCs opened during the last one year showing the value of item in question, each GD-wise.
- Copies of Sales Tax Invoices issued during last one year 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, each GD-wise.
- Latest price catalogue issued from manufacturer.

- vi. Manufacturer's discount schedule if any.
- vii. Copies of export GDs of manufacturer.

But neither anybody turned up to attend the meeting nor any adjournment was sought or documents submitted.

5. Method 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 values 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 requisite information was not available as per law. The wide variation of values displayed in the import data as available on record also strengthened the aforementioned fact. Hence, requisite information under law was not available to arrive at the transaction value. Therefore, identical/ similar goods value methods as provided in Sub-Sections (5) and (6) of Section 25 ibid were examined for applicability to the valuation issue in the instant case. The same provided some reference values but could not be exclusively and solely relied upon. In line with the statutory sequential order of Section 25, this office conducted market inquiries for (Deductive Value Method) under Sub-Section (7) of Section 25 of the Customs Act, 1969, which was found appropriate and was applied to arrive at assessable customs values of Beads, Glass Beads Crystal/ Glass Chaton Beads.

6. Customs Values of Beads, Glass Beads Crystal/ Glass Chaton Beads of China & other origins hereinafter specified shall be assessed to duty/taxes on the minimum Customs values mentioned against them in the Table below:



S.No	Description of Goods	H.S Code	Proposed PCT for WeBOC	Origin	Customs Value (C&F) US \$/ kg
(1)	(2)	(3)	(4)	(5)	(6)
1.	Glass Beads up to No. 12/0	7018.1000	7018.1000.1000	China	1.44
2.	Glass Beads up to No. 12/0	7018.1000	7018.1000.1100	Other Origin	1.66
3.	Glass Beads No. 14/0	7018.1000	7018.1000.1200	China	1.86
4.	Glass Beads No. 14/0	7018.1000	7018.1000.1300	Other Origin	2.14
5.	Glass Beads No. 16/0	7018.1000	7018.1000.1400	China	2.24
6.	Glass Beads No. 16/0	7018.1000	7018.1000.1500	Other Origin	2.58
7.	Glass Beads Crystal Size 3 mm	7018.1000	7018.1000.1600	China	18.35
8.	Glass Beads Crystal Size 3 mm	7018.1000	7018.1000.1700	Other Origin	21.10
9.	Glass Beads Crystal Size 4 mm	7018.1000	7018.1000.1800	China	24.57
10.	Glass Beads Crystal Size 4 mm	7018.1000	7018.1000.1900	Other Origin	28.17

11.	Glass Beads Crystal /Chaton Beads size 19	7018.1000	7018.1000.2000	China	4.87
12.	Glass Beads Crystal /Chaton Beads size 19	7018.1000	7018.1000.2100	Other Origin	5.60
13.	Glass Beads Crystal /Chaton Beads size 24	7018.1000	7018.1000.2200	China	5.22
14.	Glass Beads Crystal /Chaton Beads size 24	7018.1000	7018.1000.2300	Other Origin	6.00
15.	Glass Beads Crystal /Chaton Beads size 38	7018.1000	7018.1000.2400	China	5.52
16.	Glass Beads Crystal /Chaton Beads size 38	7018.1000	7018.1000.2500	Other Origin	6.35
17.	Glass Beads Crystal /Chaton Beads size 42	7018.1000	7018.1000.2600	China	5.66
18.	Glass Beads Crystal /Chaton Beads size 42	7018.1000	7018.1000.2700	Other Origin	6.51
19.	Glass Beads Crystal /Chaton Beads size 45	7018.1000	7018.1000.2800	China	5.93
20.	Glass Beads Crystal /Chaton Beads size 45	7018.1000	7018.1000.2900	Other Origin	6.82

7. In cases where declared / transaction values are higher than the customs values determined in this Ruling or higher evidential data is available of stipulated period of 90 days, the assessing officers shall apply those values in terms of Sub-Section 25(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 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, 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 this Directorate General

immediately. Customs values determined in the ruling are for the description and specification as mentioned in the table above 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 Rulings No. 939/2016 dated 28.09.2016.


(Shafique Ahmad Latki)
Director

Copy for information to:

1. The Member (Customs, Operations), F.B.R., Islamabad.
2. The Director General, Directorate General of 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, Audit (Customs & Petroleum), 1st Floor, PT&T Audit Building, Mauj-e-Darya Road, Lahore.
10. The Director General, Post Clearance Audit (PCA), Islamabad.
11. The Directors, Intelligence & Investigation, Karachi / Lahore / Islamabad/ Quetta Peshawar/ Faisalabad.
12. The Director, Directorate of Customs Valuation (Camp Office), Lahore.
13. The Deputy Director (HQ), Directorate General of Customs Valuation, Karachi, for uploading in One Customs & WeBOC database system and deleting *Valuation Ruling No. 914/2016 dated 25.08.2016*
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. Notice Board, Customs Valuation 7th Floor, Custom House, Karachi.
18. The Webmaster, Federal Board of Revenue, Islamabad.