

**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 / Enforcement and Compliance Peshawar / Gwadar / Gilgit-Baltistan / Exports (Karachi / Port Qasim).

**Determination of Customs Values of Wheel Rim (Alloy / Other than Alloy) under**  
**Section 25-A of the Customs Act, 1969**

(VALUATION RULING NO. 1528 / 2021)

No.Reg-Misc/20/2010-VIIIA

Dated: 02 April, 2021

In exercise of the powers conferred under Section 25A of the Customs Act, 1969, Customs values of Wheel Rim (Alloy/ other than Alloy) of Vehicles are determined as follows:

2. **Background of the Valuation Issue:** The Values of Wheel Rim (Alloy/ other than Alloy) of vehicles were issued under Section 25A of the Customs Act, 1969, vide Valuation Ruling No. 1441/2020 dated 02-03-2020. Model Customs Collectorate (A&F) East, Karachi referred matter of wheel rims of higher diameters which were not included in earlier ruling with the request to determine value of such wheel rims also. Therefore, an exercise was initiated in this Directorate General for the determination of customs values under Section 25A of the Customs Act, 1969.

3. **Stakeholders' participation in determination of values:** Meetings were scheduled and held on 14-01-2021 and 09-02-2021 which were attended by different stakeholders. The participants were requested to submit following documents before or during the course of meeting so that customs values could be determined: -

- 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 item in question.
- iv. Copies of Sales Tax Invoices issued during last four 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.

4. The importers during the meeting were of the view that the prices of the subject commodity have not increased in the international market and the values be maintained as per existing Valuation Ruling. However, they did not submit any documents like import invoices / sales tax invoices, evidences or other relevant documents in support of their contentions. M/s. Baluchistan Wheels Limited submitted documents in respect of Non-Alloy wheel rims alongwith samples which were examined and compared with prevailing trend in the local market for determination of values thereof.



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 due to wide variation of values displayed in the import data. Moreover, no one attended the meeting nor submitted any document in this regard. Hence, requisite information required under law was not available to arrive at the correct transaction value. Therefore, identical / similar goods value method as provided in sub-Sections (5) & (6) of Section 25 *ibid* were examined for applicability to the valuation issue in the instant case but due to wide variations in declarations, these methods could not be relied upon exclusively. In line with the statutory sequential order of Section 25, this office conducted a number of inquiries from various markets to arrive at Customs values under sub-Section (7) of Section 25 of the Customs Act, 1969. Finally reliance had to be made on sub-Section (7) of Section 25 of the Customs Act, 1969 to determine Customs values of Wheel Rim (Alloy/other than Alloy) of vehicles.

6. **Customs Values for Wheel Rim (Alloy/ other than Alloy) Vehicles:** Wheel Rim (Alloy/ other than Alloy) of Vehicles *hereinafter specified* shall be assessed to duty / taxes at the following minimum Customs values:-

S.No.	Description	PCT Code	Proposed PCT for WeBOC	Origin	Customs Values (C&F) US\$/Pc	The overall assessed value of items should not be less than values mentioned in this column US\$/Kg
(1)	(2)	(3)	(4)	(5)	(6)	(7)
	<b>Alloy Wheel Rim</b> (a) 12 inch – 13 inch (b) 14 inch – 16 inch (c) 17 inch – 18 inch (d) 19 inch – 20 inch (e) 21 inch – 22 inch	8708.7010 8708.7020	8708.7010.1000 8708.7020.1000	China	a)15.50 b)25.00 c)35.00 d)51.75 e)70.00	3.40
2.	<b>Alloy Wheel Rim</b> (a) 12 inch – 13 inch (b) 14 inch – 16 inch (c) 17 inch – 18 inch (d) 19 inch – 20 inch (e) 21 inch – 22 inch	8708.7010 8708.7020	8708.7010.1100 8708.7020.1100	Other Origins	a)24.49 b)39.50 c)55.30 d)70.90 e)110.60	5.54
3.	<b>Wheel Rim (Other than Alloy)</b> (a) 12 inch – 13 inch (b) 14 inch – 16 inch (c) 17 inch – 18 inch (d) 19 inch – 20 inch (e) 21 inch – 22 inch (f) 28 inch – 30 inch	8708.7010 8708.7020	8708.7010.1200 8708.7020.1200	China	a)9.50 b)12.00 c)28.00 d)38.56 e)48.50 f)70.00	2.10



4.	<b>Wheel Rim (Other than Alloy)</b> (a) 12 inch – 13 inch (b) 14 inch – 16 inch (c) 17 inch – 18 inch (d) 19 inch – 20 inch (e) 21 inch – 22 inch (f) 28 inch – 30 inch	8708.7010 8708.7020	8708.7010.1300 8708.7020.1300	Other Origins	a)11.31 b)14.28 c)33.32 d)45.89 e)57.72 f)83.30	2.60
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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 and the same may be communicated to this Directorate General forthwith. 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 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:** This Valuation Ruling is appealable under the law and a revision petition may be filed against this Ruling, 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 the 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. The Customs values determined in the Valuation Ruling are for the descriptions and specifications as mentioned herein, HS Codes are mentioned for illustrative purposes so that Valuation Ruling values are made accessible to the assessing officers. The assessment shall be finalized in the correct classifications after fulfilling requisite formalities relating to importability or other certifications 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 of the Customs Act, 1969 or any other law in vogue therein.

11. ***This ruling supersedes Valuation Ruling No. 1441/2020 dated 02-03-2020.***

  
(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), 1<sup>st</sup> 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, 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 Review Section, Customs Valuation, 7<sup>th</sup> Floor, Custom House, Karachi.
17. The Karachi Customs Agents Group, Bohri Road, Karachi.
18. Notice Board, Customs Valuation 7<sup>th</sup> Floor, Custom House, Karachi.
19. The Webmaster, Federal Board of Revenue, Islamabad.