



**GOVERNMENT OF PAKISTAN**

**DIRECTORATE GENERAL OF CUSTOMS VALUATION**

**CUSTOM HOUSE, KARACHI**

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**The Collector of Customs,** Collectorates of Customs Appraisement (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) / Transit Trade (Karachi).

**DETERMINATION OF CUSTOMS VALUES TYRES & TUBES- III (AGRICULTURAL, INDUSTRIAL & EARTH MOVER) UNDER SECTION 25-A OF THE CUSTOMS ACT, 1969**

**(VALUATION RULING NO 1545 /2021)**

C. No. Misc/08/2005-III/560.

Dated: 03-08-2021

In exercise of the powers conferred under Section 25-A of the Customs Act, 1969, the custom values of Tyres & Tubes of Agricultural, Industrial and Earth Mover are determined as follows:

**2. Background of the valuation issue:** Earlier the customs values of tyres & tubes of different types and sizes including those of Agricultural, Industrial and Earth Mover were determined under Section 25A of the Customs Act, 1969, vide Valuation Ruling No.1320/2018 dated 30-08-2018. However, different stakeholders requested to re-determine customs values afresh in line with values prevalent in the international market. Therefore, an exercise was initiated in terms of Section 25-A of the Customs Act, 1969 to determine the customs values of subject goods in light of existing international market prices.

**3. Stakeholders' participation in determination of Customs values:** Meeting with all stakeholders, trade bodies including representatives of clearance Collectorates were held in this Directorate General on 14-10-2020, 29-10-2020 and 22-04-2021. The importers/stakeholders were requested to submit their proposals/suggestions as well as following documents before or during the course of stakeholders' meeting so that Customs values could be determined:

- i. Invoices of import during last three months showing factual values
- 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 meeting was attended by importers and stakeholders and their points of view were heard in detail to arrive at custom values of subject goods. During the meeting M/s Pakistan Tyre Importers and Dealers Association (PTIDA) informed that international market has showed a mixed trend of prices over the period of time and submitted their proposed prices accordingly, but no supportive documents were submitted in this regard. While the M/s The General Tyre and Rubber Company of Pakistan Ltd. was stressing the point of view that due to rise in prices of rubber in international market, prices for tyre and tubes have also increased.

5. **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 their declared values were true transactional values. Moreover, different values were declared by different importers for same product according to different origins. 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 using deductive value methods under sub-section (7) of Section 25 of the Customs Act, 1969, wide ranges of prices were observed for some items depends upon variety/quality/count etc. and location of market. Hence this method of valuation could not be relied upon due to aforesaid reasons. Therefore, valuation method vide Section 25(8) of the Customs Act, 1969, was examined for valuation but the same also could not be applied due to non availability of conversion and processing cost of exporting country. Finally, clearance data, market information, proposal from importers and international prices through internet were examined thoroughly and the information so gathered were utilized and analyzed for determination of Custom Values of Tyres & Tubes of Agricultural, Industrial and Earth Mover under Section 25(9) of the Customs Act, 1969.

6. **Customs values for Tyres and Tubes-III (Agricultural, Industrial & Earth Mover)- *hereinafter specified***, shall be assessed to duty / taxes on the Customs Values as mentioned at **Annexure-A**, which form integral part of this Valuation Ruling along with **following conditions:**



- i) *If a radial tyre is imported which is not covered in this Ruling and whose specifications are similar to normal tyre except for being radial, such tyres may be assessed at 12% higher value than that of the normal tyre.*
- ii) *Where only tyres are imported other than tubeless, depreciation of 6% shall be allotted on Ruling value. Conversely, if tube of a tyre specified in the ruling is imported, the values shall be assessed at 6% of the tyre value. This is applicable to only those tube sizes which are not mentioned in the valuation ruling.*
- iii) *Values of the tyres with different "ply" shall be assessed by adding or subtracting from the determined value @ 3% per two ply rating.*
- iv) *Discount of 5% is admissible for import of tyres and tubes through land route on C&F value determined by this Directorate General.*
- v) *If tyres and tubes having specifications other than those mentioned in the valuation ruling are imported, the Collectorates may assess the goods under Section 25-A of the Customs Act, 1969 or may refer a case to this Directorate General for suitable advice.*

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 90 days, 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.

8. **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 (4) 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, 7<sup>th</sup> 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 the Valuation Ruling No. 1320/2018 dated 30.08.2018**

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



Tyre & Tube (Agriculture, Industrial & Earth Mover)

Annexure-A (Pages:01-03)--

Valuation Ruling No.

Dated:

Customs C&F Values in US \$ per piece

S.No.	H.S.Code	Proposed PCT for WeBOC	Vehicle Type	Rim Size	Tyre Size	Japan	Int'l Brands MFG in other origins	China	All other origins	Belarus / Russia/ Ukraine/ Turkey
(1)	(2)	(1)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)
1	4011.7000	4011.7000.1000	AGRICULTURE	16	550-16-6PR	26	23	18	22	
2	4011.7000	4011.7000.1100	AGRICULTURE	16	600-16-6PR		28	22	27	
3	4011.7000	4011.7000.1200	AGRICULTURE	16	650-16-8PR					77.00
4	4011.7000	4011.7000.1300	AGRICULTURE	16	750-16-6PR		49	38	46	
5	4011.7000	4011.7000.1400	AGRICULTURE	16	750-16-4PR					56.00
6	4011.7000	4011.7000.1500	AGRICULTURE	20	650-20-6PR	54	49	38	46	
7	4011.7000	4011.7000.1600	AGRICULTURE	20	750-20-6PR	61	55	43	52	56.76
8	4011.7000	4011.7000.1700	AGRICULTURE	20	900-R20-6PR		77	60	73	79.20
9	4011.7000	4011.7000.1800	AGRICULTURE	20	900-R20-8PR					83.00
10	4011.7000	4011.7000.1900	AGRICULTURE	24	12.4/11-24-6PR			101	122	
11	4011.7000	4011.7000.2000	AGRICULTURE	28	12.4/11-28-6PR	189	171	133	161	
12	4011.7000	4011.7000.2100	AGRICULTURE	28	13.6/12-28-6PR	203	183	143	173	
13	4011.7000	4011.7000.2200	AGRICULTURE	28	14.9/13-28-6PR		207	162	195	
14	4011.7000	4011.7000.2300	AGRICULTURE	28	16.9/14-28-8PR		377	295	356	
15	4011.7000	4011.7000.2400	AGRICULTURE	30	16.9/14-30-6PR	326	294	230	278	
16	4011.7000	4011.7000.2500	AGRICULTURE	30	16.9/14-30-8PR	355	320	250	302	
17	4011.7000	4011.7000.2600	AGRICULTURE	30	18.4/15-30-8PR	361	325	254	307	
18	4011.7000	4011.7000.2700	AGRICULTURE	30	18.4/15-30-10PR	372	335	262	317	
19	4011.7000	4011.7000.2800	AGRICULTURE	30	18.4/15-30-12PR	379	341	267	322	
20	4011.7000	4011.7000.2900	AGRICULTURE	30	18.4/15-30-14PR	385	347	271	328	
21	4011.7000	4011.7000.3000	AGRICULTURE	30	18.4/15-R-30-12PR		371	290	350	347.82
22	4011.7000	4011.7000.3100	AGRICULTURE	36	13.6/12-36-6PR		174	136	164	
23	4011.7000	4011.7000.3200	AGRICULTURE	38	13.6/12-38-6PR		177	138	167	
24	4011.7000	4011.7000.3300	AGRICULTURE	38	15.5-R38-8PR		269	210	254	239.40
25	4011.7000	4011.7000.3400	AGRICULTURE	38	16.9/14-38-6PR		258	202	244	
26	4011.7000	4011.7000.3500	AGRICULTURE	38	16.9/14-R-38-8PR		303	236	286	321.62
27	4011.7000	4011.7000.3600	AGRICULTURE	38	16.9-38-10PR	380	342	267	323	

**Shahdad Khan Mari**  
Principal Appraiser

*Deputy Director  
Directorate General  
Customs Administration, Karachi*

**Director**  
Customs Valuation  
Karachi



S.No.	H.S.Code	Proposed PCT for WeBOC	Vehicle Type	Rim Size	Tyre Size	Japan	Int'l Brands MFG in other origins	China	All other origins	Belarus / Russia/ Ukraine/ Turkey
(1)	(2)	(1)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)
28	4011.8000	4011.8000.1000	INDUSTRIAL	8	18X7.8-14PR	58	52	41	49	
29	4011.8000	4011.8000.1100	INDUSTRIAL	8	500-8-8PR-JL	31	28	22	27	
30	4011.8000	4011.8000.1200	INDUSTRIAL	8	500-8-8PR-UL	25	23	18	21	
31	4011.8000	4011.8000.1300	INDUSTRIAL	9	21X8-9-10PR	85	76	60	72	
32	4011.8000	4011.8000.1400	INDUSTRIAL	9	600-9-10PR-JL	39	35	28	33	
33	4011.8000	4011.8000.1500	INDUSTRIAL	9	600-9-10PR-UL	33	30	23	28	
34	4011.8000	4011.8000.1600	INDUSTRIAL	10	650-10-10PR	75	68	53	64	
35	4011.8000	4011.8000.1700	INDUSTRIAL	10	750-10-12-PR	62	56	44	53	
36	4011.8000	4011.8000.1800	INDUSTRIAL	12	700-12-12PR-JL	106	96	75	90	
37	4011.8000	4011.8000.1900	INDUSTRIAL	12	700-12-12PR-UL	52	46	36	44	
38	4011.8000	4011.8000.2000	INDUSTRIAL	15	28X9-15-12PR	136	122	96	116	
39	4011.8000	4011.8000.2100	INDUSTRIAL	15	550-15-8PR	64	58	45	55	
40	4011.8000	4011.8000.2200	INDUSTRIAL	15	825R15-18PR	123	111	87	105	Shahdad Khan Mari
41	4011.8000	4011.8000.2300	EARTH MOVER	24	1300-24-12PR	297	268	209	253	Principal Appraiser
42	4011.8000	4011.8000.2400	EARTH MOVER	24	1400-24-20PR	531	479	374	452	
43	4011.8000	4011.8000.2500	EARTH MOVER	24	16-9-24-10PR	415	375	293	354	
44	4011.8000	4011.8000.2600	EARTH MOVER	25	1400-25-24PR	575	518	405	489	
45	4011.8000	4011.8000.2700	EARTH MOVER	25	15.5-25-12PR	459	414	323	391	
46	4011.8000	4011.8000.2800	EARTH MOVER	25	1600/25-28PR	842	759	593	717	
47	4011.8000	4011.8000.2900	EARTH MOVER	25	16-R25-28PR	1203	1084	847	1024	
48	4011.8000	4011.8000.3000	EARTH MOVER	25	17-5-25-12PR	448	404	316	382	
49	4011.8000	4011.8000.3100	EARTH MOVER	25	1800-25-32PR	1093	986	770	931	
50	4011.8000	4011.8000.3200	EARTH MOVER	25	1800-R25-32PR	1559	1405	1098	1327	
51	4011.8000	4011.8000.3300	EARTH MOVER	25	20-5-25-20PR	1340	1208	944	1141	
52	4011.8000	4011.8000.3400	EARTH MOVER	25	23-5-25-24PR	2023	1823	1425	1722	
53	4011.8000	4011.8000.3500	EARTH MOVER	25	23-5R-25-24PR	2952	2661	2079	2514	
54	4011.8000	4011.8000.3600	EARTH MOVER	25	26-5R-25-28PR	2132	1922	1502	1815	
55	4011.8000	4011.8000.3700	EARTH MOVER	25	26-5-25-20PR	1312	1183	924	1117	
56	4011.8000	4011.8000.3800	EARTH MOVER	25	29-5-25-22PR	1607	1449	1132	1368	
57	4011.8000	4011.8000.3900	EARTH MOVER	26	23-1-26-8PR	601	542	424	512	
58	4011.8000	4011.8000.4000	EARTH MOVER	29	29-5-29-28PR	2023	1823	1425	1722	
59	4011.8000	4011.8000.4100	EARTH MOVER	30	23.1 - 30 / 8PR			480	580	

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S.No.	H.S.Code	Proposed PCT for WeBOC	Vehicle Type	Rim Size	Tyre Size	Japan	Int'l Brands MFG in other origins	China	All other origins	Belarus / Russia/ Ukraine/ Turkey (10)
(1)	(2)	(1)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	
60	4011.8000	4011.8000.4200	EARTH MOVER	33	1800-33-28PR	1279	1153	901	1089	
61	4011.8000	4011.8000.4300	EARTH MOVER	33	1800-R33-32PR	2898	2612	2041	2467	
62	4011.8000	4011.8000.4400	EARTH MOVER	33	335-33-20PR	2624	2365	1848	2234	
63	4011.8000	4011.8000.4500	EARTH MOVER	33	35/65-33-24PR	3499	3154	2464	2979	
64	4011.8000	4011.8000.4600	EARTH MOVER	35	21.00-35-32PR	2405	2168	1694	2048	
65	4011.8000	4011.8000.4700	EARTH MOVER	45	45/65-45-38PR	8310	7491	5852	7075	

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