



**GOVERNMENT OF PAKISTAN**  
**DIRECTORATE GENERAL OF CUSTOMS (VALUATION)**  
**7<sup>TH</sup> FLOOR, CUSTOM HOUSE, KARACHI**

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**The Collectors of Customs**, Collectorates of Customs (Appraisalment – West) / Appraisalment – East/ Appraisalment – Port Muhammad Bin Qasim/ Enforcement/JIAP), Karachi / Hyderabad/ (Appraisalment/Enforcement), Quetta/Gawadar/ (Appraisalment/Enforcement/AIIA), Lahore/ Appraisalment, Faisalabad/ Appraisalment, Sambrial (Sialkot)/ Enforcement, Multan / Islamabad / Gilgit-Baltistan / (Appraisalment/Enforcement), Peshawar/ Enforcement, Dera Ismail Khan/ Exports (Port Qasim/Custom House, Karachi)/ Transit Trade, Karachi.

**DETERMINATION OF CUSTOMS VALUES OF PU/ PVC COATED FABRIC, TEXTILE LINING MATERIAL FABRIC AND TEXTILE INVISIBLE COATED LINING MATERIAL FABRIC UNDER SECTION 25A OF THE CUSTOMS ACT, 1969.**

(VALUATION RULING NO. **1730** / 2023)

No.Misc/06/2020-IV/0071

Dated: 18-01-2023

In exercise of the powers conferred under Section 25A of the Customs Act, 1969, the Customs value of PU/ PVC Coated Fabric, Textile Lining Material Fabric and Textile Invisible Coated Lining Material Fabric is determined as follows:

2. **Background of the valuation issue:** Earlier, the Customs values of PU/ PVC Coated Fabric, Textile Lining Material Fabric and Textile Invisible Coated Lining Material Fabric were determined under Section 25A of the Customs Act, 1969 vide Valuation Ruling No.1450/2020 dated 04.06.2020. Since the Valuation Ruling was more than 02 years old, the existing Customs values were not reflective of prevailing international market. Accordingly, an exercise was initiated by this Directorate to re-determine Customs values of PU/ PVC Coated Fabric, Textile Lining Material Fabric and Textile Invisible Coated Lining Material Fabric under Section 25A of the Customs Act, 1969.

3. **Stakeholders' participation in determination of Customs values:** Meetings were convened on 06.12.2022 and 15.12.2022 which were attended by all the relevant stakeholders. The issues pertaining to the valuation of subject goods were deliberated upon in detail in the afore-referred meetings.

4. **Analysis / Exercise done to determine Customs Values:** Representative of M/s. Karachi Textile lining material contended that Customs value of Textile Lining material fabric is much lower as compared to existing Valuation Ruling. Due to this unjustifiable value, import through proper channel has decreased abruptly for last 02 years and around 90 percent business of Textile Lining Material Fabric has diverted towards smuggling. He also emphasizes that prices of this material may please be revised downward as per actual ITP and also submitted proposals for the Customs values of Textile lining material. Ninety (90) days clearance data has been retrieved and same has been scrutinized. Subsequently, Market inquiry

has been conducted in light of this Directorate's Order no. 17/2014 dated 19.03.2014 and in terms of Section 25(7) of the Customs Act, 1969.

5. **Method (s) adopted to determine Customs values:** Valuation methods specified in Section 25 of the Customs Act, 1969, were duly applied in their sequential order to arrive at the 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 due to absence of information as required under sub-section (2) of Section 25 of Customs Act, 1969. Therefore, identical/similar goods value methods provided in Section 25(5) & (6) ibid were examined for applicability to determine Customs value of subject goods. The data provided some reference; however, it was found that the same could not be solely relied upon due to absence of absolute demonstrable evidences of quantities and qualities and variation in declaration. Information available was, hence, found incomplete. In line with statutory sequential order of Section 25 of the Customs Act, 1969, this Directorate conducted market survey under sub-section (7) of Section 25 of the Customs Act, 1969. Various Retail markets were visited to observe the actual prices of PU/ PVC Coated Fabric, Textile Lining Material Fabric and Textile Invisible Coated Lining Material Fabric. On the basis of available data/information collected and exercise conducted, the value of PU/ PVC Coated Fabric, Textile Lining Material Fabric and Textile Invisible Coated Lining Material Fabric has been determined under sub-section (7), read with Section 25 (9), of Section 25 of the Customs Act, 1969.

6. **Customs values of PU/ PVC Coated Fabric, Textile Lining Material Fabric and Textile Invisible Coated Lining Material Fabrics,** hereinafter specified shall be assessed to duty / taxes at the Customs value as per the following Table.

S.No	Description	Origin	PCT Code	Proposed PCT for WeBOC	Customs Values C& F (US\$/KG)
(1)	(2)	(3)	(4)	(5)	(6)
1	PVC Coated Fabric	China / Taiwan	5903.1000	5903.1000.1000	2.40
		Korea / Japan / Thailand & Far East		5903.1000.1100	2.55
		U.K / U.S.A		5903.1000.1200	2.85
2	PU Coated Fabric (Artificial Leather Woven)	China / Taiwan	5903.2000	5903.2000.1000	3.80
		Korea / Japan / Thailand & Far East		5903.2000.1100	3.85
		U.K / U.S.A		5903.2000.1200	4.75



3	PU Coated Fabric (Artificial Leather Non-Woven)	China / Taiwan	5603.1300 5603.9400	5603.1300.1000 5603.9400.1000	4.40
		Korea / Japan / Thailand & Far East		5603.1300.1100 5603.9400.1100	4.50
		U.K / U.S.A		5603.1300.1200 5603.9400.1200	5.55
4	Other Coated Fabric	China / Taiwan	5903.9000	5903.9000.1000	3.75
		Korea / Japan / Thailand & Far East		5903.9000.1100	3.95
		U.K / U.S.A		5903.9000.1100	4.85
5	Textile Lining Material Fabric	China	5407.4200 5407.5200 5407.6100	5407.4200.1000 5407.5200.1000 5407.6100.1000	4.25
		Other Origins		5407.4200.1100 5407.5200.1100 5407.6100.1100	4.35
6	Textile Invisible Coated Lining Material Fabric	China	5407.4200 5407.5200 5407.6100	5407.4200.1200 5407.5200.1200 5407.6100.1200	4.25
		Other Origins		5407.4200.1200 5407.5200.1200 5407.6100.1200	4.35



7. In cases, where declared 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. In case of consignments imported by air, the assessing officers shall take into account the difference between air freight and sea freight while applying the Customs values in this Ruling.

8. **Validity of this Valuation Ruling:** This Ruling, containing the Customs values for assessment of subject imported goods, shall be applicable until and unless the same are rescinded or revised by the competent authority in terms of sub-section (4) of Section 25A of the Customs Act, 1969.

9. **Revision of the values determined vide this Valuation Ruling:** If aggrieved, a revision petition may be filed against this ruling as provided under Section 25D of the Customs Act, 1969, within 30 days from the date of its issuance, 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 are applied by the concerned staff without fail. Any anomaly observed may kindly be

brought to the notice of this Directorate immediately. Customs values determined in the Ruling are for the description and specification as mentioned in the table above of this Ruling. PCT Codes are mentioned for illustrative purposes 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 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 15 of the Customs Act, 1969 or any other law in vogue therein.

11. ***This Ruling supersedes Valuation Ruling No. 1450/2020 dated 04-06-2020.***

  
(Fayaz Rasool Maken)  
Director

Copy for information to:

1. The Member Customs (Operations), Federal Board of Revenue, Islamabad.
2. The Director General, Customs Valuation, Custom House, Karachi.
3. The Chief Collector of Customs, Appraisement (South), Custom House, Karachi.
4. The Chief Collector of Customs, Enforcement (South), Custom House, Karachi.
5. The Chief Collector of Customs, Appraisement (Central), Custom House, Lahore.
6. The Chief Collector of Customs, Enforcement (Central), Custom House, Lahore.
7. The Chief Collector of Customs (North), Custom House, Islamabad.
8. The Chief Collector of Customs, Baluchistan, Custom House, Quetta.
9. The Chief Collector of Customs, Khyber Pakhtunkhwa, Custom House, Peshawar.
10. The Director General, Intelligence and Investigation (Customs) FBR, Islamabad.
11. The Director General, PCA & Internal Audit, Karachi.
12. The Director General, IOCO, Karachi.
13. The Directors, Intelligence & Investigation, Karachi / Lahore / Islamabad/ Quetta/ Peshawar/ Faisalabad.
14. The Director, Transit Trade, Custom House, Karachi.
15. The Director, Directorate of Customs Valuation, Lahore/Quetta/Peshawar.
16. The Deputy Director (HQ), Directorate General of Customs Valuation, Karachi, for uploading in One Customs & WeBOC database system.
17. The Chairman (Valuation Committee), FPCC&I, Federation House, Clifton, Karachi.
18. The Chambers of Commerce & Industry, Karachi, Lahore, Islamabad, Hyderabad, Quetta & Peshawar.
19. The Karachi Customs Agents Association, Bohri Road, Karachi.
20. The Webmaster, Federal Board of Revenue, Islamabad.
21. Guard File.