



GOVERNMENT OF PAKISTAN  
DIRECTORATE GENERAL OF CUSTOMS VALUATION  
CUSTOM HOUSE, KARACHI

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No. U/25/2010-VI/4494

RULING U/S 25-A NO. 289

Dated 05-01-2011

Note :

- i) *The customs value determined under this Valuation Ruling shall be applicable customs value for assessment of the relevant goods until and unless revised or rescinded by the competent authority.*
- ii) *Review application against this valuation ruling may be filed before the Director-General of Valuation under Section 25D of the Customs Act, 1969, within thirty days from the date of determination of customs value under this ruling.*

Subject: DETERMINATION OF CUSTOM VALUE OF "FERRO MANGANESE" UNDER SECTION 25 A OF THE CUSTOMS ACT, 1969

M/s. Mughal Steel, Lahore (manufacturer of Ferro Manganese and Ferro Silicone Manganese) complained to the Federal Board of Revenue, regarding under invoicing in the import of subject items. The complaint was forwarded to this Directorate General vide letter C.No.3(66)S(Val.&Audit)/2010, dated 19<sup>th</sup> July, 2010 for action. In view of the reported under invoicing an exercise under Section 25A of the Customs Act, 1969, was undertaken for determination of value of the subject items.

2. Meetings with stakeholders were held on 20-09-2010 and 27-09-2010. During meetings, the importers stated that the prices of the subject goods of India and China origins are being assessed at prices ranging from US\$ 0.800/Kg to US\$ 1.200/Kg which are on lower side as against the prevailing prices quoted in the London Metal Bulletin (LMB). They suggested that customs value may be worked out on the basis of average LMB prices. All the stakeholders were of the view that values may be calculated on the basis of 90 days average prices quoted in LMBs. Accordingly, following customs value has been calculated on the basis of average prices of three months as quoted in the LMB for the month of October, 2010 to December, 2010 under Fall Back Method as envisaged under Section 25(9) of the Customs Act, 1969 :-




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S.No	P.C.T	DESCRIPTION OF GOODS	ORIGIN	CUSTOMS VALUE
(1)	(2)	(3)	(4)	(5)
01	7202 3000	Ferro Manganese 78%	Europe	US\$ 1 771/Kg
02	7202 3000	Ferro Manganese 65%	China	US\$ 1 285/Kg
03	7202 3000	Ferro Manganese 65%	India	US\$ 1 542/Kg
04	7202 1900	Ferro Silicon 75%	Europe	US\$ 2 130/Kg
05	7202 1900	Ferro Silicon 75%	China	US\$ 1 262/Kg
06	7202 1900	Ferro Silicon 75%	India	US\$ 1 514/Kg
07	7202 3000	Silico Manganese 65-75%	Europe	US\$ 1 618/Kg
08	7202 3000	Silico Manganese 65%	China	US\$ 1 335/Kg
09	7202 3000	Silico Manganese 65%	India	US\$ 1 602/Kg

3. The aforesaid values are determined under Section 25A of the Customs Act, 1969, for implementation. All the Clearance Collectorates are advised to assess the goods as per the above Customs Values. In case goods are imported from an origin not mentioned above, the value of such goods shall be computed on the basis of prices quoted in I.M.B. of the nearest origin. If the invoice / declared value is higher, then such higher value shall be applied for assessment purpose. These values shall remain valid until revised.

  
( MUHAMMAD IBRAHIM VICHIO )  
DIRECTOR

  
28-1-2011  
Muhammad  
Office of  
Karachi Customs Agents Association  
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1. The Collectors of Customs, Model Customs Collectorates Appraisement/ PaCCS/Port Qasim/Preventive), Karachi/ Lahore/Sambrial/Faisalabad/ Multan/Islamabad/ Hyderabad/ Quetta/ Peshawar.
2. S.A to Chairman, Federal Board of Revenue, Islamabad.
3. Member (Customs), Federal Board of Revenue, Islamabad.
4. Chief Collectors of Customs (North/South), Lahore/Karachi.
5. The Director General of Intelligence Investigation-FBR, Islamabad.
6. The Director General of Customs Valuation, Karachi.
7. The Director General of Post Clearance Audit, Karachi.
8. The Directors of Intelligence Investigation-FBR, Karachi/ Lahore/ Islamabad.
9. The Deputy Director (Hqrs.), Directorate General of Customs Valuation, Karachi, for uploading in One Customs & PaCCS database on the date of issue of this ruling.
10. Chairman (Valuation Committee), FPCC&I, Federation House, Karachi.
11. Chairman (Valuation Committee), KCC&I, Aiwani-e-Tijarat Road, Karachi.
12. Karachi Customs Agents Group (KCAG), Bohri Road, Karachi
13. Guard File.