

SL.No.24/2011-CA Policy Dt. 14-3-2011

GOVERNMENT OF PAKISTAN  
DIRECTORATE GENERAL OF CUSTOMS VALUATION  
CUSTOM HOUSE KARACHI

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RULING U/S 25A NO. 296

Dated 11-03-2011

No. Misc 28/2011-VI/654

Note:



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Valuation Ruling shall be applicable customs value for assessment of the relevant goods until and unless revised or rescinded by the competent authority.

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 (30) days from the date of determination of customs value under this ruling.

Subject:

DETERMINATION OF CUSTOMS VALUE OF HIGH TENSILE NUTS & BOLTS & WASHERS ZX/LJ UNDER SECTION 25A OF THE CUSTOMS ACT, 1969

A number of representations were made by M/s. Universal Auto Engineering and M/s. Haroon Sons vide their letters dated 21-10-2010 and 25-10-2010, requesting for determination of customs value of High Tensile Bolts with Nuts of China origin (H.S. Code 7318.1510) under section 25A of the Customs Act, 1969, for uniform assessment.

They also stated that at the time of assessment, valuation disputes arise and the customs authorities do not accept their transaction value as provided under section 25 of the Customs Act, 1969, and arbitrarily enhance the declared value which, at times, unjustifiably increases to more than 200% of the purchase price. In this regard, meetings with the stakeholders were convened for 17-02-2011 & 02-03-2011, wherein they submitted that MCC (Appraisalment), vide letter No. CC-05/2009(A), dated 21-04-2009, have resolved the issue of classification with the directive that the High Tensile Screw and Bolts ZX/LJ (whether with or without Nuts and Washers) is classifiable under Heading 7318.1510, however, the issue of value remained unsettled so far and variable prices are applied on their consignments which cause extra hardship to them.

Assessment 6/11

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MCC

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2. Imports data of the under reference item indicates that declared prices are in the range of US\$ 0.3822/kg to US\$ 1.075/kg as compared to their much higher selling prices in the local market. Therefore, these values cannot be taken as true values in terms of Section 25 (1), (5) & (6) of the Customs Act, 1969, for determination of customs value of the said item. Market enquiry as envisaged under Section 25 (7) of the Customs Act, 1969, was conducted and customs value has been determined under Work Back Method. The following value is determined under Section 25A of the Customs Act, 1969, for implementation:-

S. No.	Description	H.S.Code	Origin	Custom Value
01.	High Tensile Screw & Bolts (whether with or without Nuts and Washers) ASTM, A193 B7 or ASTM A325 ZX/LJ Brand Assorted sizes	7318.1510 7318.1610	China	US\$ 1.100/kg

3. The above values are hereby determined under section 25A of the Customs Act, 1969. All the Customs Collectorates are advised to finalize the assessment on the value mentioned above. These values shall remain valid until revised. However, if the invoice value is higher than the value in this ruling, then such higher value shall be adopted for assessment under Section 25 of the Customs Act, 1969. —

*Muhammad Tahir*  
(MUHAMMAD TAHIR)  
DIRECTOR

Distribution :-

- The Collectors of Customs, Model Customs Collectorates (Appraisement/ PaCCS/ Port Qasim/ Preventive), Karachi/ Lahore/ Sambrial/ Faisalabad/ Multan/ Islamabad/ Hyderabad/ Quetta/ Peshawar.
01. S.O to Chairman, Federal Board of Revenue, Islamabad.
  02. Member (Customs), Federal Board of Revenue, Islamabad.
  03. Chief Collectors of Customs (North/South), Lahore/Karachi.
  04. The Director General of Intelligence Investigation-FBR, Islamabad.
  05. The Director General of Customs Valuation, Karachi.
  06. The Director General of Post Clearance Audit, Karachi.
  07. The Directors of Intelligence Investigation-FBR, Karachi/ Lahore/ Islamabad.
  08. 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.
  09. Chairman (Valuation Committee), FPCC&I, Federation House, Karachi.
  10. Chairman (Valuation Committee), KCC&I, Aiwana-e-Tijarat Road, Karachi.
  11. Karachi Customs Agents Group (KCAAG), Bohri Road, Karachi
  12. Guard File.

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