

GOVERNMENT OF PAKISTAN  
DIRECTORATE GENERAL OF CUSTOMS VALUATION  
CUSTOM HOUSE KARACHI

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RULING U/S 25A NO. 346

No. Misc/10/2009-IV

Dated 23-06-2011

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Valuation Ruling shall be applicable customs value for assessment of the relevant goods until and unless revised or rescinded by the competent authority.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 (30) days from the date of determination of customs value under this ruling.

The Collectors of Customs, Model Customs Collectorate, (Appraisement/ PaCCS/ Port Muhammad BinQasim & Preventive), Karachi/Lahore/ Sambrial( Silakot)/ Faisalabad/ Multan/Islamabad/ Hyderabad/ Queta/ Peshawar.

**SUBJECT : DETERMINATION OF CUSTOMS VALUE OF GRINDING & CUTTING DISC/ WHEEL UNDER SECTION 25A OF THE CUSTOMS ACT, 1969.**



Valuation Advices in respect of imported Grinding & Cutting Disc/ Wheel were issued on 29-12-2008 & 13-02-2009. However it was felt appropriate to revise the values of subject goods keeping in view the changes in value in the international market. Therefore, this Directorate General initiated exercise to re-determine the values of imported Grinding & Cutting Discs / Wheels.

Meeting with all stake holders were fixed on 12-11-2009, 18-11-2009, 24-12-2009, 19-02-2011 & 18-05-2011. Import data was retrieved which reflected an abnormal valuation trend, hence the same did not serve as an effective tool to arrive at the real transaction value u/s 25(1), (5) & (6)- of the Customs Act, 1969. This Directorate General also obtained information from local market regarding frequently imported Grinding & Cutting Disc/Wheel, which revealed that there is a lot of variation in sizes being imported and sold on different prices. Average market prices were worked out on the basis of prevailing market price under Section 25(7) of the Customs Act, 1969. International market price and cost of manufacturer were also examined under Section 25(8) of the Customs Act, 1969, however the same could not be relied upon due to

insufficient or inaccurate data. Having considered all aspects, following Customs values have been determined under fall back method as envisaged under section 25(9) of the Customs Act, 1969.

S.No.	Description of Goods	H.S.Code	Origin	Assessable Customs Value C&F
(1)	(2)	(3)	(4)	(5)
01.	Grinding Disc/ Wheel	6804.1000 6804.2200 & other respective headings	China	US\$ 2.29/Kg
			other	US\$ 2.75/kg
02.	Cutting Disc/ Wheel	6804.1000 6804.2200 & other respective headings	China	US\$ 3.29/Kg
			other	US\$ 3.95/kg

3. The aforesaid values are determined under Section 25A of the Customs Act, 1969, for uniform implementation. All the clearance Collectorates are advised to ensure the assessment of the goods as per above determined values. However, if the declared / invoice values are higher then the same shall be applied for assessment purpose in terms of Section 25 of the Customs Act, 1969.

  
 ( MUHAMMAD TAHIR )  
 DIRECTOR

Distribution : -

1. SA to Chairman, Federal Board of Revenue, Islamabad.
2. Member (Customs), Federal Board of Revenue, Islamabad.
3. Chief Collectors of Customs (North/South), Lahore/Karachi.
4. The Director General of Intelligence Investigation, Islamabad.
5. The Director General of Customs Valuation, Karachi.
6. The Director General of Post Clearance Audit, Karachi.
7. The Director of Intelligence Investigation, Karachi/Lahore.
8. 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.
9. Chairman Valuation Committee (FPCC&I) Karachi.
10. Chairman Valuation Committee (KCCI) Karachi.
11. Pakistan Hardware Merchants Association, Karachi.
12. Karachi Customs Agents Group, Bohri Road, Karachi.