

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

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**The Collectors of Customs**, Model Customs Collectorates, Appraisement (East / West) / Port Qasim / Preventive, Karachi / Lahore (Appraisement / Preventive) / Sambrial (Sialkot) / Faisalabad / Multan / Islamabad / Hyderabad / Quetta / Peshawar / Gawadar / Gilgit-Baltistan.

**DETERMINATION OF CUSTOMS VALUES OF AUTO MOTIVE VEHICLE AND  
MOTORCYCLE BULBS UNDER SECTION 25-A OF THE CUSTOMS ACT, 1969**

**(VALUATION RULING No. 865/2016)**

No. Misc/22/2009-VIIIA/9399

Dated: 06-06-2016

In exercise of the powers conferred under Section 25-A of the Customs Act, 1969, Customs values of Automotive Bulbs are determined as follows: -

**2. Background of the valuation issue:** The customs values of Automotive Bulbs were determined vide Valuation Ruling No.661/2014, dated 29-03-2014 and superseded by amendment dated: 29-08-2014. A representation was received from clearance Collectorate indicating that the values of Chinese origin auto bulbs seems to be on much lower side as reflected in the market survey. Therefore, this Directorate General initiated an exercise for determination of customs value for auto and motorcycle bulbs thereof.

**3. Stakeholders' participation in determination of Customs values:** A meeting for the determination of automotive vehicle and motorcycle bulbs with stakeholders was held on 17-05-2016. Different stakeholders, including importers, local manufacturers, and representatives of Chamber of Commerce and Federation, besides clearance Collectorate had been requested to participate. They had been requested to submit the following documents so that correct customs values could be determined: -

- i) Invoices of imports during last three months showing factual value.
- 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. Another meeting was held on May 26, 2016. The meeting was attended by a number of importers and manufacturers including representatives of M/s Firpo Private Ltd Karachi, M/s. Pakistan Auto Spare Parts Importers & Dealers Association (PASPIDA), Karachi and M/s. Indus Motors Co, Karachi and officers from Clearance Collectorate.

5. Initially none of the importers submitted import invoices, sale tax invoices and other relevant requisite import documents. However, later on, M/s Firpo Private Ltd Karachi, M/s, Pakistan Auto Spare Parts Importers & Dealers Association (PASPIDA), Karachi, M/s Al-Imam Autos Lahore submitted their proposal/suggestions. Comparison of import data of various types of automotive bulbs of Pakistan Customs Tariff Chapter 87 submitted by the stakeholders indicated that there were significant differences amongst the declarations of the different stakeholders. The representatives of clearance Collectorate pointed out that during the Valuation meetings, importers present low quality and low weight auto bulbs but during clearance all types of auto bulbs are got cleared on the values as given in the valuation ruling. They brought samples of different auto bulbs being cleared by them. Such samples were also presented before the stakeholders who agreed that auto bulbs of certain specifications are comparatively much higher in price than others. Therefore, it was decided to give detailed description and specifications of different types of auto bulbs in the upcoming rulings.

**6. Method adopted to determine Customs values:** Valuation methods given in Section 25 of the Customs Act, 1969 were followed to arrive at fair value of automotive vehicle/ tractor /motorcycle bulbs. Transaction value method provided in Section 25(1) was found inapplicable due to wide variation in the values being declared to the customs and incomplete descriptions. Identical / similar goods value methods provided in Section 25(5) & (6) were examined for applicability to the valuation issue in the instant case which provided some reference values of the subject goods but the same could not be exclusively relied on due to wide variation in declared values of subject goods. Thereafter, market enquiry as envisaged under Section 25(7) of the Customs Act, 1969, was conducted. As the stakeholders were not forthcoming with the transactional values of the subject goods as being traded in the international market, therefore different markets were surveyed repeatedly for the purpose. Different samples of bulbs were also procured from market in order to reach the customs values of all categories of auto bulbs. Online prices were also obtained to corroborate the findings of the market surveys. Computed Value Method as provided in Section 25 (8) could not be applied for valuation of the aforementioned goods as the cost of raw material and fabrication charges under clause (a) and amount of profit and general expenses under clause (b) of Section 25 (8) of the Act, in the country of export, could not be ascertained. All the information so gathered was evaluated and analyzed for the purpose of determination of customs values. Consequently, the Customs values of different types of automotive vehicle/ tractor /motorcycle bulbs have been determined under Section 25(9) of the Customs Act, 1969.

**7. Customs values for Automotive and Motorcycle Bulbs:** Automotive Bulbs hereinafter specified shall be assessed to duty / taxes at the following Customs Values;-

S. No.	Description of goods	PCT Code	Propose PCT for WeBOC	Customs Value (C&F) in US\$/Pc				
				China	Malaysia /Indonesia /Thailand Korea	Japan	Europe	Other
1.	<b>Head Light Bulbs (Halogen;)</b>	8539.2110	8539.2110.1000					
	Weighing 07-12 gms			0.104	0.156	0.26	0.312	0.208
	Weighing 13 -18gms			0.171	0.257	0.428	0.513	0.342
	Weighing 19 - 25gms			0.247	0.371	0.618	0.741	0.494
2.	<b>Head Light Bulbs (Incandescent)</b>	8539.2110	8539.2110.1100					
	Weighing 9- 15 gms			0.06	0.09	0.15	0.18	0.12
	Weighing 16 -25gms			0.103	0.155	0.258	0.309	0.206
3.	<b>Miniature Bulbs (Halogen) Weighing Upto 06 gms</b>	8539.2110	8539.2110.1200	0.033	0.05	0.083	0.099	0.066
4.	<b>Miniature Bulbs (Incandescent)</b>	8539.2110	8539.2110.1300	0.02	0.03	0.05	0.06	0.04
	Weighing Upto 08 gms							
5.	<b>LED Bulbs</b>	8539.2110	8539.2110.1400					
	Weighing Upto 07 gms			0.43	0.065	0.108	0.129	0.086
	Weighing 08-15 gms			0.141	0.212	0.353	0.423	0.282
	Weighing 16 -25gms			0.251	0.377	0.628	0.753	0.502
6.	<b>HID Bulbs</b>	8539.2110	8539.2110.1500					
	Weighing 30-45gms			0.46	0.69	1.15	1.38	0.92
	Weighing 46-60 gms			0.65	0.975	1.625	1.95	1.3
7.	<b>Wedge Bulbs</b>	8539.2110	8539.2110.1600					
	Weighing Upto 2gms			0.007	0.011	0.018	0.021	0.014
	Weighing Above 02 - 04 gms			0.015	0.023	0.038	0.045	0.03
	Weighing Above 04- 08 gms			0.03	0.045	0.075	0.09	0.06
8.	<b>Festoon Bulbs Up to 03 gms</b>	8539.2110	8539.2110.1700	0.01	0.015	0.025	0.03	0.02

8. In cases where declared / transaction 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 officer shall take into account the differential between air freight and sea freight while applying the Customs values determined in this Ruling.

**9. Validity of this Valuation Ruling:** The values determined vide this Ruling shall be the applicable Customs value for assessment of subject imported goods until and unless it is rescinded or revised by the competent authority in terms of Sub-Sections (1) or (3) of Section 25-A of the Customs Act, 1969.

**10. 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 of this ruling, before the Director General, Directorate General of Customs Valuation, 7th Floor, Custom House, Karachi.

11. The Collectors of Customs may kindly ensure that the values given in the 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 this Directorate General immediately. Custom values determined in the ruling are for the description and specification as mentioned herein. PCT Codes are mentioned for illustrative purpose so that valuation ruling values are made accessible to the assessing officer. 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 of Section 15 of the Customs Act, 1969 or any other law in vogue therein.

12. Serial No. vii of Section (1) 'Auto Parts Assessable On Per Unit Basis' and entries relating thereto issued vide Valuation Ruling No. No. 661/2014, dated 29-03-2014 along with its amendments dated 04-04-2014 and 29-08-2014 stand omitted forthwith.

**(DR.WASIF ALI MEMON)**

Director

Copy for information to:-

1. Member (Customs), F.B.R., Islamabad.
2. Director General, Customs Valuation, Custom House, Karachi.
3. Chief Collector of Customs, South (Appraisalment), Custom House, Karachi.
4. Chief Collector of Customs, South (Enforcement), Custom House, Karachi.
5. Chief Collector of Customs (Central), Lahore.
6. Chief Collector of Customs (North), Islamabad.
7. Director General, Intelligence and Investigation-FBR, Islamabad.
8. Director General, Audit (Customs & Petrolewn), 1<sup>st</sup> Floor, PT &T Audit Building, Mauj-e-Darya Road, Lahore.
09. Director General, Post Clearance Audit (PCA), Islamabad.
10. Director General, Internal Audit (Customs), Karachi.
11. Directors, Intelligence & Investigation, Karachi / Lahore / Islamabad / Quetta Peshawar/ Faisalabad.
12. Director, Directorate of Customs Valuation (Camp Office), Lahore.
13. Deputy Director (HQ), Directorate General of Customs Valuation, Karachi, for uploading in One Customs & WeBOC database system and deleting Amendment dated 29-08-2014 of Valuation Ruling No.661/2016, dated 29-08-2015 from the system on the date of issue of this ruling.
14. Chairman (Valuation Committee), FPCC&I, Federation House, Clifton, Karachi.
15. Chambers of Commerce & Industry, Karachi, Lahore, Islamabad, Hyderabad, Quetta & Peshawar.
16. Law Section, Customs Valuation, 7<sup>th</sup> Floor, Custom House, Karachi.
17. Review Section, Customs Valuation, 7<sup>th</sup> Floor, Custom House, Karachi.
18. Karachi Customs Agents Group, Bohri Road, Karachi.

19. CHO, Customs Valuation, Custom House, Karachi.
20. Notice Board, Customs Valuation 7<sup>th</sup> Floor, Custom House, Karachi / MCC, Appraisement, 1<sup>st</sup> Floor, Custom House, Karachi.
21. Guard File.