

*(This Ruling has been revised / superseded vide Valuation Ruling No. 1291/2018 dated 20-04-2018)*

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

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

**Determination of Customs Values of Household Appliances (HS.Code No. 8508, 8509, 8516 & 8543.7090) under section 25-A of the Customs Act, 1969.**

**(VALUATION RULING NO.903/2016)**

No. Misc/04/2006-VII (Part-I)

Dated: August 09, 2016

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

**2. Background of the valuation issue:** The Customs values of household appliances were determined under Section 25-A of the Customs Act, 1969 vide valuation ruling NO.755/2015 dated 31-08-2016. A number of representations were received from importers to determine the customs values afresh in the light of existing international market prices and the fluctuating trend in prices of various brands. Therefore, an exercise to determine customs values of household appliances afresh in terms of Section 25-A of the Customs Act, 1969 was initiated.

**3. Stakeholders participation in determination of Customs values:** A meeting for the determination of customs values of household appliances with stakeholders was scheduled on 31-05-2016. The meeting was attended by a number of importers, including representatives of M/s Reliance (Alpina Brand ), M/s Home 'Plus Pvt. Ltd, M/s Mumtaz Traders, M/s S. M. Jaffar, M/s Kashif Electronics, M/s R &I Electrical, M/s Sattar Electronics and M/s Dawlance and the officers from field formations.

4. During the course of meeting the importers of high end brands (category A) were of the view that there is a huge price difference between Category-A to B and A to C and resultantly they are unable to import appliances of brands mentioned in Category-A. They further stated that the prices of commodities worldwide have fallen and the prices of materials like plastic, steel, copper and aluminium used in household appliances have also dropped. They also contended that Chinese currency has been devalued resulting in heavy price discount from Chinese factories. The importers of category Band C brands of home appliances had very divergent point of view and stated that due to difference in quality, specification, consumer preference Category A items are very expensive as compared to other categories.

5. During the meeting the participants were requested to submit documents, record and other evidence in support of their contentions. They were also asked to provide the details of any brand of home appliances which is not incorporated in this valuation ruling. Despite a lapse of considerable time, the importers have not submitted the requisite documents.

**6. Method adopted to determine Customs values:** Valuation methods given in Section 25 of the Customs Act, 1969 were followed to arrive at customs values of household appliance. Transaction value method provided in Section 25(1) was found inapplicable because the requisite information was not available. 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 inquiries as envisaged under section 25(7) of the Customs Act, 1969, were conducted. The appliances of some specifications/ brands were not readily available in the market; therefore, different markets were surveyed repeatedly. The computed value method as

provided in Section 25(8) of the Customs Act, 1969, could not be applied as the conversion costs from constituent material at the country of export were not available. Online values of subject goods were also obtained. 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 home appliances have been determined under Section 25(9) of the Customs Act, 196

**7. Customs values for Household Appliances:** Household Appliances as enumerated in the Annex-A shall be assessed to duty/taxes at the values given therein. The brands which are not covered under the Ruling may please be brought into the notice of this Directorate General so that the same could be suitably incorporated in the Ruling.

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 Subsection (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 or section 25-D of the Customs Act, 1969.

**10. Revision of the value determined vide this Valuation Ruling:** A revision petition filed may be against this Ruling, as provided under Section 25-D of the Customs Act, 1969, within 30 days from the date of issuance of this Ruling, before the Director General, Directorate General of Customs Valuation, 7<sup>th</sup> 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. The Customs values determined in the ruling are for the descriptions and specifications as mentioned in the Annex to this Ruling. HS codes are mentioned for illustrative purposes only so that VR values are made accessible to the assessing officers. The assessment shall be finalized in the correct classifications after fulfilling all formalities relating 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.

12. *This Valuation Ruling supersedes Valuation Ruling No. 755/2015 dated 31-08-2015.*

(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 & Petroleum), 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 WeBOC database system and deleting Valuation Ruling Valuation Ruling No. 755/2015 dated 31-08-2015. 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.

**GOVERNMENT OF PAKISTAN**  
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Annex-A to Valuation Ruling NO.903/2016 (Household Appliances)

S.NO	Description Of Goods	PCT Heading	Proposed PCT For WeBOC	Customs Value C&F (in US \$/Piece)		
				Category -A	Category -B	Category -C
1	Juicer (Single Function)	8509.4030	8509.4030.1000	15.0	6.8	6.0
2	Juicer Extractor 3 in1	8509.4010	8509.4010.1000	28.0	11.5	10.0
3	Citrus Juicer	8509.4030	8509.4030.1100	9.0	4.5	4.0
4	Blender/Grinder 2 in1	8509.4030	8509.4030.1200	13.0	7.0	6.0
5	Blender/Grinder 3 in 1	8509.4010	8509.4010.1100	16.5	9.0	7.0
6	Blender/Grinder 4in1	8509.4030	8509.4030.1300	23.0	11.0	8.5
7	Chopper	8509.4010	8509.4010.1200	15.0	8.0	7.0
8	Chopper + Grinder + Blender 3in1	8509.4030	8509.4030.1400	20.0	12.0	10.0
9	Hand Mixer/Hand Blender	8509.4010	8509.4010.1300	6.5	4.0	3.5
10	Food Processor	8509.8000	8509.8000.1000	33.0	20.0	15.0
11	Sandwich Toaster 2 Slice	8516.7200	8516.7200.1000	15.0	7.0	6.0
12	Sandwich Toaster 4 Slice	8516.7200	8516.7200.1100	16.5	8.0	6.5
13	Oven Toaster 7-10 Ltr	8516.6090	8516.6090.1000	26.0	11.5	10.0
14	Oven Toaster 16-25 Ltr	8516.6090	8516.6090.1100	30.0	13.0	11.0
15	Pop-Up Toaster 2 Slice	8516.7200	8516.7200.1200	10.0	6.0	5.0
16	Pop-Up Toaster 4 Slice	8516.7200	8516.7200.1300	13.0	7.0	6.0
17	Microwave Oven Manual 17 Litre	85 16.5000	8516.5000.1000	52.0	26.0	22.0
18	Microwave Oven Manual 25 Litre	8516.5000	8516.5000.1100	56.0	41.0	30.0
19	Microwave Oven Digital 17 Litre	8516.5000	85 16.5000.1200	76.5	48.0	32.0
20	Microwave Oven Digital 25 Litre	8516.5000	8516.5000.1300	127.5	58.0	44.0
21	Deep fryer	85 16.6090	8516.6090.1200	20.0	11.0	9.0
22	Electric Kettle 1 Litre	8516.7100	8516.7100.1000	9.0	6.0	5.0
23	Electric Kettle Above 1 Litre	8516.7100	8516.7100.1200	10.5	7.5	6.5
24	Hair Dryer	8516.3100	8516.3100.1000	10.0	5.5	4.5
25	Hair Straighten (Standard)	8516.3100	8516.3100.1100	10.5	6.0	5.5
26	Dry Iron	8516.4000	8516.4000.1000	10.0	5.5	5.0

27	Steam Iron	8516.4000	8516.4000.1100	11.0	6.5	5.5
28	Insect Killer (with electric)	8543.7020	8543.7020.1000	19.5	12.0	10.5
29	Insect Killer (Mosquito Catcher)	8543.7020	8543.7020.1100	8.0	5.5	4.0
30	Insect Killer (racket type)	8543.7020	8543.7020.1200	3.5	1.6	1.3
31	Vacuum Cleaner up to 1500W	8508.1100	8508.1100.1000	33.0	24.0	18.0
32	Vacuum Cleaner 1600W	8508.1100	8508.1100.1100	40.0	28.0	22.0
33	Food Steamer	8509.8000	8509.8000.1100	23.0	14.0	11.5
34	Baby Bottle Warmer (Single)	8509.8000	8509.8000.1200	9.5	5.5	4.5
35	Digital Air Fryer	8516.6090	8516.6090.1300	71.0	35.0	25.0
36	Actifry	8516.6090	8516.6090.1400	78.0	36.5	31.0
37	Electric Grill Plate	8516.6030	8516.6030.1000	23.0	15.0	12.5
38	Rice Cooker	8516.6090	8516.6090.1500	16.0	12.0	10.0
<b>Note:</b>	If Juicer/ Blender are imported in parts:					
(a)	Main Body of Juicer I Blender with motors (60%) of above specified values					
(b)	Upper parts of UJuicer I Blender without motors: (35%) of above specified values					
(c)	If a complete Juicer/Blender is imported in CKD condition, assessment shall be (95%) of the above specified values.					
<b>Category-A:</b> Black & Decker/ Kenwood/ Phillips/ Singer/ Braun / Hitachi/ Sharp/ Sanyo / Dowlance/ Alpina/ Tefal/ Siemens/ Breville						
<b>Category-B:</b> L.G./Sinbo/ Geepas/ Nikai/ Gaba/ Haier/ Enviro/ Moulinex/ Panasonic/ Elite/ Sonashi/ Sencor						
<b>Category-C:</b> Anex/ Westpoint/ Deuron/ Lion/ Jackpot/ Absons/ Gaba national/Cambrige/ National Gold/Shinon/ ST/ Sogo						