

(This Ruling has been revised / superseded vide Valuation Ruling No. 1812/2023 dated 10-10-2023)

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

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 INDUSTRIAL RUBBER V-BELTS,
INDUSTRIAL RUBBER CONVEYOR BELTS & INDUSTRIAL RUBBER HOSE PIPES
UNDER SECTION 25-A OF THE CUSTOMS ACT, 1969**

(VALUATION RULING No. 923/2016)

No. Misc/54/2011-III/9380

Dated: 2-09-2016

In exercise of the powers conferred under Section 25-A of the Customs Act, 1969, Customs values of Industrial Rubber V-Belts, Industrial Rubber Conveyor Belts & Industrial Rubber Hose Pipes are determined as follows: -

2. Background of the valuation issue: Customs value of Industrial Rubber V-Belts, Industrial Rubber Conveyor Belts & Industrial Rubber Hose Pipes were determined vide Valuation Ruling No. 359/2011 dated 26-07-2011. Since the Valuation Ruling was more than 5 years old and in the light of order of Honorable Sindh High Court in CP 6918 dated 10-11-2015 and requests by importers, an exercise was undertaken to re-determine the customs value of the subject goods under Section 25-A of the Customs Act, 1969.

3. Stakeholders' participation in determination of Customs values: A Meeting with stakeholders was held on 16-08-2016 which was attended by the stakeholders. The commercial importers requested for downward revision keeping in view the decline in international prices of the commodity and its input goods. All the participants were requested to provide relevant documents, test reports, literature, Sales Tax invoices and proposed workings in support of their contention. However, no substantial evidence and relevant documents were submitted by the stakeholders to support their claim. Only 02 importers provided some sales tax invoices but the same could not be authenticated.

4. Method adopted to determine Customs values: Valuation methods provided under Section 25 of the Customs Act, 1969 were followed to arrive at fair value of Industrial Rubber V-Belts, Industrial Rubber Conveyor Belts & Industrial Rubber Hose Pipes. 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 the prices. Thereafter, market enquiry as envisaged under Section 25(7) of the Customs Act, 1969, was also conducted. This method yielded some results but could not be exclusively relied upon to arrive at customs values of the subject goods as there was variance in prices depending on selling point in the city. The computed value method as provided in Section 25(8) of the Customs Act, 1969, could not be applied as the conversion costs from the constituent material in the country of export were not available on line values were also checked. Keeping in view all the factors and after carefully analyzing all the information from different sources and input provided by the stakeholders during the meeting customs values of subject goods were determined under Section 25(9) of the Customs Act, 1969.

5. Customs values for Industrial Rubber V-Belts, Industrial Rubber Conveyor Belts & Industrial Rubber Hose Pipes: Industrial Rubber V-Belts, Industrial Rubber Conveyor Belts & Industrial Rubber Hose Pipes hereinafter specified shall be assessed to duty/taxes at the following values:-

S. No.	Description of goods	PCT Code	Proposed PCT for WEOC	Origins	Customs Values (C&F) US\$/Kg.
(1)	(2)	(3)	(4)	(5)	(6)
1.	Industrial Rubber V -Belts	4010.3190 4010.3290	4010.3190.1000 4010.3290.1000	China, Others	2.05 2.30
2.	Industrial Rubber Conveyor Belts	4010.1100 4010.1200 4010.1900	4010.1100.1000 4010.1200.1000 4010.1900.1000	China, Others	1.70 1.87
3.	Industrial Rubber Hose Pipes	4009.1190	4009.1190.1000	China, Others	1.20 1.35

6. 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.

7. 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.

8. 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.

9. The Collectors of Customs may kindly ensure that the values given in this Valuation 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 Directorate General immediately. Customs values determined the ruling are for the description and specification as mentioned in the table above of this Ruling. HS Codes are mentioned for illustrative purpose so that valuation ruling values are made accessible to the assessing officers. 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 or Section 15 of the Customs Act, 1969 or any other law in vogue therein.**

10. This ***Ruling supersedes*** Valuation Ruling No. 359/2011, dated 26-07-2011.

(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), 1st 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 Valuation Ruling No. 359/2011, dated 26-07-2011.
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, 7th Floor, Custom House, Karachi.
17. Review Section, Customs Valuation, 7th Floor, Custom House, Karachi.