

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 NATURAL RAW RUBBER OF
DIFFERENT GRADES UNDER SECTION 25-A OF THE CUSTOMS ACT, 1969**

(VALUATION RULING No. 929/2016)

No. Misc/10/2010-III/9445

Dated: 20-09-2016

In exercise of the powers conferred under Section 25-A of the Customs Act, 1969, the Customs values of Natural Raw Rubber of Different Grades are determined as follows:-

2. Background of the valuation issue: Customs values of Natural Raw Rubber of Different Grades were determined vide Valuation Ruling 787/2016 dated 01.01.2016. Some importers requested for revision in the light of order of Honorable Sindh High Court in CP 6918 dated 10.11.2015, therefore, an exercise was undertaken to re-determine the customs value of the subject goods keeping in view the international price trend.

3. Stakeholder's participation in determination of Customs values: Meeting with the stakeholders was held on 24.05.2016. It was attended by commercial importers as well as local manufacturers of tyre industries who submitted that the prices of natural rubber had been reduced in the international market. All the participants were requested to provide relevant documents, literature, Sales Tax invoices and proposed workings in support of their contention. Some importers submitted import invoices however, the remaining requisite documents have not been furnished till date.

4. Method adopted to determine customs values: Valuation methods given in Section 25 of the Customs Act, 1969 were applied sequentially to address the valuation issue in hand. Transaction value method under Sub-Section (1) of Section 25 of the Act, 1969, was found inapplicable because required information under the law was not available. Identical / similar goods value methods provided in Sub-Sections (5) & (6) of Section 25 ibid were examined for applicability to the valuation issue in the instant case which provided some reference value of the subject goods but the same could not be relied upon due to wide variation. Market enquiry as envisaged under Section 25(7) of the Customs Act, 1969 could not be conducted as the imported items are of industrial use. The computed method as provided under 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. Finally, import data obtained from PRAL was analyzed and international prices from various sources on internet were also checked. All the information so gathered was evaluated and analyzed for the purpose of determination of customs values. Consequently, the customs values of Natural Raw Rubber of different grades have been determined under Section 25(9) of the Customs Act, 1969.

5. Customs values for Natural Raw Rubber of Different Grades: Customs values of Natural Raw Rubber of Different Grades hereinafter specified shall be assessed to duty/taxes on the Customs values mentioned against them in the Tables below:

TABLE "A"
(GOODS OF SRILANKA ORIGIN)

S. No.	Description of goods	PCT Heading	Proposed PCT for WEOC	Customs Values (C&F) US\$/Kg
(1)	(2)	(3)	(4)	(6)
	Natural Raw Rubber Smoked Sheets			
01	Natural Raw Rubber RSS- 1,2 & 3 (ISNR-5/ISNR-10) SLR-5/	4001.2100 4001.2200	4001.2100.1000 4001.2200.1000	1.82

	SLR-10 and equivalent TSNR grades	4001.2900	4001.2900.1000	
02	Natural Raw Rubber RSS- 4 & 5 (ISNR-20/ISNR-50) SLR-/01 SLR-20 and equivalent TSNR grades	4001.2100 4001.2200 4001.2900	4001.2100.1100 4001.2200.1100 4001.2900.1100	1.76
03	Natural Raw Rubber RSS (other than above grades)	4001.2100 4001.2200 4001.2900	4001.2100.1200 4001.2200.1200 4001.2900.1200	1.61
Natural Raw Rubber Crepe				
04	Natural Raw Rubber TPC3 White SLR-3L and equivalent TSNR grades	4001.2100 4001.2200 4001.2900	4001.2100.1300 4001.2200.1300 4001.2900.1300	2.25
05	Natural Raw Rubber Crepe International No.3 (ISNR-5 & ISNR-3) SLR-5L and equivalent TSNR grades	4001.2100 4001.2200 4001.2900	4001.2100.1400 4001.2200.1400 4001.2900.1400	2.13
06	Natural Raw Rubber Crepe (other than above grades)	4001.2100 4001.2200 4001.2900	4001.2100.1500 4001.2200.1500 4001.2900.1500	2.02
07.	If the goods are imported in the shape of Blocks US\$25/PMT shall be added on the each above determined values.			

**TABLE “B”
(GOODS OF VIETNAM ORIGIN)**

S. No.	Description of goods	PCT Heading	Proposed PCT for WEOC	Customs Values (C&F) US\$/Kg
(1)	(2)	(3)	(4)	(6)
Natural Raw Rubber Smoked Sheets				
01	Natural Raw Rubber RSS- 1,2 & 3 (ISNR-5/ISNR-10) SVR-51 SVR-10 and equivalent TSNR grades	4001.2100 4001.2200 4001.2900	4001.2100.1600 4001.2200.1600 4001.2900.1600	1.45
02	Natural Raw Rubber RSS- 4 & 5 (ISNR-20/ISNR-50) SVR-/01 SVR-20 and equivalent TSNR grades	4001.2100 4001.2200 4001.2900	4001.2100.1700 4001.2200.1700 4001.2900.1700	1.37
03	Natural Raw Rubber RSS (other than above grades)	4001.2100 4001.2200 4001.2900	4001.2100.1800 4001.2200.1800 4001.2900.1800	1.30
Natural Raw Rubber Crepe				
04	Natural Raw Rubber TPC3 White SVR-3L and equivalent TSNR grades	4001.2100 4001.2200 4001.2900	4001.2100.1900 4001.2200.1900 4001.2900.1900	1.95
05	Natural Raw Rubber Crepe International No.3 (ISNR-5 & ISNR-3) SBR-5L and equivalent TSNR grades	4001.2100 4001.2200 4001.2900	4001.2100.2000 4001.2200.2000 4001.2900.2000	1.85
06	Natural Raw Rubber Crepe (other than above grades)	4001.2100 4001.2200 4001.2900	4001.2100.2100 4001.2200.2100 4001.2900.2100	1.75
07.	If the goods are imported in the shape of Blocks US\$25/PMT shall be added on the each above determined values.			

**TABLE “C”
(GOODS OF THAILAND & INDONESIA ORIGINS)**

S. No.	Description of goods	PCT Heading	Proposed PCT for WEOC	Customs Values (C&F) US\$/Kg
(1)	(2)	(3)	(4)	(6)
Natural Raw Rubber Smoked Sheets				

01	Natural Raw Rubber RSS- 1,2 & 3 (ISNR-5/ISNR-10) STR-51 SIR-5, STR-10/ SIR-10 and equivalent TSNR grades	4001.2100 4001.2200 4001.2900	4001.2100.2200 4001.2200.2200 4001.2900.2200	1.75
02	Natural Raw Rubber RSS- 4 & 5 (ISNR-20/ISNR-50) STR-10/ SIR-10, STR-201 SIR-20 and equivalent TSNR grades	4001.2100 4001.2200 4001.2900	4001.2100.2300 4001.2200.2300 4001.2900.2300	1.65
03	Natural Raw Rubber RSS (other than above grades)	4001.2100 4001.2200 4001.2900	4001.2100.2400 4001.2200.2400 4001.2900.2400	1.55
Natural Raw Rubber Crepe				
04	Natural Raw Rubber TPC3 White STR-3L/SIR-3L and equivalent TSNR grades	4001.2100 4001.2200 4001.2900	4001.2100.2500 4001.2200.2500 4001.2900.2500	2.15
05	Natural Raw Rubber Crepe International No.3 (ISNR-5 & ISNR-3) STR-5L/ SIR- 5L and equivalent TSNR grades	4001.2100 4001.2200 4001.2900	4001.2100.2600 4001.2200.2600 4001.2900.2600	2.04
06	Natural Raw Rubber Crepe (other than above grades)	4001.2100 4001.2200 4001.2900	4001.2100.2700 4001.2200.2700 4001.2900.2700	1.93
07.	If the goods are imported in the shape of Blocks US\$25/PMT shall be added on the each above determined values.			

TABLE “D”
(GOODS OF ORIGINS OTHER THAN SRILANKA, VIETNAM, THAILAND & INDONESIA)

S. No.	Description of goods	PCT Heading	Proposed PCT for WEOC	Customs Values (C&F) US\$/Kg
(1)	(2)	(3)	(4)	(6)
Natural Raw Rubber Smoked Sheets				
01	Natural Raw Rubber RSS- 1,2 & 3	4001.2100 4001.2200 4001.2900	4001.2100.2800 4001.2200.2800 4001.2900.2800	1.91
02	Natural Raw Rubber RSS- 4 & 5	4001.2100 4001.2200 4001.2900	4001.2100.2900 4001.2200.2900 4001.2900.2900	1.85
03	Natural Raw Rubber RSS (other than above grades)	4001.2100 4001.2200 4001.2900	4001.2100.3000 4001.2200.3000 4001.2900.3000	1.70
Natural Raw Rubber Crepe				
04	Natural Raw Rubber TPC3 White	4001.2100 4001.2200 4001.2900	4001.2100.3100 4001.2200.3100 4001.2900.3100	2.36
05	Natural Raw Rubber Crepe International No.3	4001.2100 4001.2200 4001.2900	4001.2100.3200 4001.2200.3200 4001.2900.3200	2.24
06	Natural Raw Rubber Crepe (other than above grades)	4001.2100 4001.2200 4001.2900	4001.2100.3300 4001.2200.3300 4001.2900.3300	2.12
07.	If the goods are imported in the shape of Blocks US\$25/PMT shall be added on the each above determined values.			

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 tables 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 IS of the Customs Act, 1969 or any other law in vogue therein.

10. This Valuation Ruling supersedes Valuation Ruling No. 787/2016, dated 01-01-2016.

(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 this Ruling in WeBOC and deleting the Valuation Ruling No. 787/2016, dated 01-01-2016.
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.
18. Karachi Customs Agents Group, Bohri Road, Karachi.
19. CHO, Customs Valuation, Custom House, Karachi.
20. Notice Board, Customs Valuation 7th Floor, Custom House, Karachi / MCC, Appraisalment, 1st Floor, Custom House, Karachi.

21. Guard File.