

(This Ruling has been revised / superseded vide Valuation Ruling No. 1481/2020 dated 02-11-2020)

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

The Collectors of Customs, Model Customs Collect orates, 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 NETWORKING EQUIPMENTS UNDER SECTION 25-A
OF THE CUSTOMS ACT, 1969.**

(VALUATION RULING No. 987/2016)

File No. Misc/24/2015-VII/10043

Dated: 6th December, 2016

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

2. Background of the valuation issue: Customs values of Networking Equipments were determined under Section 25-A of the Customs Act, 1969, vide Valuation Ruling No. 774/2015, dated 01-12-2015. The Valuation Ruling required revision in line with the prevailing prices in the international/market. Therefore, this Directorate General initiated an exercise for determination of Customs values of Networking Equipments.

3 Stakeholders' participation in determination of Customs values: Different meetings with stakeholders were held and a final meeting was held on 05-10-2016. Importers had been requested to furnish the following documents before or during the course of meeting:

- A. Invoices of imports during last three months showing factual value.
- B. Websites, names and E-mail addresses of known foreign manufacturers of the item in question through which the actual current value can be ascertained.
- C. Copies of Contracts made/LCs opened during the last three months showing the value of item in question.
- D. 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. No documents were submitted in this Directorate General on or even after the said scheduled meetings. The meeting was attended by the representative of Pakistan Computer Association, Karachi, importers and the officers from field formations. During the meeting importers claimed that the values of Networking Equipments had considerably reduced in the international market as compared to the values determined in the existing valuation Ruling. Importers requested that the Pakistan Computer Society played an important role and provided consented proposal after meeting with major stakeholders which are present in the meeting. The department can verify their proposal with the market survey, after receipt of Association's proposal. The market inquiry was conducted. Prices of Networking Equipment of different brands, types and mode is were obtained from different shops. Pakistan Computer Associations proposal was not supported with corroborative evidence in shape of import invoices, sales tax in voices, literature, representative samples, evidences and other relevant requisite import documents.

5. 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 different types brands/models of Networking Equipments. Transaction value method provided in Section 25(1) was found inapplicable owing to wide variation in the values being declared to the customs. 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. Stakeholder's meetings were also scheduled but during the meetings very divergent point of regarding international market prices was presented. Thereafter, market enquiry as envisaged under section 25(7) of the Customs Act 1969,

was conducted which gave most of the Networking Equipments bought and sold in the local markets 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 Networking Equipments have been determined under Section 25(9) of the Customs Act, 1969.

6. Customs values for Networking Equipments: Networking Equipments specified in Annex-A to this Valuation Ruling shall be assessed to duty/ taxes at the Customs Values mentioned therein.

7. 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 element of air freight while assessing the goods.

8. 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.

9. 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.

10. 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 this Directorate General immediately. Customs values determined in the ruling are for the description and specification as mentioned in this Valuation Ruling. HS Codes are mentioned for illustrative purposes 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. 774/2015 Dated 01.12.2015.*

(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), 1st Floor, PT&T Audit Building, Mauj-e-Darya Road, Lahore

Government of Pakistan
Directorate General of Customs Valuation
Custom House Karachi

Annex to Valuation Ruling No. 987 dated December 6, 2016

S. No	Description	PCT	Proposed PCT for WeBOC	Customs Values (C&F) US\$ / Pc				
				Category-A	Category-B	Category-C	Category-D	Category-E
150Mbps/300Mbps/750Mbps/1200 Mbps and higher Wireless Router								
1	150Mbps 11 (a/b/g/n) Wireless Router with 4-Port 10/100M including antenna.	8517.69301	8517.6930.1000	31	15	7.1	5.8	4.3
2	300Mbps 11 (a/b/g/n) Wireless Router with 4-Port 10/100M including antenna.		8517.6930.1010	50	25	14.0	9.7	7.3
3	Wireless AC 750 Dual Band (11a/b/g/n/ac) cloud, green Router, 4 x Ethernet port.		8517.6930.1020	95	48	26.0	19.0	16.0
4	Wireless AC 1200 Dual Band (11a/b/g/n/ac) cloud Black Color Router, 4 x gigabit port		8517.6930.1030	240	120	70.0	45.6	35.0
5	Wireless AC 1900 Dual Band (11a/b/g/n/ac) cloud Router, 4 x gigabit port, including external antenna		8517.6930.1040	240	120	70.0	45.6	35.0
Unmanage/SOHO Networking Switches 10/100								
6	5-Port Networking Giga Switch 10/100 unmanage	8517.6970	8517.6970.1000	27	13	6.0	5.2	4.2
7	8-Port Networking Giga Switch 10/100 unmanage		8517.6970.1010	32	16	7.6	5.9	4.5
8	16-Port Networking Giga Switch 10/100 unmanage		8517.6970.1020	54	27	13.0	10.5	7.2
9	24-Port Networking Giga Switch 10/100 unmanage		8517.6970.1030	88	44	21.0	16.2	12.0
10	48-Port Networking Giga Switch 10/100 unmanage		8517.6970.1040	138	69	33.0	25.7	18.0
Unmanage/SOHO Networking Giga Switches 10/100/1000								
11	5-Port Networking Giga Switch 10/100/1000 unmanage	8517.6970	8517.6970.1050	46	23	10.7	8.5	6.4
12	8-Port Networking Giga Switch 10/100/1000 unmanage		8517.6970.1060	65	32	15.2	12.0	9.0
13	16-Port Networking Giga Switch 10/100/1000 unmanage		8517.6970.1070	99	50	23.2	18.4	13.8
14	24-Port Networking Giga Switch 10/100/1000 unmanage		8517.6970.1080	174	87	40.7	32.2	24.2
15	48-Port Networking Giga Switch 10/100/1000 unmanage		8517.6970.1090	275	138	64.3	50.9	38.3
Smart Ethernet 10/100 Switches with Combo Options								
16	6-Port Smart Switch including 5-Port Ethernet 10/100 & 1-Port Giga/SFP Combo		8517.6970.1100	115	57	26.8	21.2	15.9
17	10-Port Smart Switch including 16-Port Ethernet 10/100 & 2-Port Giga/SFP Combo		8517.6970.1110	138	69	32.1	25.4	19.1

18	18-Port Smart Switch including 5-Port Ethernet 10/100 & 2-Port Giga/SFP Combo	8517.6970	8517.6970.1120	199	99	46.4	36.7	27.6
19	28-Port Smart Switch including 24-Port Ethernet 10/100 & 4-Port Giga/SFP Combo		8517.6970.1130	321	161	75.0	59.4	44.6
20	52-Port Smart Switch including 24-Port Ethernet 10/100 & 4-Port Giga/SFP Combo		8517.6970.1140	467	233	108.9	86.2	64.8
Smart Ethernet 10/100/1000 Switches with Combo Options								
21	8-Port Smart Giga Switch including 6-Ports 10/100/1000 & 2-SFP Combo Ports	8517.6970	8517.6970.1150	172	86	40.2	31.8	23.9
22	18-Port Smart Giga Switch including 6-Ports 10/100/1000 & 2-SFP Combo Ports		8517.6970.1160	260	130	60.7	48.0	36.1
23	28-Port Smart Giga Switch including 6-Ports 10/100/1000 & 4-SFP Combo Ports		8517.6970.1170	421	210	98.2	77.7	58.4
24	48-Port Giga 10/100/1000 Smart Switch & 4-SFP Combo Ports		8517.6970.1180	551	275	128.5	101.7	76.5
25	16-Port Giga 10/100/1000 Smart Switch & 2-SFP Combo Ports and 2x10G Unlink Ports		8517.6970.1190	620	310	144.6	114.5	86.1
26	24-Port Giga 10/100/1000 Smart Switch & 4-SFP Combo Ports and 2x10G Unlink Ports		8517.6970.1200	780	390	182.1	144.1	108.4
27	48-Port Giga 10/100/1000 Smart Switch & 4-SFP Combo Ports and 2x10G Unlink Ports		8517.6970.1210	1,454	727	339.2	268.5	201.9
28	10-Port Smart Switch including 8-Port 10G& 2X10G SFP Ports		8517.6970.1220	2,486	1,243	580.1	459.3	345.3
29	12-Port Smart Switch including 8-Port 10G& 2X10G SFP Ports 10G			8517.6970.1230	2,945	1,473	687.2	544.1
Smart/Giga POE (Power over Ethernet) Switches with Combo Options								
30	8-Ports Smart Switch including 4-Ports 10/100/1000 POE & 4-Ports 10/100/1000	85 17.6970	8517.6970.1240	214	107	50.0	39.6	29.8
31	10-Ports Smart Switch including 4-Ports 10/100/1000 POE & 2-Ports SFP Combo		8517.6970.1250	275	138	64.3	50.9	38.3
32	24-Port Smart Switch including 12-Ports 10/100/1000 POE & 12-Ports 10/100/1000		8517.6970.1260	536	268	125.0	98.9	74.4
33	28-Ports Smart Switch including 24-Ports 10/100/1000 POE & 4-Ports SFP Combo		8517.6970.1270	658	329	153.5	121.5	91.4
34	52-Ports Smart Switch including 24-Ports 10/100/1000 POE & 24-Ports 10/100/1000 & 4 Port SFP Combo		8517.6970.1280	1,025	513	239.2	189.4	142.4
35	52-Ports Smart Switch including 48-Ports 10/100/1000 POE & 4-Ports SFP Combo		8517.6970.1290	1,668	834	389.1	308.1	231.6
Managed Layer-2 & Layer-3 Switches and POE Options								
36	10-Port Layer 2, Managed Switch including 8-Port 10/100 2 Giga/SFP		8517.6970.1300	505	252	117,8	93.3	70.1

	Combo Ports							
37	18-Port Layer 2, Managed Switch including 16-Port 10/100 4 Giga/SFP Combo Ports		8517.6970.1310	627	314	146.4	115.9	87.1
38	28-Port Layer 2, Managed Switch including 24-Port 10/100 4 Giga/SFP Combo Ports		8517.6970.1320	880	440	205.3	162.5	122.2
39	52-Port Layer 2, Managed Switch including 48-Port 10/100 4 Giga/SFP Combo Ports		8517.6970.1330	1,278	639	298.1	236.0	177.4
40	10-Port Layer 3, Managed Switch including 8-Port 10/100 2 Giga/SFP Combo Ports		8517.6970.1340	604	302	141.0	111.6	83.9
41	18-Port Layer 3, Managed Switch including 16-Port 10/100 2 Giga/SFP Combo Ports		8517.6970.1350	903	451	210.6	166.7	125.4
42	28-Port Layer 3, Managed Switch including 24-Port 10/100 4 Giga/SFP Combo Ports	8517.6970	8517.6970.1360	1,622	811	378.4	299.6	225.3
43	52-Port Layer 3, Managed Switch including 48-Port 10/100 4 Giga/SFP Combo Ports		8517.6970.1370	2,188	1,094	510.5	404.2	303.9
44	20-Ports Managed Layer 3 Switch including 16-Port 10/100/1000 & 2-SFP Combo & 2x10G Unlink Ports		8517.6970.1380	5,087	2,544	1,187.0	939.7	706.6
45	30-Port Managed Layer 3 Switch including 24-Port 10/100/1000 & 4-SFP Combo & 2X10G Unlink Ports		8517.6970.1390	5,508	2,754	1,285.2	1,017.5	765.0
46	52-Ports Managed L3 Switch including 48-Port 10/100/1000 & 4-SFP Combo & 2x10G Unlink Ports		8517.6970.1400	5,984	2,984	1,392.3	1,102.2	828.8
47	28-Ports Managed L3 Switch including 20-Ports POE& 4-SFP Combo & 4x10G Unlink Ports		8517.6970.1410	7,344	3,672	1,713.6	1,356.6	1,020.0
48	56-Ports Managed L3 Switch including 48-Ports POE& 4-SFP Combo & 4x10G Unlink Ports		8517.6970.1420	10,328	5,164	2,409.8	1,907.7	1,434.4
Wireless Indoor/ Outdoor Access Points								
49	Wireless 300Mbps outdoor Access point/ Bridge/ multiple modes with PoE, 5Ghz, with antenna,		8517.6970.1430	184	92	42.8	33.9	25.5
50	Wireless AC 1200 Dual Band (11a/b/g/n/ac) outdoor PoE Access point 2 GbE ports with antenna,		8517.6970.1440	220	110	51.3	40.6	30.5
51	Wireless300Mbps 11n/11g Managed Wireless Access point 10/100/1000 Mbps PoE port with antenna,		8517.6970.1450	138	69	32.1	25.4	19.1
52	Wireless1200Mbps Managed 11AC Access point 1x PoE Gigabit Port, Celing/Wall/ Desktop mounting with antenna		8517.6970.1460	551	275	128.5	101.7	76.5
53	Wireless 11ac, Managed Access Point, 6x detachable antenna, (AP/WDS/Client		8517.6970.1470	658	329	153.5	121.5	91.4
KVM Switch/USB HUB								
54	2 port (PS2 and USB) KVM Switch	8517.6970	8517.6970.1480	51	25	11.9	9.4	7.1
55	4 port (PS2 and USB) KVM Switch		8517.6970.1490	112	56	26.1	20.6	15.5
56	8-Port Combo KVM Switch rack		8517.6970.1500	623	312	145.5	115.2	86.6

	mountable (PS2 and USB) including 4 cables							
57	16-Port Combo KVM Switch rack mountable (PS2 and USB) including 4 cables		8517.6970.1510	933	467	217.8	172.4	129.6
58	4-Port USB Hub		8517.6970.1520	26	13	6.1	4.8	3.6
59	8-Port USB Hub		8517.6970.1530	55	28	12.9	10.2	7.7
Media Converter								
60	Media Converter 10/100, Fibre to Ethernet Multimode		8517.6990.1000	61	31	14.3	11.3	8.5
61	Media Converter 10/100, Fibre to Ethernet Single-mode		8517.6990.1010	84	42	19.6	15.5	11.7
62	Media Converter 10/100/1000, Giga to Fibre Multimode		8517.6990.1020	107	54	25.6	19.8	14.9
63	Media Converter 10/100/1000, Giga Fibre to Ethernet Single-mode		8517.6990.1030	153	77	35.7	28.3	21.3
Wireless USB Adapters/Cards								
64	150Mbps PCI//USB11 (a/b/g/n) wireless Adapter	8517.6990	8517.6990.1040	25	14	7.0	5.3	3.7
65	300Mbps PCI//USB11 (a/b/g/n) wireless Adapter		8517.6990.1050	31	16	8.0	6.4	4.6
66	750Mbps PCI//USB11 (a/b/g/n) wireless Adapter		8517.6990.1060	51	26	12.0	9.5	7.5
67	1200Mbps PCI//USB11 (a/b/g/n) wireless Adapter		8517.6990.1070	60	32	16.0	12.4	9.0
68	1900Mbps PCI//USB11 (a/b/g/n) wireless Adapter		8517.6990.1080	98	49	25.0	19.0	14.5
Category-A: Cisco/Juniper/Trapeze								
Category-B: Foundary/ Alcatel Lucent/ Huawei/ Aruba/ HPN/ Blue Coat/ Dell/ Brocade/ Fortinet/ Meru/ Lenovo/IBM/Extreme/ ZTE /FS /Nortel/ Avaya/ Emulex/ Motorola/ Nokia-siemens/ Lotus Foundation/ Fluke Networks								
Category-C: Linksys/ SMC/ Allied Telesys/ Maipu/ Netgear/ Trendnet/ Mikrotik/ Ubiquiti/ Rokus/ Zyxell Belkin/ Avnet/ Moxa/ Lancom								
Category-D: TP-Link/Tenda/ D-Link/ Netis/ V-Link/ Micro Link/ Black Coppel/ A Plus/ Bay-Lan/ O-Ring/ Engenius/ Q Logic/ Netcom								
Category-E: LB-Link/ TOTO Link/ WIS-Network								

Networking Equipment with different specifications may be assessed under section 25 of the Customs Act, 1969. Alternatively, Collectors may provisionally assess the goods and forward the GD to this Directorate General for suitable advice.

(ALTAF HUSSAIN MANGI)
Valuation Officer

(IQBAL ALI)
Principle Appraiser

(CH. RIZWAN BASHIR)
Deputy Director

(IQBAL MUNEEB)
Additional Director

(DR WASIF ALI MEMON)
Director