

**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 POLYESTER FILAMENT YARN UNDER SECTION 25-A OF THE CUSTOMS ACT, 1969**

**(VALUATION RULING No. 1387/2019)**

No. Misc/25/2013-IV/2337

Dated: 3<sup>rd</sup> September, 2019

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

**2. Background of the valuation issue:** The Customs values of the polyester filament yarn were earlier determined vide Valuation Ruling No. 1362/2019 dated 25.04.2019. Representations were filed by various importers, trade associations i.e. M/s Pakistan Yarn Merchants Association and M/s Pakistan Yarn Manufacturers Association, wherein it was contended that due to downward trend of values of basic raw materials i.e. Pure Terephthalic Acid (P.T.A) and Mono Ethylene Glycol (M.E.G) for polyester filament yarn, the Customs values determined in the existing Valuation Ruling are not reflective of prevailing prices in international markets. Moreover, they approached the Federal Board of Revenue as well as Directorate General of Valuation with contention and suggestion that the range of deniers as well as new items be included in the Valuation Ruling in accordance with the existing prescribed formula. Keeping in view the prevailing prices of the subject goods, this Directorate General initiated an exercise for determination of the Customs values of the polyester filament yarn in terms of Section 25A of the Customs Act, 1969,

**3. Stakeholders' participation in determination of Customs values:** Several meetings with different stakeholders including Pakistan Yarn Merchants as well as Manufacturers Associations were held. The issues pertaining to the valuation of subject goods were deliberated upon in detail.

**4. Method adopted to determine Customs values:** The values of Polyester Filament Yarn are determined by this Directorate General taking into consideration the import clearance data of two major constituent raw materials of subject goods i.e. P.T.A and M.E.G. The import clearance data for last two months were obtained from PRAL and data of locally manufactured P.T.A was obtained from its local manufacturers M/s Lotte Pakistan (Pvt.) Limited. Thereafter the calculation was done by the Directorate General to arrive at weighted average value of P.T.A. The weighted average value of P.T.A and M.E.G so determined was applied to the formula prescribed and circulated by the Board vide C. No.3 (20)/TAR-I/90-Yarn, dated 07.04.2005 to determine the Customs values of Polyester Filament Yarn. On the basis of data/information collected and exercise conducted as per said formula, the values of Polyester Filament Yarn have been determined by using Fall Back Method under sub-Section (9) of the Section 25 of the Customs Act, 1969.

**5. Customs values for Polyester Filament Yarn:** Polyester Filament Yarn of different specifications *hereinafter specified* shall be assessed to duty / taxes at the minimum Customs values as per attached Annexure-A.

**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 and the same may be communicated to this Directorate General forthwith. 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 25A of the Customs Act, 1969.

**8. Revision of the value determined vide this Valuation Ruling:** This Valuation Ruling is appealable under the law and a revision petition may be filed against this Ruling, 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, 7<sup>th</sup> Floor, Custom House, Karachi.

9. 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 Directorate General immediately. The Custom values determined in the Valuation Ruling are for the descriptions and specifications as mentioned herein, HS Codes are mentioned for illustrative purposes so that Valuation Ruling values are made accessible to the assessing officers. The assessment shall be finalized in the correct classifications after fulfilling requisite formalities relating to importability or 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 of the Customs Act, 1969 or any other law in vogue therein.

11. This ruling supersedes Valuation Ruling No. 1362/2019, dated 25-04-2019.

**(SHAFIQUE AHMAD LATKI)**

Director

Copy for information to:-

1. The Member (Customs), F.B.R., Islamabad.
2. The Director General, Customs Valuation, Custom House, Karachi.
3. The Chief Collector of Customs, South (Appraisalment), Custom House, Karachi.
4. The Chief Collector of Customs, South (Enforcement), Custom House, Karachi.
5. The Chief Collector of Customs (Central), Lahore.
6. The Chief Collector of Customs (North), Islamabad.
7. The Director General, Intelligence and Investigation-FBR, Islamabad.
8. The Director General, Audit (Customs & Petroleum), 1<sup>st</sup> Floor, PT &T Audit Building, Mauje-Darya Road, Lahore.
9. The Director General, Post Clearance Audit (PCA), Islamabad.
10. The Director General, Internal Audit (Customs), Karachi.
11. The Directors, Intelligence & Investigation, Karachi / Lahore / Islamabad / Quetta Peshawar / Faisalabad.
12. The Director, Directorate of Customs Valuation (Camp Office), Lahore.
13. The Deputy Director (HQ), Directorate General of Customs Valuation, Karachi, for uploading in One Customs & We BOC database system and deleting Valuation Ruling No. 1362/2019 dated 25.04.2019.
14. The Chairman (Valuation Committee), FPCC&I, Federation House, Clifton, Karachi.
15. The Chambers of Commerce-& Industry, Karachi, Lahore, Islamabad, Hyderabad, Quetta, Gujranwala, Faisalabad, Sialkot, Rawalpindi & Peshawar.
16. The Law Section, Customs Valuation, 7<sup>th</sup> Floor, Custom House, Karachi.
17. The Review Section, Customs Valuation, 7<sup>th</sup> Floor, Custom House, Karachi.
18. The Karachi Customs Agents Group, Bohri Road, Karachi.
19. The CHO, Customs Valuation, Custom House, Karachi.
20. The Notice Board, Customs Valuation 7<sup>th</sup> Floor, Custom House, Karachi / MCC, Appraisalment, 1<sup>st</sup> Floor, Custom House, Karachi.
21. The Webmaster, Federal Board of Revenue, Constitution Avenue, Islamabad, for uploading on FBR Website.
22. Guard File.

STATEMENT OF BASE VALUES OF POLYESTER CHAIN ITEMS.

Annexure-A of VR No. 1387 Dated 03.09.2019

BASIS OF VALUATION		MEG value per US\$ (PRAL data)		PTA value per US\$ (PRAL data + ICI PTA)		MEG + PTA	Chips/ Fiber
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
Source	Unit	Per Ton	Per formula (350 Kg)	Per Ton	Per formula (870 Kg)	(Col.4 + Col.6)	{Col 7} + \$100/-
PRAL data + Lotte Chemical PTA values (July & Aug 2019)	PER TON	586.10	205.14	779.90	678.51	883.65	983.65
	PER KG	0.59	0.21	0.78	0.68	0.88	0.983648

Note: These determined values do not cover PFY Non-intermingle (various deniers). In case a consignment is found to be PFY Non-intermingle yarn, the same may be cleared under Section 25 of the Customs Act 1969.

POLYESTER DTY YARN

CATEGORY	YARN 30 DTY SD	YARN 40 DTY SD	YARN 50 DTY SD	YARN 75 DTY SD	YARN 75 DTY BLACK DOPE DYED	YARN 100 DTY SD	YARN 100 DTY BLACK DOPE DYED	YARN 150 DTY SD	YARN 150 DTY BLACK DOPE DYED	YARN 300, 450, 600 DTY SD	YARN 300, 450, 600 DTY BLACK DOPE DYED	YARN 75 DTY TWST 1000 TPM	YARN DTY 150 OF 1000 TPM SD	YARN 150 OF 1500 TPM SD	YARN 150 OF 1500 TPM SD	YARN 150 OF 1500 TPM SD	YARN 150 OF 1500 TPM SD
	(9)	(10)	(11)	(12)	(13)	(14)	(15)	(16)	(17)	(18)	(19)	(20)	(21)	(22)	(23)	(24)	(25)
VALUE OF YARN	(Col.7) +\$1010/-	(Col.7) +\$950/-	(Col.7) +\$730/-	(Col.7) +\$555/-	(Col.7) +\$675/-	(Col.7) +\$475/-	(Col.7) +\$595/-	(Col.7) +\$400/-	(Col.7) +\$520/-	(Col.7) +\$350/-	(Col.7) +\$470/-	+\$ 1155/-	(Col.7) +\$900/-	(Col.7) +\$900/-	(Col.7) +\$660/-	(Col.7) +\$660/-	
DENIER RANGE	20 - 30	31 - 44	45 - 60	61 - 89	61 - 89	90 - 120	90 - 120	121 - 200	121 - 200	201 - 1000	201 - 1000	800 - 1200 TPM	800 - 1200 TPM	1300 - 2000 tpm			
PER TON	1893.65	1833.65	1613.65	1438.65	1558.65	1358.65	1478.65	1283.65	1403.65	1233.65	1353.65	2038.65	1783.65	1783.65	1543.65	1543.65	
PER KG	1.89	1.83	1.61	1.44	1.56	1.36	1.48	1.28	1.40	1.23	1.35	2.04	1.78	1.78	1.54	1.54	

POLYESTER FDY YARN

CATEGORY	YARN 30 FDY SD / TBR	YARN 40 FDY SD / TBR	YARN 45 FDY SD	YARN 50 FDY SD	YARN 50 PFY BRT	YARN 50 PFY BLACK DOPE DYED	YARN 75 PFY SD	YARN 75 PFY BRIGHT	YARN 75 PFY BLACK DOPE DYED	YARN 90 PFY BLACK DOPE DYED	YARN 100 PFY BRT	YARN 100 PFY DOPE DYED BLACK	YARN 150 PFY BRT	YARN 150 FDY DOPE DYED BLACK	YARN 200 PFY BRT	YARN 300, 450, 600 PFY BRT	YARN 300, 450, 600 FDY DOPE DYED BLACK
	(25)	(26)	(27)	(28)	(29)	(30)	(31)	(32)	(33)	(34)	(35)	(36)	(37)	(38)	(39)	(40)	(41)
VALUE OF YARN	(Col.7) +\$910/-	(Col.7) +\$550/-	(Col.7) +\$500/-	(Col.7) +\$500/-	(Col.7) +\$500/-	(Col.7) +\$620/-	(Col.7) +\$455/-	(Col.7) +\$455/-	(Col.7) +\$575/-	(Col.7) +\$495/-	(Col.7) +\$375/-	(Col.7) +\$495/-	(Col.7) +\$300/-	(Col.7) +\$420/-	(Col.7) +\$300/-	(Col.7) +\$250/-	(Col.7) +\$370/-
DENIER RANGE	20 - 30	31 - 44	45 - 60	45 - 60	45 - 60	45 - 60	61 - 89	61 - 89	61 - 89	90 - 120	90 - 120	90 - 120	121 - 200	121 - 200	121 - 200	201 - 1000	201 - 1000
PER TON	1793.65	1433.65	1383.65	1383.65	1383.65	1503.65	1338.65	1338.65	1458.65	1378.65	1258.65	1378.65	1183.65	1303.65	1183.65	1133.65	1223.65
PER KG	1.79	1.43	1.38	1.38	1.38	1.50	1.34	1.34	1.46	1.38	1.26	1.38	1.18	1.30	1.18	1.13	1.22



**POLYESTER CATIONIC (CD) FDY YARN**

CATEGORY		YARN 50 CD SD	YARN 61 CD SD	YARN 75 CD	YARN 100 CD	YARN 150 CD	YARN 300 CD
VALUE OF YARN		(42)	(43)	(44)	(45)	(46)	(47)
		(Col.7) +\$800/-	(Col.7) + \$700/-	(Col.7) +\$600/-	(Col.7) +\$500/-	(Col.7) +\$450/-	(Col.7) +\$400/-
	DENIER RANGE	45 - 60	61 - 66	67 - 89	90 - 120	121 - 200	201 - 1000
	PER TON	1683.65	1583.65	1483.65	1383.65	1333.65	1283.65
	PER KG	1.68	1.58	1.48	1.38	1.33	1.28

**POLYESTER CATIONIC (CD) DTY YARN**

CATEGORY		YARN 30 CD	YARN 50 CD SD	YARN 75 CD	YARN 100 CD	YARN 150 CD	YARN 300 CD
VALUE OF YARN		(48)	(49)	(50)	(51)	(52)	(53)
		(Col.7) +\$1360/-	(Col.7) + \$1030/-	(Col.7) +\$905/-	(Col.7) +\$725/-	(Col.7) +\$550/-	(Col.7) +\$500/-
	DENIER RANGE	30 - 45	46 - 66	67 - 89	90 - 120	121 - 200	201 - 1000
	PER TON	2243.65	1913.65	1788.65	1608.65	1433.65	1383.65
	PER KG	2.24	1.91	1.79	1.61	1.43	1.38

### POLYESTER COLOR YARN

CATEGORY		YARN DTY 150 OPTIC WHITE	YARN DTY 150 DYED (OTHER THAN BLACK)	YARN DTY 300, 450, 600 DYED (OTHER THAN BLACK)	YARN FDY 150 DYED (OTHER THAN BLACK)	YARN FDY 300, 450, 600 DYED (OTHER THAN BLACK)
		(54)	(55)	(56)	(57)	(58)
		(Col.7) +\$570/-	(Col.7) +\$620/-	(Col.7) +\$570/-	(Col.7) + \$520/-	(Col.7) +\$470/-
VALUE OF YARN	DENIER RANGE	121 - 200	121 - 200	201 - 1000	121 - 200	201 - 1000
	PER TON	1453.65	1503.65	1453.65	1403.65	1353.65
	PER KG	1.45	1.50	1.45	1.40	1.35