

**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 Muhammad Bin Qasim / Export (Karachi) / Port Qasim) / JIAP, Karachi / Preventive, Karachi / Lahore (Appraisement / Preventive / AIIA) / Sambrial (Sialkot) / Faisalabad / Multan / Islamabad / Hyderabad / Quetta (Appraisement / Preventive) / Peshawar (Appraisement / Preventive) / Gawadar / Gilgit-Baltistan.

**DETERMINATION OF CUSTOMS VALUES OF LED DECORATION STRIP LIGHTS/  
CHRISTMAS/ RICE/ FESTIVAL/ MADNI/ LARRIS LIGHTS PCT (9405.3000) UNDER  
SECTION 25-A OF THE CUSTOMS ACT, 1969**

**(VALUATION RULING No. 1426/2019)**

No. Misc/11/2013-VI/2204

Dated: 8<sup>th</sup> November, 2019

In exercise of the powers conferred under Section 25-A of the Customs Act, 1969, the Customs values of LED DECORATION STRIP LIGHTS/ CHRISTMAS/ RICE/ FESTIVAL/ MADNI/ LARRIS LIGHTS PCT (9405.3000) are determined as follows:-

**2. Background of the valuation issue:** Customs values of LED DECORATION STRIP LIGHTS/ CHRISTMAS/ RICE/ FESTIVAL/ MADNI/ LARRIS LIGHTS PCT (9405.3000) were earlier determined through Valuation Ruling No. 1158/2017 dated 10-05-2017. The Federal Board of Revenue issued CGO No. 15/2019 & 17/2019 dated 13-09-2019 and 19-09-2019 respectively wherein Unit of Measurement (UOM) of a number of commodities including LED DECORATION STRIP LIGHTS/ CHRISTMAS/ RICE/ FESTIVAL/ MADNI/ LARRIS LIGHTS PCT (9405.3000) was changed from Kilograms to Unit (Per Piece) for the purpose of assessment. Moreover, a number of representations were received in this Directorate General that the values of subject goods in international market have shown upward trend which requires re-determination of values. Keeping in view the above facts, an exercise to determine the customs values of the subject goods under section 25A of the Customs Act 1969.

**3. Stakeholders' participation in determination of values:** Meeting with stakeholders was convened on **05-11-2019** which was attended by different stakeholders and importers were requested to submit following documents before or during the course of meeting so that customs values could be determined:-

- i. Invoices of imports during last three months showing customs value.
- ii. Websites, names and E-mail addresses of known foreign manufacturers of the item in question through which the actual current value can be ascertained.
- iii. Copies of Contracts made / LCs opened during the last three months showing the value of item in question.
- iv. Copies of Sales Tax Invoices issued during the last four months showing the difference in price (excluding duty and taxes) to substantiate their contentions.

**4. Method adopted to determine Customs values:** Custom Valuation methods given in Section 25 of the Customs Act, 1969 were applied in sequential order to address the valuation issue at hand. Transaction value method under Sub-Section (1) of Section 25 of the Act ibid was found inapplicable because requisite information under the law was not available. Identical and similar goods valuation methods provided in Sub-Sections (5) and (6) of Section 25 of the Customs Act, 1969 provided some reference values but due to wide variation and suppressed declarations, the same could not be relied upon. In the sequential order this office then resorted to conduct a market inquiry and, consequently, Deductive Value Method under Sub-Section (7) of Section 25 of the Customs Act, 1969, was applied to arrive at the assessable Customs values of the subject goods, being most appropriate for the purpose. All the info

5. **Customs values for LED DECORATION STRIP LIGHTS/ CHRISTMAS/ RICE/ FESTIVAL/ MADNI/ LARRIS LIGHTS PCT (9405.3000):** LED DECORATION STRIP LIGHTS/ CHRISTMAS/ RICE/ FESTIVAL/ MADNI/ LARRIS LIGHTS PCT (9405.3000) hereinafter specified shall be assessed to duty/ taxes on the Customs values given against them in the Table below: -

Sr. No.	Description of Goods	H.S Code	Proposed PCT for WeBOC	Origin	Length	Size in MM	Customs Values US\$ per unit/ per piece
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
1	Led Decorative Strip Lights	9405.3000	9405.3000.1000	China	100 Meter	4-6	10.20
						7-10	15.40
						11-15	19.80
			9405.3000.1100	Europe/USA/ Japan		4-6	14.79
						7-10	22.33
						11-15	28.70
			9405.3000.1200	Other		4-6	11.83
						7-10	17.86
						11-15	22.96
2	Led Decoration Lights (Christmas/ Rice/ Festival/ Madni/ Larris)	9405.3000	9405.3000.1300	China	20 feet	0.30	
					27 feet	0.40	
			9405.3000.1400	Europe/USA/ Japan	20 feet	0.45	
					27 feet	0.58	
			9405.3000.1500	Other	20 feet	0.36	
					27 feet	0.46	

**Note:** The Customs values shall be assessed on the basis of standard packing weight/ piece/ size given in Column 6 & 7 of the above table. The items containing weight/ piece/ size different from said weight/ piece/ size may be assessed on pro-rata basis.

6. In cases where declared/ Transaction values are higher than the Customs value determined in this Ruling, the assessing officer 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 value 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. Review of the value determined vide this Valuation Ruling:** A review petition may be filed against this Ruling, as provided under Section 25-D of Customs Act, 1969, within 30 days from the date of issue, 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 with respect to PCT may kindly be brought to the notice of Directorate General immediately.

10. This ruling supersedes Valuation Ruling No. 1158/2017, dated 10-05-2017.

(SHAFIQUE AHMAD LATKI)  
Director

Copy for information to:-

1. The Member (Customs, Operations), F.B.R., Islamabad.
2. The Director General, Directorate 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 Chief Collector of Customs, (Enforcement), Custom House, Quetta.
8. The Director General, Intelligence and Investigation-FBR, Islamabad.
9. The Director General, Post Clearance Audit (PCA) & Internal Audit, Karachi.
10. The Directors, Intelligence & Investigation, Karachi/ Lahore/ Islamabad/ Quetta/ Peshawar/ Faisalabad.
11. The Director, Directorate General of Customs, Valuation Custom House, Lahore.
12. The Deputy Director (HQ), Directorate General of Customs Valuation, Karachi, for uploading in One Customs & WeBOC database system.
13. The Chairman (Valuation Committee), FPCC&I, Federation House, Clifton, Karachi.
14. The Chambers of Commerce & Industry, Karachi, Lahore, Islamabad, Hyderabad, Quetta & Peshawar.
15. The Review Section, Customs Valuation, 7<sup>th</sup> Floor, Custom House, Karachi.
16. The Karachi Customs Agents Group, Bohri Road, Karachi.
17. Notice Board, Customs Valuation 7<sup>th</sup> Floor, Custom House, Karachi.
18. The Webmaster, Federal Board of Revenue, Islamabad.