

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

\*\*\*\*\*

**The Collectors of Customs,**

Model Customs Collectorates, Appraisement & Facilitation, East / West / Port Muhammad Bin Qasim / JIAP, Karachi / Hyderabad / Lahore / Faisalabad / Sambrial (Sialkot) / Islamabad / Peshawar / Quetta / Gwadar / Gilgit-Baltistan. Model Customs Collectorates, Enforcement & Compliance, Karachi / JIAP / AIIA / Lahore / Multan / Peshawar / Quetta. Model Customs Collectorates, Exports (Karachi / Port Muhammad Bin Qasim).

**DETERMINATION OF CUSTOMS VALUE OF LED BULB PARTS UNDER SECTION 25-A**  
**OF THE CUSTOMS ACT, 1969**

**(VALUATION RULING NO. 4440/2020**

C. No. Misc/68/2017-VII/2915

Dated: 25<sup>th</sup> February, 2020

In exercise of the powers conferred under Section 25-A of the Customs Act, 1969, the Customs values of LED Bulb Parts under respective PCT headings are determined as follows:-

**2. Background of the valuation issue:** Customs values of LED Bulb Parts were earlier determined through Valuation Ruling No. 1365/2019 dated 29-04-2019. Review applications were filed under Section 25D of the Customs Act, 1969 read with Chapter IX of Customs Rules, 2001 and the Director General Customs Valuation, while upholding the above Valuation Ruling observed, vide Order-in-Revision No. 16/2019 dated 21-10-2019, that the Director Customs Valuation may initiate working to determine the values of each parts and components in consultation with the stakeholders including the petitioners. Keeping in view the above facts, an exercise was initiated to re-determine the customs values of the subject goods under section 25A of the Customs Act 1969.

**3. Stakeholders' participation in determination of values:** Meetings with stakeholders were convened on 11-12-2019 and 17-12-2019. The participants 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. The representatives of manufacturers / assemblers namely, M/s Khyber Electric Lamps, M/s. Elite Screener, M/s. D.S. Technologies, M/s. SAZ, along with importers namely, M/s. Haadia Impax, M/s. Light Concerns, M/s. Osaka, M/s. Electronic Office Products, M/s. Pak Burma Traders, M/s. Chandana Traders, M/s. Lumilux Lighting, M/s. Kandy International, M/s. Dynamic Traders, M/s. Noman Traders, M/s. Signity Pak Ltd. and M/s. Islam Trading Company attended the meetings. Some participants submitted different documents to assist this Directorate General in re-determining the values of LED bulb parts. During the meeting the participants were requested to intimate the ratio as well as value of each component of LED bulb. The participants unanimously intimated weight as well as values of each component of an LED bulb i.e. 12 Watt, which are as under:

a.	Constant current Power Supply / Driver	28% of value of LED bulb	9 grams
b.	Metal Clad PCB for LED bulb	32% of value of LED bulb	6 grams
c.	Housing	20% of value of LED bulb	23 grams
d.	Shell Cover	15% of value of LED bulb	

e.	Base Cap	5% of value of LED bulb	3 grams
----	----------	-------------------------	---------

**5. 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. Moreover, only few participants provided documents in this regard which were not sufficient to arrive at Customs value under said sub-section. 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. Consequently, Deductive Value Method under Sub-Section (7) of Section 25 of the Customs Act, 1969, was applied keeping in view the values as given in a valid Valuation Ruling as well as import data to arrive at the assessable Customs values of the subject goods, being most appropriate for the purpose. All the information together was evaluated and analyzed for the purpose of determination of customs values.

**6. Customs values for Led Bulb Parts PCT (8539.9090):** Led Bulb Parts under respective PCTs *hereinafter specified* shall be assessed to duty/ taxes on the Customs values given against them in the table below:-

S. No.	Description of Goods	H.S Code	Proposed PCT for WeBOC	Origin	Customs Values US\$ (C&F)
(1)	(2)	(3)	(4)	(5)	(6)
<b>LED BULB PARTS</b>					
1.	Metal Clad PCB for LED Bulb only.	8534.0000	8534.0000.1000	China	1.192/Piece
2.	Constant Current Power Supply / Driver for LED Bulb only	8504.4090	8504.4090.1100		1.138/Piece
3.	Housing / Shell Cover for LED Bulb only	8539.9090	8539.9090.1200		9.13/Kgs
Note: Base cap shall be assessed as per Valuation Ruling No. 1427/2019 dated 19-11-2019					

7. In cases where declared / transaction values are higher than the Customs value determined in this Ruling or higher evidential data is available of stipulated period (90 days), 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.

**8. 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.

**9. 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 the 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.

10. 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 Customs 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. 1365/2019 dated 29-04-2019.

**(SHAFIQUE AHMED LATKI)**  
**DIRECTOR**

Copy for information to:-

1. The Member (Customs, Operations), Federal Board of Revenue, 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, 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.