

**GOVERNMENT OF PAKISTAN**  
**DIRECTORATE GENERAL OF CUSTOMS (VALUATION)**  
**7<sup>TH</sup> FLOOR, CUSTOM HOUSE KARACHI**

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The Collectors of Customs, Collectorates of Customs (Appraisement West) / Appraisement - East / SAPT / Appraisement - Port Muhammad Bin Qasim / Enforcement / JIAP), Karachi / Hyderabad/ (Appraisement / Enforcement), Quetta / Garvadar / Khuzdar, (Appraisement / Enforcement / AIIA), (Appraisement - East / West), Lahore, Faisalabad / Appraisement, Sargodha/ Enforcement, Sambrial (Sialkot) / Enforcement, Multan / Islamabad / Gilgit-Baltistan / (Appraisement/ Enforcement), Peshawar / Enforcement, Dcra Ismail Khan / Exports (Port Qasim / Custom House, Karachi) / Transit Trade, Karachi.

**DETERMINATION OF CUSTOMS VALUES OF DESICCATED COCONUT UNDER**  
**SECTION 25-A OF THE CUSTOMS ACT, 1969**

**(VALUATION RULING No. 1755/2023)**

No. Misc/76/2016-I/321

Dated: 21<sup>st</sup> March, 2023

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

**Background of the valuation issue:** Earlier, the Customs values of Desiccated Coconut were determined under Section 25A of the Customs Act, 1969 vide Valuation Ruling No. 1708/2022 dated 14-12-2022. Being aggrieved, some importers approached Director General, Customs Valuation in terms of Section 25D of the Customs Act, 1969 to set aside the serial 2 of the said Valuation Ruling. The Director General while setting aside the said serial vide O-in-R No. 04/2023 dated 15.02.2022 observed that "it appears that the customs values notified for "Desiccated Coconut Low Fat" at Serial No. 02 of the table of impugned VR, suffers from procedural impropriety and is accordingly set aside to the said extent only. In addition, the Director, Customs (Valuation), Karachi is hereby directed to undertake fresh exercise in terms of Section 25A of the Customs Act, 1969 by recourse to the valuation methodology elaborated in Section 25 of the Act *ibid* so that the Customs values of "Desiccated Coconut Low Fat" at Serial No.02 of the Table of impugned VR No.1708/2022 dated 14.12.2022 is determined in line with the prevailing international prices of impugned item". Therefore, an exercise has been undertaken by this Directorate to determine the same.

**2. Stakeholders' participation in determination of Customs values:** In this regard, a meeting dated 09-03-2023 was held in the Directorate of Customs Valuation, Karachi which was attended by the relevant stakeholders. Importers during the meeting have informed that values of Low Fat Desiccated Coconut has decreased even from the previous Valuation Ruling values and presented their current invoices/documents as well. Further, they requested for re-determination of the same accordingly. The issues pertaining to the valuation of subject goods were deliberated upon in detail in the afore-referred meeting.

**3. Analysis / Exercise done to determine Customs Values:** Ninety (90) days' clearance data has been retrieved and the same has been scrutinized. Subsequently, market inquiry has been conducted and examined in the light of this Directorate's Office Order No.17/2014 dated 19-03-2014 and in terms of Section 25(7) read with Section 25(9) of the Customs Act, 1969.

**4. Method (s) adopted to determine Customs values:** Valuation methods specified in Section 25 of the Customs Act, 1969, were duly applied in sequential order to arrive at the Customs values of subject goods. The transaction value method as provided in sub-section (1) of Section 25 of the Customs Act, 1969, was found inapplicable due to absence of information as required under sub-section (2) of Section 25 of Customs Act, 1969. Therefore, identical/similar goods value methods provided in Section 25(5) & (6) *ibid* were examined for applicability to determine Customs values of subject goods. The data provided some reference; however, it was found that the same could not be solely relied upon due to absence of absolute demonstrable evidences of quantities and qualities and variation in declaration. Information available was, hence, found incomplete. In line with statutory sequential order of Section 25 of the Customs Act, 1969, this Directorate conducted market survey

under subsection (7) of Section 25 of the Customs Act, 1969. Various Retail/Wholesale Markets were visited to observe the actual prices of Desiccated Coconut. On the basis of available data / information collected and exercise conducted, the values of Desiccated Coconut have been determined under subsection (7), read with Section 25(9), of Section 25 of the Customs Act, 1969.

**5. Customs Values of Desiccated Coconut:** Desiccated Coconut hereinafter specified shall be assessed to duty / taxes at the Customs values as per following Table:-

S. No.	Description of Goods	PCT Code	Proposed PCT for WEBOC	Origin	Customs Values C&F (US\$/Kg)
(1)	(2)	(3)	(4)	(5)	(6)
1	Desiccated Coconut Low Fat	0801.1100	0801.1100.1100	All Origin	0.90

6. In cases, where declared 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 difference between air freight and sea freight while applying the Customs values in this Ruling.

**7. Validity of this Valuation Ruling:** This Ruling, containing the Customs values for assessment of subject imported goods, shall be applicable until and unless the same are rescinded or revised by the competent authority in terms of sub-section (4) of Section 25A of the Customs Act, 1969.

**8. Revision of the value determined vide this Valuation Ruling:** If aggrieved, a revision petition may be filed against this ruling as provided under Section 25D of the Customs Act, 1969, within 30 days from the date of its issuance, 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 this Valuation Ruling are applied by the concerned staff without fail. Any anomaly observed may kindly be brought to the notice of this Directorate immediately. Customs values determined in the Ruling are for the description and specification as mentioned in the table of this Ruling. PCT 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 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 15 of the Customs Act, 1969 or any other law in vogue therein.

**10. This Ruling supersedes the serial 02 of Valuation Ruling No.1708/2022 dated 14-12-2022.**

**(FAYAZ RASOOL MAKEN)**  
Director

Copy for information to:-

1. The Member Customs (Operations), Federal Board of Revenue, Islamabad.
2. The Director General, Customs Valuation, Custom House, Karachi.
3. The Chief Collector of Customs, Appraisalment (South), Custom House, Karachi.
4. The Chief Collector of Customs, Enforcement (South), Custom House, Karachi.
5. The Chief Collector of Customs, Appraisalment (Central), Custom House, Lahore.
6. The Chief Collector of Customs, Enforcement (Central), Custom House, Lahore.
7. The Chief Collector of Customs (North), Custom House, Islamabad.
8. The Chief Collector of Customs, Baluchistan, Custom House, Quetta.
9. The Chief Collector of Customs, Khyber Pakhtunkhwa, Custom House, Peshawar.
10. The Director General, Intelligence and Investigation (Customs) FBR, Islamabad.
11. The Director General, PCA & Internal Audit, Karachi.

12. The Director General, IOCO, Karachi.
13. The Directors, Intelligence & Investigation, Karachi / Lahore / Islamabad/ Quetta/ Peshawar/ Faisalabad.
14. The Director, Transit Trade, Custom House, Karachi.
15. The Director, Directorate of Customs Valuation, Lahore/Quetta/Peshawar.
16. The Deputy Director (HQ), Directorate General of Customs Valuation, Karachi, for uploading in One Customs & WeBOC database system.
17. The Chairman (Valuation Committee), FPCC&I, Federation House, Clifton, Karachi.
18. The Chambers of Commerce & Industry, Karachi, Lahore, Islamabad, Hyderabad, Quetta & Peshawar.
19. The Karachi Customs Agents Association, Bohri Road, Karachi.
20. The Webmaster, Federal Board of Revenue, Islamabad.
21. Guard File.